State of New Mexico Form C-103 Submit 3 Copies Energy, Minerals and Natural Resources Department Revised 1-1-89 to Appropriate District Office OIL CONSERVATION DIVISION DISTRICTI WELL API NO. P.O. Box 1980, Hobbs, NM 88240 P.O. Box 2088 30-025-33969 Santa Fe. New Mexico 87504-2088 DISTRICT II 5. Indicate Type of Lease P.O. Drawer DD, Artesia, NM 88210 STATE X FEE L DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 6. State Oil & Gas Lease No. VA-0621 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 1. Type of Well: Mescalero ARL State WELL X WELL OTHER 8. Well No. 2. Name of Operator YATES PETROLEUM CORPORATION 9. Pool name or Wildcat 3. Address of Operator 105 South 4th St., Artesia, NM 88210 Mescalero Cisco Northeast 4. Well Location _ Line and __ 330 P : 330 Feet From The South _ Feet From The _ East Line Lea 10S 32E County Range Section Township 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 4230' GR Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11. SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: ALTERING CASING PLUG AND ABANDON REMEDIAL WORK PERFORM REMEDIAL WORK PLUG AND ABANDONMENT COMMENCE DRILLING OPNS. CHANGE PLANS **TEMPORARILY ABANDON** CASING TEST AND CEMENT JOB **PULL OR ALTER CASING** OTHER Set conductor pipe 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. 8-9-97 - Drilled from 25' to 40'. Reamed 12-1/4" hole to 20" hole from surface to 40'. Set 40' of 16" conductor pipe. Cemented to surface. NOTE: Notified OCD-Hobbs answering service.

i hereby certify that the information above is true and complete to the best of my knowled	ge and belief. ππ.εOperations Technician	DATE _Aug. 21, 1997
TYPEOR PRINT NAME Rusty Klein		TELEPHONE NO. 505/748-147
(This space for State Use) ORIGINAL SIGNED BY CHRIS WILLIAMS DISTRICT I SUPERVISOR	777 8	DATE

CONDITIONS OF APPROVAL, IF ANY: