State of New Mexico
Energy, ...inerals 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

WELL API NO.
30-005-63039

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

6. State Oil & Gas Lease No.
LG-2463

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.)

7. Lease Name or Unit Agreement Name

Papalote OI State Com

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

8. Well No.
5

2. Name of Operator
YATES PETROLEUM CORPORATION

9. Pool name or Wildcat
Pecos Slope Abo

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 __27__   Township __7S__   Range __25E__   NMPM   __Chaves__   County

10. Elevation *(Show whether DF, RKB, RT, GR, etc.)*
3682' 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: _____ [ ]

SUBSEQUENT REPORT OF:

REMEDIAL WORK [ ]   ALTERING CASING [ ]

COMMENCE DRILLING OPNS. [ ]   PLUG AND ABANDONMENT [ ]

CASING TEST AND CEMENT JOB [ ]

OTHER: Resume drilling, surface casing & [X]
cement

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 17-1/2" hole with rotary tools at 8:00 PM 1-30-95.

TD 831'. Reached TD at 11:00 PM 2-2-95. Ran and landed 18 joints of 13-3/8" 54.5#
8rd J-55 ST&C (815.06') of casing landed at 827' (15' landing joint). 1-Texas Pattern
notched guide shoe set at 827'. Insert float set at 782.80'. Cemented with 150 sacks
"H", 12% thixad, 1/4#/sack celloseal, 5#/sack gilsonite and 3% CaCl2 (yield 1.18 ,
weight 15.8) and 300 sacks Pacesetter Lite C, 1/4#/sack celloseal, 5#/sack gilsonite and
3% CaCl2 (yield 1.98, weight 12.7). Tailed in with 250 sacks "C" with 2% CaCl2 (yield
1.32, weight 14.8). PD 6:30 AM 2-3-95. Bumped plug to 1000 psi, float did not hold.
Circulated 150 sacks. WOC. Drilled out at 12:30 AM 2-4-95. WOC 17 hours. Reduced
hole to 12-1/4". Resumed drilling. NOTE: Backed out landing joint and screw in drilling
nipple. Cement job witnessed by Gary Robinson w/OCD - Artesia.

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

SIGNATURE _____   TITLE Production Clerk   DATE 2-8-95

TYPE OR PRINT NAME Rusty Klein

TELEPHONE NO. 505/748-1471

(This space for State Use)

ORIGINAL SIGNED BY TIM W. GUM
DISTRICT II SUPERVISOR

FEB 1 4 1994

APPROVED BY _____   TITLE _____   DATE _____

CONDITIONS OF APPROVAL, IF ANY: