

YATES PETROLEUM CORPORATION

GETTY PS 17 #2

API NUMBER 30-005-63208

<u>OWNER NAME</u>	<u>INTEREST</u>
Abo Petroleum	0.05000000
Linda Cadigan Estate	0.00468750
John Cadigan	0.00468750
Campbell Investment Company	0.17812500
Marla S. Conner	0.01171875
MYCO Industries, Inc.	0.05000000
Yates Drilling Company	0.05000000
Yates Petroleum Corporation	0.65078125
TOTAL INTEREST	1.00000000

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

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL API NO.	30-005-63208
5. Indicate Type of Lease	STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.	

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 I : 1980 Feet From The South Line and 660 Feet From The East Line
 Section 17 Township 6S Range 26E NMPM Chaves County

7. Lease Name or Unit Agreement Name
 Getty PS 17

8. Well No.
 2

9. Pool name or Wildcat
 Pecos Slope Abo

10. Elevation (Show whether DF, RKB, RT, GR, etc.)
 3625' 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"/>		CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: _____ <input type="checkbox"/>		OTHER: <u>Spud & conductor</u> <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.

Spudded a 20" hole with rat hole machine at 11:00 AM 11-3-99. Drilled to 40'. Set 40' of 16" conductor pipe. Cemented to surface. NOTE: Notified Mary Ann w/OCD-Artesia of spud.

TD 40'. Waiting on rotary tools.

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

SIGNATURE Rusty Klein TITLE Operations Technician DATE Nov. 8, 1999
 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:

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

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL API NO. 30-005-63208

5. Indicate Type of Lease STATE FEE

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name
Getty PS 17

8. Well No. 2

9. Pool name or Wildcat
Pecos Slope Abo

10. Elevation (Show whether DP, RKB, RT, GR, etc.)
3625' 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 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 I : 1980 Feet From The South Line and 660 Feet From The East Line
Section 17 Township 6S Range 26E NMPM Chaves 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"/>	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: _____ <input type="checkbox"/>		OTHER: Resume drilling, surface casing & cmt <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.

Resumed drilling a 12-1/4" hole with rotary tools at 10:45 PM 11-17-99.

TD 920'. Reached TD at 9:00 AM 11-19-99. Ran 21 joints of 8-5/8" 24# J-55 (915') of casing set at 910'. 1-Texas Pattern notched guide shoe set at 910'. Insert float set at 870'. Cemented with 250 sacks Premium Plus Halliburton Lite, 3% CaCl2 and 1/4#/sack flocele (yield 2.02, weight 12.4). Tailed in with 200 sacks Premium Plus and 2% CaCl2 (yield 1.34, weight 14.8). PD 2:30 PM 11-19-99. Bumped plug to 430 psi, OK. Circulated 88 sacks. WOC. Nipped up and tested to 1000 psi for 30 minutes, OK. Drilled out at 8:30 AM 11-21-99. WOC 42 hours. Reduced hole to 7-7/8". Resumed drilling.

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

SIGNATURE Rusty Klein TITLE Operations Technician DATE Dec. 3, 1999

TYPE OR PRINT NAME Rusty Klein TELEPHONE NO. 505/748-147

(This space for State Use)

APPROVED BY Jim W. Seem TITLE District Supervisor DATE 12-8-99

CONDITIONS OF APPROVAL, IF ANY:

Submit to Appropriate District Office
 State Lease - 6 copies
 Fee Lease - 5 copies
DISTRICT I
 P.O. Box 1980, Hobbs, NM 88240

State of New Mexico
 Energy, Minerals and Natural Resources Department

Form C-105
 Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088
 Santa Fe, New Mexico 87504-2088

DISTRICT II
 P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
 1000 Rio Brazos Rd., Aztec, NM 87410

WELL API NO.

30-005-63208

5. Indicate Type of Lease
 STATE FEE

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

Getty PS 17

8. Well No.

2

9. Pool name or Wildcat

Pecos Slope Abo

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. Type of Well:
 OIL WELL GAS WELL DRY OTHER _____

b. Type of Completion:
 NEW WELL WORK OVER DEEPEN FLUG BACK DIFF RESVR OTHER _____

2. Name of Operator
 YATES PETROLEUM CORPORATION (505) 748-1471

3. Address of Operator
 105 South 4th St., Artesia, NM 88210

4. Well Location
 Unit Letter I : 1980 Feet From The South Line and 660 Feet From The East Line

Section 17 Township 6S Range 26E NMPM Chaves County

10. Date Spudded RH 11-3-99 RT 11-17-99	11. Date T.D. Reached 12-2-99	12. Date Compl. (Ready to Prod.) 12-19-99	13. Elevations (DF & RKB, RT, GR, etc.) 3625' GR	14. Elev. Casinghead
---	----------------------------------	--	---	----------------------

15. Total Depth 4230'	16. Plug Back T.D. 4100'	17. If Multiple Compl. How Many Zones?	18. Intervals Drilled By Rotary Tools 40-4230'	Cable Tools
--------------------------	-----------------------------	--	--	-------------

19. Producing Interval(s), of this completion - Top, Bottom, Name
 3697-4093' Abo

20. Was Directional Survey Made
 No

21. Type Electric and Other Logs Run
 Neutron log & DLL

22. Was Well Cored
 No

CASING RECORD (Report all strings set in well)

CASING SIZE	WEIGHT LB/FT.	DEPTH SET	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
16"		40'	20"	Cement to surface	
8-5/8"	24#	910'	12-1/4"	450 sx - circulate	
4-1/2"	10.5#	4198'	7-7/8"	1120 sx - circulate	

24. LINER RECORD				25. TUBING RECORD			
SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN	SIZE	DEPTH SET	PACKER SET
					1-1/4"	3680'	

26. Perforation record (interval, size, and number) 3697-4093' w/25 .42" holes	27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.	
	DEPTH INTERVAL	AMOUNT AND KIND MATERIAL USED
	3697-4093'	Frac'd w/140,000 gals 650 N2 foam & 240000# 16-30 mesh brown sand

PRODUCTION

28. Date First Production 12-22-99		Production Method (Flowing, gas lift, pumping - Size and type pump) Flowing			Well Status (Prod. or Shut-in) Producing		
Date of Test 12-24-99	Hour Tested 24	Choke Size 20/64"	Prod'n For Test Period	Oil - Bbl.	Gas - MCF 488	Water - Bbl.	Gas - Oil Ratio
Flow Tubing Press. 310#	Casing Pressure	Calculated 24-Hour Rate	Oil - Bbl.	Gas - MCF 488	Water - Bbl.	Oil Gravity - API - (Corr.)	

29. Disposition of Gas (Sold, used for fuel, vented, etc.)
 Sold

Test Witnessed By
 Don McCampbell

30. List Attachments
 Deviation survey & logs

31. I hereby certify that the information shown on both sides of this form is true and complete to the best of my knowledge and belief

Signature Rusty Klein Printed Name Rusty Klein Title Operations Tech. Date 1-31-2000

MARTIN YATES, III
1912 - 1985
FRANK W. YATES
1936 - 1986



105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1471

S. P. YATES
CHAIRMAN OF THE BOARD
JOHN A. YATES
PRESIDENT
PEYTON YATES
EXECUTIVE VICE PRESIDENT
RANDY G. PATTERSON
SECRETARY
DENNIS G. KINSEY
TREASURER

February 4, 2000

Oil Conservation Division
2040 South Pacheco St.
Santa Fe, NM 87505

Dear Sir/Madam:

Pursuant to the rules established by the State of New Mexico under 19 NMAC 15.A.34 pertaining to "New Well Tax Incentive", Yates Petroleum Corporation does hereby submit an original plus two copies of Form C-142 "Application for New Well Status" for the following well. These forms are being submitted for your approval and designation of this well as a "New Well" for purposes of the New Well Tax Incentive.

1. Getty PS 17 #2, API Number: 30-005-63208

Should you have any questions or require additional information, please feel free to give me a call at (505) 748-4344.

Sincerely,

A handwritten signature in cursive script that reads 'Dennis P. Maupin'.

Dennis P. Maupin
Tax Department Assistant Manager

enclosures