UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED Budget Bureau No. 1004-0135

Expires: March 31, 1993

5.	Lease	Designation	and	Serial	N

SUNDRY NOTICES	AND REPORTS ON WELLS III or to deepen or reentry to a d R PERMIT—" for such proposals	ifferent reservoi	NM-42787 6. If Indian, Allottee or Tribe Name 7. If Unit or CA, Agreement Designation
SUBMIT	IN TRIPLICATE	<u> </u>	7. 11 0 111 0 1 0 1, 19
Type of Well    Oil   Gas   Other	(505) 748–1	JUN - 3.'94	8. Well Name and No.  Ocotillo ACI Federal #3  9. API Well No.
YATES PETROLEUM CORPORATION  Address and Telephone No.  105 South 4th St., Artesia, 1  Location of Well (Footage, Sec., T., R., M., or Survey D  1980' FNL & 1980' FEL of Secti	NM 88210	ARTESIA, OPPICE	30-015-27963  10. Field and Pool, or Exploratory Area  N. Dagger Draw Upper Per  11. County or Parish, State
			Eddy Co., NM
CHECK APPROPRIATE BOX(	(s) TO INDICATE NATURE OF	NOTICE, REP	PORT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTIO	
Notice of Intent	Abandonment Recompletion		Change of Plans  New Construction
Subsequent Report  Final Abandonment Notice		drilling, su & cement	Non-Routine Fracturing  Water Shut-Off  Conversion to Injection  ITAC Dispose Water  (Note: Report results of multiple completion on Well  Completion or Recompletion Report and Log form.)

3. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Resumed drilling a 14-3/4" hole with rotary tools at 10:30 AM 5-21-94.

Ran 26 joints of 9-5/8" 36# J-55 (1170.64') of casing set at 1165'. 1-Texas Pattern notched guide shoe set at 1165'. Insert float set at 1119.74'. Cemented with 200 sacks "H", 12% Thixad, 10#/sack gilsonite, 1/2#/sack celloseal and 2% CaCl2 (yield 1.55, weight 14.6) and 900 sacks Pacesetter Lite "C", 5#/sack gilsonite, 1/4#/sack celloseal and 3% CaCl2 (yield 1.98, weight 12.4). Tailed in with 200 sacks Class "C" Neat and 2% CaCl2 (yield 1.33, weight 14.8). PD 12:36 PM 5-23-94. Bumped plug to 600 psi, OK. Cement did not circulate. WOC 4 hours. Ran Temperature Survey and found top of cement at 190'. Ran 1". Tagged cement at 190'. Spotted 100 sacks Class "C" Neat with 2% CaCl2. PD 5:50 PM 5-23-94. WOC 1 hour. Ran 1". Tagged cement at 175'. Spotted 75 sacks Class "C" Neat with 2% CaCl2. PD 6:45 PM 5-23-94. WOC 1 hour. Ran 1". Tagged cement at 110'. Spotted 100 sacks Class "C" Neat with 2% CaCl2. PD 7:58 PM 5-23-94. WOC 45 minutes. Ran 1". Tagged cement at 50'. Spotted 80 sacks Class "C" Neat with 2% CaCl2. PD 8:54 PM 5-23-94. Cement circulated. Drilled out at 10:00 AM 5-24-94. WOC 21 hours and 30 minutes. Nippled up and tested to 1000# for 15 minutes. Cut off and welded on head. Reduced hole to 8-3/4". Resumed drilling.

igned Kusty Production Clerk	Date May 26, 1994
This space for Federal (or State office use)	
	Date
pproved by JUN - 2 1994	

or representations as to any matter within its jurisdiction.