Submit 3 Copies
to Appropriate
District Office

State of New Mexico
E...gy, Minerals and Natural Resources Department.

Form C-103
Revised 1-1-89

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
RECEIVED

APR 25 '89

WELL API NO.

5. Indicate Type of Lease
STATE [X]   FEE [ ]

6. State Oil & Gas Lease No.
LG-4911

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... OFFICE (FORM C-101) FOR SUCH PROPOSALS.)

7. Lease Name or Unit Agreement Name

Cactus Flower State Unit

1. Type of Well:
OIL WELL [X]   GAS WELL [ ]   OTHER

2. Name of Operator
Yates Petroleum Corporation ✓

3. Address of Operator
105 South Fourth Street - Artesia, N.M. 88210

8. Well No.
2

9. Pool name or Wildcat
Wildcat San Andres

4. Well Location

Unit Letter F : 2310 Feet From The North Line and 2310 Feet From The West Line

Section 19 Township 8 South Range 27 East NMPM Chaves County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)
3978.5' GR

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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK [ ]	PLUG AND ABANDON [ ]	REMEDIAL WORK [ ]	ALTERING CASING [ ]
TEMPORARILY ABANDON [ ]	CHANGE PLANS [ ]	COMMENCE DRILLING OPNS. [ ]	PLUG AND ABANDONMENT [ ]
PULL OR ALTER CASING [X]		CASING TEST AND CEMENT JOB [ ]	
OTHER:_____ [ ]		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.

While drilling Yates encountered fresh water at 245' and could not bail down. Tim Bussell, Yates Petroleum Corporation got verbal permission from Mike Williams, New Mexico Oil Conservation Division, on 4-25-89 to change our setting depth of our casing. Will set 8 5/8" casing to 350' and cemnet with approximately 350 sacks circulating cement to surface.

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

SIGNATURE _Clifton R. May_   TITLE Permit Agent   DATE 4/25/89

TYPE OR PRINT NAME Clifton R. May, Permit Agent   TELEPHONE NO. 748-1471

(This space for State Use)

Original Signed By
Mike Williams

APR 2 5 1989

APPROVED BY_____   TITLE _____   DATE _____

CONDITIONS OF APPROVAL, IF ANY: