

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.
30-005-63285

5. Indicate Type of Lease
STATE ☒ FEE ☐

6. State Oil & Gas Lease No.
V0-5659

7. Lease Name or Unit Agreement Name
Canner AUF State

8. Well No.
1

9. Pool name or Wildcat
Undesignated Wolfcamp

10. Elevation (Show whether DF, RKB, RT, GR, etc.)
3701' GR

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 PETROLEUM CORPORATION

3. Address of Operator
105 South 4th St., Artesia, NM 88210

4. Well Location
Unit Letter M : 660 Feet From The South Line and 660 Feet From The West Line
Section 30 Township 10S Range 27E NMMPM Chaves County

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: Spud, conductor, resume drilling, surface casing & 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.

Spudded a 20" hole with rat hole machine at 1:30 PM 1-21-2001. Drilled to 40' and set 40' of 16" conductor pipe. Cemented to surface. Resumed drilling a 14-3/4" hole with rotary tools at 8:00 AM 1-23-2001. Lost circulation at 59'. Dry drilled to 114'. Cut window in conductor pipe and pumped 10 yards of ready-mix. WOC. NOTE: Notified Mike Stubblefield w/OCD-Artesia of resuming drilling.

TD 607'. Reached TD at 6:15 PM 1-24-2001. Ran 14 joints of 11-3/4" 42# H-40 (635.29') of casing set at 607'. 1-Texas Pattern notched guide shoe set at 607'. Insert float set at 560'. Cemented with 280 sacks Poz C (65-35), 6% D-20, 2% S1, 1/4#/sack D-29 (yield 1.99, weight 12.6). Tailed in with 200 sacks "C" with 2% CaCl2 (yield 1.32, weight 14.8). PD 12:30 PM 1-24-2001. PD 12:30 AM 1-25-2001. Cement did not circulate. Did not land plug. WOC 5 hours and ran Temperature Survey and found top of cement at 60'. Ready-mixed to surface with 5 yards of Ready-Mix (per Mike Stubblefield w/OCD-Artesia). WOC. Cut off & welded on flow nipple. Drilled out at 8:30 PM 1-25-2001. WOC 20 hours. Reduced hole to 11". Resumed drilling.

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

SIGNATURE Rusty Klein TITLE Operations Technician DATE March 30, 2001

TYPE OR PRINT NAME Rusty Klein TELEPHONE NO. 505/748-1471

(This space for State Use)

SUPERVISOR, DISTRICT II

APPROVED BY _____ TITLE _____ DATE MAR 30 2001

CONDITIONS OF APPROVAL, IF ANY: