

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. 30-025-28326
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. K-6444
7. Lease Name or Unit Agreement Name Hanladdie WR State
8. Well No. 3
9. Pool name or Wildcat Saunders Permo Upper Penn
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 4221.2' 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 4th St., Artesia, NM 88210	4. Well Location Unit Letter <u>F</u> : <u>2310</u> Feet From The <u>North</u> Line and <u>2310</u> Feet From The <u>West</u> Line Section <u>16</u> Township <u>14S</u> Range <u>33E</u> NMPM Lea County
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 4221.2' GR	

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> OTHER: <u>Perforate & acidize Bough D & E</u> <input checked="" type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> COMMENCE DRILLING OPNS. <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 perforate and acidize Bough D & E and put well on pump as follows:

1. RIH and tag TD. NOTE: Proposed lower perfs are close to PBTD at 10124'.
2. POOH with rods, pump and tubing.
3. Perforate Bough E as follows: 10086, 87, 90, 91, 10109, 110 & 10111' (7 holes - 1 SPF).
4. RIH with tubing and packer. Set packer at 10050'±. Acidize perforations 10086-10111' with 1800 gallons 15% NEFE acid with scale inhibitor and ball sealers.
5. Swab test.
6. RIH with tubing, packer and RBP. Set RBP at 10060' and test RBP.
7. Perforate Bough D as follows: 9976, 78, 79, 92, 93, 98, 99, 10014, 15, 23, 24 & 10025' (12 holes - 1 SPF).
8. RIH with tubing and packer. Set packer at 9960'±. Acidize perforations 9976-10025' with 3000 gallons 15% NEFE acid w/scale inhibitor & ball sealers. Swab test.
9. POOH with tubing, packer & RBP. Put well on pump.

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 4-27-95
TYPE OR PRINT NAME Rusty Klein TELEPHONE NO. 505/748-1471

(This space for State Use) ORIGINAL SIGNED BY JERRY SEXTON
DISTRICT I SUPERVISOR

MAY 04 1995

APPROVED BY _____ TITLE _____ DATE _____
CONDITIONS OF APPROVAL, IF ANY:

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