

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. 30-025-27904 ✓
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. LG-718

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 South 4th St., Artesia, NM 88210

4. Well Location
 Unit Letter K : 1650 Feet From The South Line and 1650 Feet From The West Line
 Section 32 Township 20S Range 39E NMPM Lea County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)
3553' GR

7. Lease Name or Unit Agreement Name
Brent US State

8. Well No.
1

9. Pool name or Wildcat
Sandhills Grayburg San Andres

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"/>		CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <u>Recomplete in Grayburg</u> <input checked="" type="checkbox"/>		OTHER: _____ <input 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.

Propose to abandon the current San Andres perforations 4348-4360' and recomplete in Grayburg formation 4299-4318'. If Grayburg is not productive, will plug and abandon well.

1. Load well. POOH w/rods and pump. Nipple up and test BOP. POOH w/production tubing and BHA.
2. RIH w/cement retainer and set at 4340'. Squeeze perforations 4348-4360'. POOH.
3. Perforate w/casing gun 4299-4318' w/15 holes as follows: 4299, 4300, 4301, 4302, 4303, 4304, 4309, 4310, 4311, 4312, 4313, 4315, 4316, 4317 & 4318' (Grayburg).
4. RIH w/tubing and packer. Acidize perforations 4299-4318' w/2000 gallons 15% NEFE acid and 25 ball sealers.
5. Swab well to recover load and determine productivity of Grayburg zone. If Grayburg is productive, frac procedure will follow. If Grayburg is not productive, will plug and abandon as follows on page 2:

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 March 23, 1993

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

(This space for State Use)

APPROVED BY Paul Kautz Geologist TITLE _____ DATE MAR 25 1993

CONDITIONS OF APPROVAL, IF ANY:

Submit 3 Copies
to Appropriate
District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

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WELL API NO. 30-025-27904
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. LG-718
7. Lease Name or Unit Agreement Name Brent US State
8. Well No. 1
9. Pool name or Wildcat Sandhills Grayburg San Andres
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3553' GR

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
2. Name of Operator YATES PETROLEUM CORPORATION
3. Address of Operator 105 South 4th St., Artesia, NM 88210
4. Well Location Unit Letter <u>K</u> : <u>1650</u> Feet From The <u>South</u> Line and <u>1650</u> Feet From The <u>West</u> Line Section <u>32</u> Township <u>20S</u> Range <u>39E</u> NMPM Lea County

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: <u>Recomplete in Grayburg</u> <input checked="" type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER: _____ <input 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.

PAGE 2:

1. RIH w/open ended tubing to cement retainer at 4340'. Spot 10 sacks Class "C" Neat from 4340-4195'.
2. Pull up hole to 4195'. Circulate casing full of brine water mixed with 25# gel/bbl water.
3. Pull up hole to 1250'. Spot 10 sack cement plug from 1250-1105' across from the surface casing shoe.
4. Pull up hole to 145'. Spot 10 sack plug from 145-surface. POOH w/tubing.
5. Cut off wellhead and weld a steel plate and P & A marker onto the casing. Clean up location.

NOTIFY OCD 24 HOURS PRIOR TO COMMENCING PLUGGING OPERATIONS.

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 March 23, 1993
 TYPE OR PRINT NAME Rusty Klein TELEPHONE NO. 505/748-1471

(This space for State Use)

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY: