

MEMO TO: David Catanach

FROM: Chris Williams *CW*

DATE: June 17, 1997

RE: FAGADAU, Coy Lowe SWD #1-E, Sec. 7, T13S, R38E

It has come to our attention that a string of 2 7/8 inch tubing has been run and cemented to surface in the above referenced salt water disposal well.

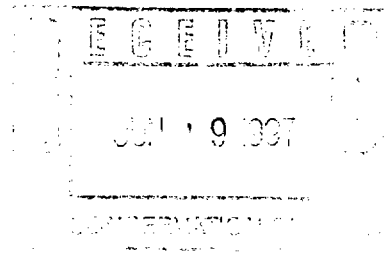
Please notify us of any special requirements to be initiated for testing the integrity of the well.

Enclosed is a copy of the sheet with information on the bradenhead test conducted March 3, 1997.

The operator can be reached at:

FAGADAU Energy Corporation  
2323 Bryan Street, Suite 1770  
Dallas, Texas 75201

Phone: (214) 754-5908



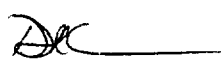


NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION  
2040 South Pacheco Street  
Santa Fe, New Mexico 87505  
(505) 827-7131

MEMORANDUM

TO: Chris Williams

FROM: David Catanach 

RE: FAGADAU, Coy Lowe SWD No. 1-E  
Section 7, T-13S, R-38E

As per your request dated June 17, 1997, I have conducted some research on this well. Enclosed find a letter written to me by Atapco, the previous operator, dated August 23, 1995. In this letter, Atapco presented the Division with four options to repair their well. They apparently decided on Option No. 3, which included running an annual tracer survey. If we have not already done so, we should inform the new operator that an annual tracer survey will be required for continued operation on this well. In addition, the operator should be required to run a mechanical integrity pressure test on the tubing on the regular five year cycle.

If I can be of further assistance, please advise.

ATTN: David Catanach  
State of New Mexico  
Energy, Minerals and Natural Resources Department

DISTRICT I

P.O. Box 1980, Hobbs NM 88240

DISTRICT II

P.O. Drawer DD, Artesia NM 88210

DISTRICT III

1000 Ric Brazos Rd., Aztec NM 87410

**OIL CONSERVATION DIVISION**

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

WELL API NO. 30-015-22893

5. Indicate Type of Lease

State ☒

FEE ☐

6. State Oil & Gas Lease No.

B-1111

SUNDY 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

GAS

WELL

WELL ☒

OTHER

2. Name of Operator

Yates Petroleum Corporation

3. Address of Operator

105 South 4th., Artesia, NM 88210

4. Well Location

Unit Letter G

1980

Feet From The

NORTH

Line and

1980

Feet From The

EAST

Line

Section 22

Township T17S

Range R28E

NMPM

EDDY

COUNTY

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

3592' GR

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK

PLUG AND ABANDON

TEMPORARILY ABANDON

CHANGE PLANS

PULL OR ALTER CASING

OTHER

T/A for future use as SWD

SUBSEQUENT REPORT OF:

REMEDIAL WORK

ALTERING CASING

COMMENCE DRILLING OPNS.

PLUG AND ABANDONMENT

CASING TEST AND CEMENT JOB

OTHER

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.

Yates Petroleum Corporation respectfully requests permission to change this well from a SWD back to a producing well. We also request to temporarily abandon for future use as a SWD as follows:

MIRU WSU - Install BOP & other safety equipment as needed.

POH w/ tubing & packer. TIH to see if A RH RBP is set @ 6704'. POH, lay down tubing.

RU wireline to run 5-1/2" CIBP; set CIBP @ 6510', dump 35' of cement on top of CIBP.

Load casing w/ 2% KCL water & NU wellhead.

Notify the OCD 24 hrs in advance so they can witness pressure test. Will pressure test casing to 900 psi for 30 minutes using a pump w/ a chart recorder.

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

SIGNATURE

*Donna Clack*

TITLE

Operations Technician

DATE

3/19/02

TYPE OR PRINT NAME

DONNA CLACK

TELEPHONE NO.

505-748-1471

(This space for State Use)

APPROVED BY

TITLE

*Wild Dog*

CONDITIONS OF APPROVAL, IF ANY

MAR 26 2002