STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION RECEIVED N 48. SF COPIES BELEIVED Form C-103 . DISTRIBUTION P. O. BOX 2088 Revised 10-1-78 SANTA FE SANTA FE, NEW MEXICO 87501 API #30-005-62644 FILE Sa. Indicate Type of Lease DEC 19'88 State X U.S.Q.S. LAND OFFICE 5. State Oil & Gas Leasn No. O. C. D. MOTARREO LG 8138 ARTESIA OFFICE SUNDRY NOTICES AND REPORTS ON WELLS THIS FORM FOR PROPOSALS TO DRILL OF TO DEFPEN OF PLUG BACK TO A DIFFERENT RESERVOIR. THE PAPPLICATION FOR PERMIT -- FORM C-1011 OF SUCH PROPOSALS. 7. Unit Agreement Name Hard as Nails State Unit WELL [8. Farm or Lease Hame 2. Name of Operator Hard as Nails State Unit Yates Petroleum Corporation 9. Well No. 105 South 4th St., Artesia, NM 88210 10. Field and Pool, or Wildcat 4. Location of Well South Pecos Slope Abo 660 FEET FROM THE North __ TOWNSHIP ____9S 15. Elevation (Show whether DF, RT, GR, etc.) 12. County 3800.5' GR Chaves Check Appropriate Box To Indicate Nature of Notice, Report or Other Data SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: ALTERING CASING REMEDIAL WORK PLUG AND ABANDON WEREARD BENEDIAL WORK PLUG AND ABANDONME TEMPORABILY ABANDON CASING TEST AND CEMENT JOB CHANGE PLANS OTHER Production Casing, Perforate, Treat 17. 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. TD 5100'. Reached TD 12:45 PM 12-9-88. Ran 122 joints 4-1/2" 9.5# J-55 ST&C casing, set 5100'. Regular guide shoe set 5100', float collar set 5058'. Cemented w/500 gals Excello Gel, 500 gals SureBond, 400 sx 65/35 "C" Poz II, .7% CF-1, 1/4# Celloseal and 5#/sx salt (yield 1.39, weight 14.2). PD 7:15 PM 12-10-88. Bumped plug to 1500 psi, released pressure, float and casing held okay. WOC 18 hrs. Perforated 4813-26' w/26 .42" holes (2 SPF). Acidized perforations 4813-26' w/1000 gals 7½% acid and ball sealers. Frac'd perforations 4813-26' w/40000 gals gelled 2% KCL water and 70000# 20/40 sand. is. I hereby certify that the information above is true and complete to the best of my knowledge and belief. Production Supervisor DATE 12-16-88

DEC 2 7 1988

Original Signed By Mike Williams_