

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

U.M. Oil Cons. Division
11 S. 1st Street
Artesia, NM 88210-8827

FORM APPROVED
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-12241-A
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
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FNL & 1190' FWL of Section 7-T21S-R22E (Unit E, SWNW)	8. Well Name and No. Little Box Canyon AOX Fed #2
	9. API Well No. 30-015-30222
	10. Field and Pool, or Exploratory Area Little Box Canyon Morrow
	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 type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input checked="" type="checkbox"/> Subsequent Report	<input 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 checked="" type="checkbox"/> Other <u>Spud, surface casing & cement</u>
	<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.)*

Spudded a 12-1/4" hole with rat hole machine at 1:00 PM 7-22-98. Reamed 12-1/4" hole to 26". Set 40' of 20" conductor pipe. Cemented to surface. NOTE: Notified Gene Hunt w/BLM - Carlsbad of spud. Resumed drilling a 17-1/2" hole with rotary tools at 4:15 PM 7-24-98.

TD 353'. Reached TD at 9:45 AM 7-26-98. Ran 8 joints of 13-3/8" 54.5# J-55 (356.92') of casing set at 353'. 1-Texas Pattern notched guide shoe set at 353'. Insert float set at 306'. Cemented with 100 sacks Class C, 10% A-10B, 10#/sack gilsonite, 1/4#/sack celloflake and 1% CaCl2 (yield 1.51, weight 14.6) and 275 sacks Poz C (65-35-6), 5#/sack gilsonite, 1/4#/sack celloflake (yield 1.82, weight 12.8). Tailed in with 200 sacks Class C and 2% CaCl2 (yield 1.34, weight 14.8). PD 5:00 PM 7-26-98. Bumped plug to 425 psi, OK. Cement did not circulate. WOC 4 hours. Ran 1". Tagged cement at 142'. Spotted 50 sacks Class C 4% CaCl2. PD 9:20 PM 7-26-98. WOC 1 hour. Ran 1". Tagged cement at 140'. Spotted 25 sacks Class C and 4% CaCl2. PD 10:30 PM 7-26-98. WOC 1 hour. Ran 1". Tagged cement at 137'. Spotted 25 sacks Class C and 2% CaCl2. PD 11:40 PM 7-26-98. WOC 1 hour. Ran 1". Tagged cement at 119'. Spotted 50 sacks Class C and 4% CaCl2. PD 12:45 AM 7-27-98. WOC 45 minutes. Ran 1". Tagged cement at 45'. Spotted 75 sacks Class C and 4% CaCl2. PD 1:50 AM 7-27-98. Circulated 10 sacks to pit. WOC. Cut off and welded on flow nipple. Drilled out at 5:45 PM 7-27-98. WOC 24 hours and 45 minutes. Reduced hole to 12-1/2". Resumed drilling.

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

Signed Gary Gourley Title Operations Technician Date August 4, 1998

(This space for Federal or State office use)

Approved by _____ Title _____ Date _____

Conditions of approval, if any:

(ORIG. SGD.) GARY GOURLEY

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.