Submit 3 Copies to Appropriate District Office	State of New Mexico Energy, Minerals and Natural Resources Department		Form C-103 Revised 1-1-89		
DISTRICT I P.O. Box 1980, Hobbs, NM 88240	OIL CONSERVATION DIVISION P.O. Box 2088 Santa Fe, New Mexico 8758222088		WELL API NO. 30-015-26689		
DISTRICT II P.O. Drawer DD, Artesia, NM 88210			5. Indicate Type of Lease STATE FEE X		
DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410	APR 1 5 1991		6. State Oil & Gas Lease No.		
SUNDRY NOTICES AND REPORTS ON WELARESIA, OFFICE					
(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.)			7. Lease Name or Unit Agreement Name		
1. Type of Well: OIL GAS WELL X WELL	OTHER		Ceniza AGZ Com		
2. Name of Operator		8. Well No.			
YATES PETROLEUM CORPORATION / (505) 748-1471		4 9. Pool name or Wildcat			
3. Address of Operator					
105 South 4th St., Artesia, New Mexico 88210			South Dagger Draw Upper Penn		
4. Well Location Unit Letter L: 1730 Feet From The South Line and 660 Feet From The West Line					
Section 12	Township 20S Rai		NMPM Eddy County		
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3590 '					
11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data					
NOTICE OF INTENTION TO: SUE		SEQUENT REPORT OF:			
	CHANGE PLANS				
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 work) SEE RULE 1103.

Spudded 26" hole 11:00 AM 4-6-91. Notified Mike Williams, NMOCD, Artesia, NM of spud. Resumed drilling 14-3/4" hole 9:00 PM 4-7-91. Notified Mike Stubblefield, NMOCD. Lost circulation at 115'. Ran 28 joints 9-5/8" 36# J-55 casing set 1220'. Guide shoe set 1220'. Insert float set 1177'. Cemented w/900 sx Pacesetter Lite w/10#/sx Gilsonite + 1/2#/sx Celloseal + 3% CaCl (yield 1.84, wt 12.4). Tailed in w/200 sx Class "C" + 2% CaCl2 (yield 1.32, wt 14.8). PD 4:45 AM 4-10-91. Bumped plug to 1300 psi, released pressure and float held okay. Cement did not circulate. WOC 4 hrs. Ran Temp. Survey and found TOC 95'. Ran 1". Ready mix (6 yds) to surface as instructed by Mike Stubblefield, NMOCD. WOC. DRilled out 11:15 PM 4-10-91. WOC 18 hrs and 30 minutes. NU and tested to 1000 psi for 30 minutes, OK. Reduced hole to 8-3/4". Resumed drilling.

I hereby certify that the inform	mation above is true and complete to the best of my know	wedge and belief. mus <u>Production Supervisor</u>	DATE
TYPE OR PRINT NAME JU	anita Goodlett		TELEPHONE NO. 505/748-1471
(This space for State Use)	ORIGINAL SIGNED BY MIKE WILLIAMS SUPERVISOR, DISTRICT II		APR 1 8 1991
APPROVED BY		TITLE	DATE