

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

Form C-103
 Revised March 25, 1999

WELL API NO.
30-005-63398

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 Petroleum Corporation

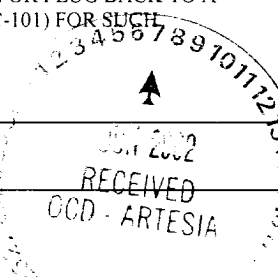
3. Address of Operator
105 S. 4th Street Artesia, NM 88210

4. Well Location
 Unit Letter **N** : **660** feet from the **South** line and **1980** feet from the **West** line
 Section **35** Township **9S** Range **26E** NMPM **Chaves** County

7. Lease Name or Unit Agreement Name:
Dallas AUE State

7. Well No.
3

8. Pool name or Wildcat
Wildcat Precambrian



10. Elevation (Show whether DR, RKB, RT, GR, etc.)
3832' 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: Perforate and Acidize <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 recompilation.

5/31/02-6/02/02 – Perforated Basement zone with 2 JSPF from 6480'-6492' (26 holes) and 6590'-6604' (30 holes). Acidized with 700 gals IC HCL acid with non-ionic surfactants.
 6/03/02 – Acidize perms 6480'-6492' with 600 gals of 7-1/2" IC HCL.

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

SIGNATURE Jina Huerta TITLE Regulatory Compliance Supervisor DATE June 5, 2002

Type or print name Jina Huerta Telephone No. 505-748-1471
 (This space for State Use)

APPROVED BY [Signature] ORIGINAL SIGNED BY TIM W. GUM DATE JUN 19 2002
 DISTRICT II SUPERVISOR

Conditions of approval, if any: