

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

WELL API NO. 30-025-28137
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V-644
7. Lease Name or Unit Agreement Name Paloma WW State
8. Well No. 1
9. Pool name or Wildcat South Baum Wolfcamp

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 <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>	2. Name of Operator YATES PETROLEUM CORPORATION
3. Address of Operator 105 South Fourth Street - Artesia, NM 88210	4. Well Location Unit Letter <u>F</u> : <u>1980</u> Feet From The <u>North</u> Line and <u>1980</u> Feet From The <u>West</u> Line Section <u>3</u> Township <u>14S</u> Range <u>33E</u> NMPM Lea County
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 4236.1' 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"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
OTHER: Acidize existing perfs in Bough & WC <input checked="" type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER: <input type="checkbox"/>

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.

Propose to acidize Bough and Upper Wolfcamp zones as follows:

1. POOH with rods, tubing and pump.
2. RIH w/tubing, RBP and packer.
3. Set RBP at 9925'± and test. Set packer at 9825'±. Acidize perforations 9845-9886' with 1300 gallons 15% NEFE with scale inhibitor and ball sealers down tubing.
4. Set RBP at 9825'± and test. Set packer at 9680'±. Acidize perforations 9737-9806' with 2700 gallons 15% NEFE acid with scale inhibitor and ball sealers down tubing.
5. Set RBP at 9925'± and packer at 9680'±. Swab perforations 9737-9806' and 9845-9886' to test.
6. Set RBP at 9280'±. POOH with tubing and packer.
7. Perforate Upper Wolfcamp with 20 holes as follows: 9156, 57, 58 & 9159' (8 holes) and 9206, 07, 09, 10, 11 & 9213' (12 holes).
8. RIH w/tubing, RBP and packer. Set RBP at 9260'± and test. Spot 1 barrel 15% NEFE acid across perforations 9206-9213'. Pull packer to 9180'±. Acidize perfs. 9206-13' with 2000 gallons 15% NEFE acid with scale inhibitor and ball sealers down tubing.

CONTINUED

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

SIGNATURE Rusty Klein TITLE Production Clerk DATE 6-16-94
TYPE OR PRINT NAME Rusty Klein 505-748-1471
TELEPHONE NO.

(This space for State Use)

APPROVED BY _____ TITLE _____ DATE _____

JUN 20 1994

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

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

WELL API NO. 30-025-28137
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V-644
7. Lease Name or Unit Agreement Name Paloma WW State
8. Well No. 1
9. Pool name or Wildcat South Baum Wolfcamp
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 4236.1' GR

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 <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>	2. Name of Operator YATES PETROLEUM CORPORATION
3. Address of Operator 105 South Fourth Street - Artesia, NM 88210	4. Well Location Unit Letter F : 1980 Feet From The North Line and 1980 Feet From The West Line Section 3 Township 14S Range 33E NMPM Lea County

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data
NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	OTHER: Perforate and acidize <input checked="" type="checkbox"/>

SUBSEQUENT REPORT OF:

REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
CASING TEST AND CEMENT JOB <input type="checkbox"/>	OTHER: <input type="checkbox"/>

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.

9. Set RBP at 9180'± and test. Spot 1 barrel 15% NEFE acid across perforations 9156-9159'. Pull packer to 9100'±. Acidize perforations 9156-9159' with 2000 gallons 15% NEFE acid with scale inhibitor and ball sealers down tubing.
10. Set RBP at 9260'± and packer at 9100'±. Swab perforations 9156-9213' to test.
11. Set RBP at 9100'±. POOH with tubing and packer.
12. Perforate Upper Wolfcamp with 8 holes as follows: 9038, 39, 40 & 9041' (2 SPF).
13. RIH with tubing and packer. Spot 1 barrel 15% NEFE acid across perforations 9038-9041'. Set packer at 8970'±. Acidize perforations 9038-9041' with 2000 gallons 15% NEFE acid with scale inhibitor and ball sealers down tubing.
14. Swab perforations 9038-9041' to test.
15. Pull RBP's to 9100'± and 9280'±.
16. Put on pump.

NOTE: WILL BE COMMINGLED

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

SIGNATURE Rusty Klein TITLE Production Clerk DATE 6-16-94
TYPE OR PRINT NAME Rusty Klein 505-748-1471
TELEPHONE NO.

(This space for State Use)

APPROVED BY _____ TITLE _____ DATE _____

JUN 20 1994