

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

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Form C-103
 Revised March 25, 1999

WELL API NO.
 30-015-32510
 5. Indicate Type of Lease
 STATE FEE
 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 Drilling Company

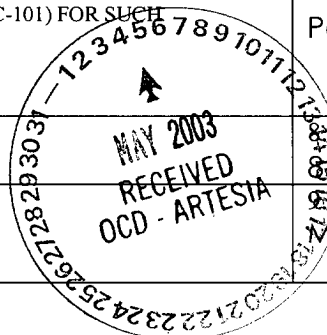
3. Address of Operator
 105 S. 4th Street, Artesia, NM 88210

4. Well Location
 Unit Letter 1 : 1650 feet from the South line and 660 feet from the East line
 Section 13 Township 20S Range 26E NMPM Eddy County

7. Lease Name or Unit Agreement Name:
 Pecos River Deep Unit

Well No.

Pool name or Wildcat
 McMillan Morrow



10. Elevation (Show whether DR, RKB, RT, GR, etc.)
 3304' 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: Perf and Stimulation <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 recompletion.

- 4/8/2003 RIH and perforated 10,445-10,451' (4 SPF - .41" holes).
- 4/9/2003 Acidized well with 1000 gals. 7.5% HCL. Dropped 50 - 7/8" Ball sealers and flushed with 41 bbls. 4% KCL.
- 4/10/2003 Set CIBP at 10,440'. Dumped 35' cement on CIBP (per approval of Gerry Guy, NMOCD).
- 4/13/2003 Set packer at 10,245.72'. Spotted 1000 gals. 10% Isosol acid in tbg. Pumped tbg. up to 7600 psi with nitrogen and perforated 10,322'-10,354' (4 SPF - .41" holes). Overflushed with 80,000 scm of nitrogen.
- 4/22/2003 Acidized with 2500 gals. 10% NEFE acid with nitrogen. Flowed well back and shut-in.

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

SIGNATURE Karen J. Leishman TITLE Engineering Tech. DATE 5/5/2003

Type or print name Karen J. Leishman Telephone No. 505-748-8463
 (This space for State use)

APPROVED BY Accepted for record TITLE _____ DATE MAY 09 2003
 Conditions of approval, if any: