

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

DEC 18 '90

WELL API NO. 30-015-26543
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Sara AHA Com
8. Well No. 4
9. Pool name or Wildcat South Dagger Draw Upper Penn

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER	2. Name of Operator YATES PETROLEUM CORPORATION (505) 748-1471
3. Address of Operator 105 South 4th St., Artesia, New Mexico 88210	4. Well Location Unit Letter 0 : 660 Feet From The South Line and 1980 Feet From The East Line Section 11 Township 20S Range 24E NMPM Eddy County
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3611' GR	

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input checked="" type="checkbox"/>
OTHER: <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input checked="" type="checkbox"/>
	OTHER: <input type="checkbox"/>

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

Spudded 26" hole at 9:45 AM 12-2-90 with Rathole. Set 40' of 20" conductor. Notified Mike Stubblefield with NMOCD. Resumed drilling 14 3/4" Hole 9:45 AM 12-9-90. Notified Mike Williams with NMOCD. Lost circulation at 222'. Pumped 65 bbls LCM pill. Regained circulation back at 230'. Ran 28 joints 9-5/8" 36# J-55 casing, set 1210'. Guide shoe set 1210'. Insert float set 1167'. Cemented with 900 sacks Pacesetter Lite with 10#/sx Hiseal + 1/2#/sx Celloseal + 3% CaCl2 (yield 1.98, weight 12.4). Tailed in with 200 sx Class "C" with 2% CaCl2 (yeild 1.32, weight 14.8). PD 8:45 AM 12-2-90. Bumped plug to 1000 psi, released pressure and float held okday. Circulated 200 sx to pit. WOC. Drilled out 2:45 AM 12-13-90. WOC 18 hours. Nippled up and tested to 1000 psi for 30 Minutes, OK. Reduced hole to 8-3/4". Resumed drilling.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Juanita Goodlett TITLE Production Supervisor DATE 12-17-90

TYPE OR PRINT NAME Juanita Goodlett TELEPHONE NO. 505/748-1471

(This space for State Use)

ORIGINAL SIGNED BY
MIKE WILLIAMS

DEC 27 1990

APPROVED BY SUPERVISOR, DISTRICT II TITLE DATE

CONDITIONS OF APPROVAL, IF ANY: