

Submit 3 Copies To Appropriate District Office  
 District I  
 1625 N. French Dr., Hobbs, NM 88240  
 District II  
 811 South First, Artesia, NM 88210  
 District III  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

CLSI  
 JP

Form C-103  
 Revised March 25, 1999

WELL API NO.  
 30-015-32508

5. Indicate Type of Lease  
 STATE  FEE

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name:  
 Chimay BAO State

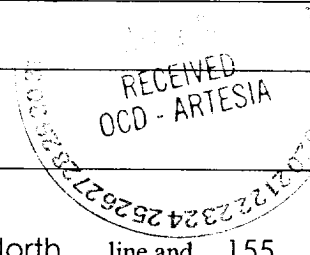
SUNDRY NOTICES AND REPORTS ON WELLS  
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well:  
 Oil Well  Gas Well  Other

2. Name of Operator  
 Yates Petroleum Corporation /

3. Address of Operator  
 105 S. 4th Street Artesia, NM 88210

4. Well Location  
 Unit Letter E : 1988 feet from the North line and 155 feet from the West line  
 Section 2 Township 24S Range 23E NMPM Eddy County



8. Well No.  
 1

9. Pool name or Wildcat  
 Hess Morrow East

10. Elevation (Show whether DR, RKB, RT, GR, etc.)  
 4502' 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"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: Made 5' new hole <input checked="" type="checkbox"/>	

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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompilation.

12/31/02 - TD 25'. Made 5' of new hole with Butch's Rathole. Hole size 12-1/4". Notified Van Barton with Artesia OCD via voice mail.

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

SIGNATURE Jina Huerta TITLE Regulatory Compliance Supervisor DATE January 7, 2003

Type or print name Jina Huerta Telephone No. 505-748-1471

APPROVED BY TIM W. GUM TITLE DISTRICT II SUPERVISOR

DATE JAN 14 2003

Conditions of approval, if any: