

State of New Mexico Submit 3 Copies to Appropriate Energy, Minerals and Natural Resources Department District Office DISTRICT I OIL CONSERVATION DIVISION WELL API NO. P.O. Box 1980, Hobbs, NM 88240 P.O. Box 2683E!VED 30-015-26265 DISTRICT II Santa Fe, New Mexico 87504-2088 P.O. Drawer DD, Artesia, NM 88210 5. Indicate Type of Lease FEE X STATE MAR 20 '90 1000 Rio Brazos Rd., Aztec, NM 87410 6. State Oil & Gas Lease No. SUNDRY NOTICES AND REPORTS ON WELLS. D. (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN: 50年,PREDE: BACK TO A 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 1. Type of Well: Dagger ZW WELL KX WELL OTHER 2. Name of Operator 8. Well No. YATES PETROLEUM CORPORATION, (505) 748-1471 3. Address of Operator 9. Pool name or Wildcat 105 South 4th St., Artesia, New Mexico 88210 North Dagger Draw Upper Penn 4. Well Location Unit Letter ___ I : 1980 Feet From The ___ South ___ Line and ___ 660 Feet From The __East_ Line Section Township 19S Range **NMPM** County 10. Elevation (Show whether DF, RKB, RT, GR, etc.) Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING **CHANGE PLANS** PLUG AND ABANDONMENT **TEMPORARILY ABANDON** COMMENCE DRILLING OPNS. CASING TEST AND CEMENT JOB **PULL OR ALTER CASING** OTHER: OTHER:_ 12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed Spudded 5:20 PM 2-27-90 with Frank's Rathole. Notified Johnny Robinson, NMOCD, Artesia, NM of spud. Drilled 26" hole to 40", set 40' of 20" conductor. Resumed drilling 14-3/4" hole Lite w/10#/sx Hiseal, 1/2#/sx Cellsoeal + 3% CaCl2 (yield 1.98, wt 12.4). Tail in w/200 sx

11:00 AM 3-2-90. Notified Betty Rollins, NMOCD, Artesia, NM. Ran 29 joints 9-5/8" 36# J-55 casing set 1208'. Guide shoe set 1208., insert float set 1167'. Cemented w/900 sx Pacesetter Class C w/2% CaCl2 (yield 1.32, wt 14.8). PD 2:30 AM 3-5-90. Bumped plug to 750 psi, released pressure and float held okay. Circulated 125 sx. WOC. Drilled out 1:15 AM 3-6-90. WOC 22 R

CONDITIONS OF APPROVAL, IF A			
APPROVED BY ———	SUPERVISOR, DISTRICT IT	— TITLE	DATE
(This space for State Use)	ORIGINAL SIGNED BY MIKE WILLIAMS		MAR 2 1 1990
TYPEOR PRINT NAME Juanita Goodlett			TELEPHONE NO. 505/748-1471
SKINATURE LL an	ta Koullist	mme Production Supervisor	DATE3-17-90
	on above is true(and complete to the best of my knowl		
Resumed drilling	•		
ers and 45 mins.	NU and tested to 1000 p	si for 30 minutes, OK. Reduce	d hole to 8-3/4".