

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

NM OIL CONS COMMISSION  
Drawer DD

Artesia NM 88210  
FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

**SUBMIT IN TRIPLICATE**

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No. NM-059077
2. Name of Operator YATES PETROLEUM CORPORATION (505) 748-1471	6. If Indian, Allottee or Tribe Name
3. Address and Telephone No. 105 South 4th St., Artesia, NM 88210	7. If Unit or CA, Agreement Designation SW-322
4. Location of Well (Footage, Sec., T., R., M., of Survey Description) 330' FNL & 330' FWL of Section 13-T22S-R23E (Unit D, NWNW)	8. Well Name and No. HOC Federal Gas Com #2
	9. API Well No. 30-015-26939
	10. Field and Pool, or Exploratory Area Indian Basin Upper Penn
	11. County or Parish, State Eddy Co., NM

12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input type="checkbox"/> Subsequent Report	<input checked="" type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input type="checkbox"/> Other
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. 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.)\*

Propose to drill out CIBP set at 7550' and cement, run subpump and test well to establish gas production as follows:

1. Nipple down tree and nipple up BOP. Close blind rams and test casing to 1000 psi.
2. TIH w/bit and drill collars and drill out CIBP and cement at 7550'. When CIBP is knocked loose, push to TD. TOOH.
3. TIH with packer and swab test perforations 7629-7768' (Canyon). If well will flow, call BLM - Carlsbad (505-887-6544) to see if they want to witness flow test.
4. If well will not flow, TOOH with packer and install BOP. TIH with subpump. NOTE: Once production is established, contact BLM - Carlsbad to see if they want to witness test.

14. I hereby certify that the foregoing is true and correct

Signed Rusty Klein

Title Production Clerk

Date Jan. 31, 1995

(This space for Federal or State office use)

Approved by Shannon J. Shaw

Title PETROLEUM ENGINEER

Date 2/28/95

Conditions of approval, if any: