

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.	30-015-30080
5. Indicate Type of Lease	STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.	V-4100
7. Lease Name or Unit Agreement Name	Jacque AQJ State
8. Well No.	1
9. Pool name or Wildcat	Lost Tank Delaware, West

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 M : 330 Feet From The South Line and 330 Feet From The West Line Section 34 Township 21S Range 31E NMPM Eddy County	
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3461' 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: Perforate & frac <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.

5-19-98 - Cleaned location, set and tested anchors. Moved in and rigged up pulling unit.

5-20-98 - TIH with bit, collars and tubing. Tagged up at 6026'. Rigged up swivel. Drilled out DV tool. Tested casing to 1000 psi, OK. TIH to PBTD at 8082'. TOOH with tubing, collars and bit. TIH with bit, scraper and tubing. Circulated well with 2% KCL. TOOH with tubing, scraper and bit. Shut down.

5-21-98 - Rigged up wireline. TIH with logging tools and ran CBL/GR/CCL log. TOOH with logging tools. Rigged up lubricator. TIH with 4" casing guns and perforated 7813-7887' w/24 .42" holes as follows: 7813, 14, 36, 37, 38, 39, 40, 41, 42, 43, 44, 48, 49, 50, 55, 56, 57, 60, 61, 67, 68, 74, 77 & 7887' (1 SPF - Delaware). TOOH with casing guns and rigged down wireline and lubricator. Nipped down BOP. Nipple up frac valve.

5-22-98 - Frac'd perforations 7813-7887' with 60000 gallons 25/20# sand wedge Delta frac and 136000# 16-30 Brady sand. Opened well for forced closure. Flowed back 30 minutes. Shut in for 1-1/2 hours. Opened up and bled well down. Nipped down frac valve. Nipped up BOP. TIH with tubing. Tagged sand at 7830'. Pulled up 10'. Put on stripping rubber.

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

CONTINUED ON NEXT PAGE:

SIGNATURE Rusty Klein TITLE Operations Technician DATE May 28, 1998

TYPE OR PRINT NAME Rusty Klein TELEPHONE NO. 505/748-1471

(This space for State Use)

ORIGINAL SIGNED BY TIM W. GUSE
DISTRICT II SUPERVISOR

APPROVED BY _____ TITLE _____ DATE 6-1-98

CONDITIONS OF APPROVAL, IF ANY: