Submit 3 Copies to Appropriate

CONDITIONS OF APPROVAL, IF ANY:

State of New Mexico Form C-103 Energy, N. .arais and Natural Resources Department Revised 1-1-89 District Office OIL CONSERVATION DIVISION WELL API NO. P.O. Box 1980, Hobbs, NM 88240 P.O. Box 2088 Santa Fe, New Mexico 87504-2088 30-025-31018 DISTRICT II P.O. Drawer DD, Artesia, NM 88210 5. Indicate Type of Lease STATEXX FEE DE 35 LOG 6. State Oil & Gas Lease No. 1000 Rio Brazos Rd., Aztec, NM 87410 V-2722 SUNDRY NOTICES AND REPORTS ON WELLS, (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OF PLUG BACK TO A 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMITTIAL CALL (FORM C-101) FOR SUCH PROPOSALS.) 1. Type of Well: GAS WELL METT XX Remuda State Unit OTHER Name of Operator 8. Well No. YATES PETROLEUM CORPORATION 9. Pool name or Wildcat 3. Address of Operator 105 South 4th St., Artesia, NM 88210 4. Well Location 1980 660 North _ Feet From The Feet From The Line Line and Unit Letter 33E 10S Lea County Township Range **NMPM** Section 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 4199' GR Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11. NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: ALTERING CASING PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK PLUG AND ABANDONMENT TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS CASING TEST AND CEMENT JOB **PULL OR ALTER CASING** OTHER: OTHER: 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. CORRECT WELL NAME TO REMUDA STATE UNIT #2. Spudded 24" hole 9:30 AM 10-8-90 with rathole. Set 40' of 20" conductor. Redi-mix to surface. Notified NMOCD, Hobbs, NM of spud. Resumed drilling 12-1/4" hole 9:30 AM 10-9-90. Ran 44 joints 24# J-55 ST&C casing set 1890'. Guide shoe set 1890', insert float set 1846'. Cemented w/700 sx Lite Plus w/1/4#/sx Flocele, 5#/sx Gilsonite and 3% CaCl2 (yield 1.86, wt 12.7). Followed w/200 sx Class C w/2% CaCl2 (yield 1.32, wt 14.8). PD 8:00 PM 10-11-90. Bumped plug to 750 psi, float held okay. Circulated 130 sx to pit. WOC. Drilled out 5:45 PM 10-12-90. WOC 21 hrs and 45 minutes. NU and tested to 1000 psi for 30 minutes, OK. Reduced hole to 7-7/8". Resumed drilling.

I hereby cartify that the information above is true and complete to the best of my knowledge and belief. mme Production Supervisor 10-19-90 SIGNATURE TELEPHONE NO. 505/748-1 Juanita Goodlett TYPE OR PRINT NAME (This space for State Use) ORIGINAL SECRETORS SY JACKS (TO A 1076) Phylical Later and APPROVED BY