

Submit 3 Copies  
to Appropriate  
District Office

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-103  
Revised 1-1-89

137

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

OIL CONSERVATION DIVISION  
P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

WELL API NO. 30-015-23610
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name North Carlsbad OK Com
8. Well No. 1
9. Pool name or Wildcat Happy Valley Strawn
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3131' GR

SUNDRY NOTICES AND REPORTS ON WELLS  
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR TO 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 B : 660 Feet From The North Line and 1650 Feet From The East Line

Section 26 Township 21S Range 26E NMPM Eddy County

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

<p>NOTICE OF INTENTION TO:</p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/></p> <p>TEMPORARILY ABANDON <input type="checkbox"/></p> <p>PULL OR ALTER CASING <input type="checkbox"/></p> <p>OTHER: _____ <input type="checkbox"/></p>	<p>SUBSEQUENT REPORT OF:</p> <p>PLUG AND ABANDON <input type="checkbox"/></p> <p>CHANGE PLANS <input type="checkbox"/></p> <p>OTHER: _____ <input type="checkbox"/></p>	<p>REMEDIAL WORK <input type="checkbox"/></p> <p>COMMENCE DRILLING OPNS. <input type="checkbox"/></p> <p>CASING TEST AND CEMENT JOB <input type="checkbox"/></p> <p>OTHER: Frac perforations <input checked="" type="checkbox"/></p>	<p>ALTERING CASING <input type="checkbox"/></p> <p>PLUG AND ABANDONMENT <input type="checkbox"/></p>
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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.

5-11-96 - Moved in and rigged up pulling unit.  
 5-14-96 - Bled well down. Loaded tubing with 2% KCL water. Nippled down wellhead and installed BOP. Unset packer. Dropped down and unset RBP. TOOH with 2-3/8" tubing, packer and RBP. Hydrotested tubing back in hole with RBP, packer. Tested to 7500 psi. Set RBP at 10006' and tested to 3000 psi. Pulled up and set packer at 9721'. Removed BOP and nipped up wellhead. Loaded annulus with 2% KCL water and tested annulus to 1000 psi.  
 5-15-96 - Installed tree saver. Frac'd perforations 9921-9925' with 22650 gallons 35# crosslink gel, 57 tons CO2 and 51000# 20-40 Optiprop. Removed tree saver. Opened well for 30 minutes. Shut in for 2-1/2 hours. Opened well to flow back.  
 5-16-96 - Continue flowing back.  
 5-17-96 - Loaded tubing with 2% KCL water. Nippled down wellhead and installed BOP. Unset packer. TOOH with tubing & packer. TIH with retrieving tool & tubing. Reversed 18' of sand off RBP at 10006'. Unset RBP. TOOH with tubing & RBP. TIH with packer &

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 May 21, 1996

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

CONTINUED ON NEXT PAGE:

(This space for State Use) ORIGINAL SIGNED BY TIM W. GUM DATE MAY 28 1996  
 DISTRICT II SUPERVISOR

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_

CONDITIONS OF APPROVAL, IF ANY: