

Submit 3 Copies to Appropriate District Office

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

dist DP

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

MAR 18 1992

WELL API NO. 30-015-26875
5. Indicate Type of Lease STATE [X] FEE []
6. State Oil & Gas Lease No. V-2705
7. Lease Name or Unit Agreement Name Graham AKB State
8. Well No. 1
9. Pool name or Wildcat Und. Lost Tank Delaware
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3546' GR

SUNDRY NOTICES AND REPORTS ON WELLS C. D. (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 [X] 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 A : 660 Feet From The North Line and 330 Feet From The East Line
Section 2 Township 22S Range 31E NMPM Eddy 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: Perforate, Treat [X]

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.
3-8-92. Perforated and treated 6754-8262' w/68 - .42" holes (2 SPF) as follows:
Zone 1) 8214, 17, 19, 34, 40, 54 and 8262' (14). Acidized perfs w/750g. 7 1/2% NEFE. Frac perfs w/3000g. 35# linear pad, 14500g. 35# XL gel w/30000# 20/40 sand.
Zone 2) 8083, 86, 89, 8114, 15, 22, 23, 35 and 8136' (18). Acidized perfs w/1000g. 7 1/2% NEFE. Frac w/3000g. 35# linear pad, 14500g. XL gel w/36000# 20/40 sand.
Zone 3) 7991, 92, 95, 99, and 8001' (10). Acidized perfs w/500g. 7 1/2% NEFE.
Zone 4) 6994, 7001, 05, 07, 16, 21, 26, 27, and 7033' (18). Acidized perfs w/1000g. 7 1/2% NEFE, Frac w/3000g. 35# linear pad, 15000g. 35# XL gel w/40000# 16/30 sand.
Zone 5) 6754, 56, 57 and 6761' (8). Acidized w/500g. 7 1/2% NEFE. Frac w/1500g. 35# linear pad, 7250g. XL gel w/18000# 20/40 sand.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.
SIGNATURE: Juanita Goodlett TITLE: Production Supervisor DATE: 3-16-92
TYPE OR PRINT NAME: Juanita Goodlett TELEPHONE NO. 505/748-1471

(This space for State Use) ORIGINAL SIGNED BY MIKE WILLIAMS SUPERVISOR, DISTRICT II TITLE: DATE: APR 10 1992
APPROVED BY: CONDITIONS OF APPROVAL, IF ANY: