

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

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

WELL API NO. 30-015-28345
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 Hinkle ALD
8. Well No. 2
9. Pool name or Wildcat Dagger Draw Upper Penn, North

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 <input type="checkbox"/>	
2. Name of Operator YATES PETROLEUM CORPORATION	
3. Address of Operator 105 South 4th St., Artesia, NM 88210	
4. Well Location Unit Letter <u>B</u> : <u>800</u> Feet From The <u>North</u> Line and <u>1650</u> Feet From The <u>East</u> Line Section <u>28</u> Township <u>19S</u> Range <u>25E</u> NMPM <u>Eddy</u> County	
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3484' 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 type="checkbox"/>
OTHER: <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER: Spud, resume drilling, surface casing and cement <input checked="" 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 a 26" hole with rat hole machine at 12:00 PM 3-11-95. Set 72' of 20" conductor pipe. Cemented to surface. NOTE: Notified OCD - Artesia (Mike Stubblefield) of spud. Resumed drilling a 14-3/4" hole with rotary tools at 2:00 PM 3-13-95.

TD 1110'. Ran 25 joints of 9-5/8" 36# J-55 (1111.67') of casing set at 1110'. 1-Texas Pattern notched guide shoe set at 1110'. Insert float set at 1066'. Cemented with 100 sacks Class H, 12% thixadd, 10#/sack gilsonite, 1/4#/sack celloseal and 3% CaCl2 (yield 1.55, weight 14.6) and 850 sacks Pacesetter Lite C, 10#/sack gilsonite, 1/4#/sack celloseal and 3% CaCl2 (yield 1.99, weight 12.45). Tailed in with 200 sacks Class C 2% CaCl2 (yield 1.32, weight 14.8). PD 4:50 PM 3-15-95. Bumped plug to 1000 p. did not circulate. WOC 4 hours. Ran Temperature Survey and found top of cement at 200'. Ran 1" and tagged cement at 140'. Spotted 178 sacks Class C 2% CaCl2. WOC. Drilled out at 5:00 PM 3-16-95. WOC 24 hours and 10 minutes. Cut off and weld on flow nipple. 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 Rusty Klein TITLE Production Clerk DATE 3-24-95
TYPE OR PRINT NAME Rusty Klein TELEPHONE NO. 505/748-1471

(This space for State Use)

ORIGINAL SIGNED BY TIM W. GUN DATE MAR 31 1995
APPROVED BY DISTRICT II SUPERVISOR TITLE _____

CONDITIONS OF APPROVAL, IF ANY: