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 WELL API NO. P.O. Box 1980, Hobbs, NM 88240 P.O. Box 2088 30-025-30648 Santa Fe, New Mexico 87504-2088 DISTRICT II 5. Indicate Type of Lease P.O. Drawer DD, Artesia, NM 88210 STATE X FEE DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 6. State Oil & Gas Lease No. V-1876SUNDRY 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.) Drover State Unit 1. Type of Well: GAS WELL WELL X 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 Williams Penn 4. Well Location Feet From The South East 990 Feet From The Line Line and Unit Letter 32E Lea 13S County **NMPM** Township Range Section 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 4331.5' GR Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11. NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: ALTERING CASING REMEDIAL WORK PLUG AND ABANDON PERFORM REMEDIAL WORK COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT **CHANGE PLANS** TEMPORARILY ABANDON CASING TEST AND CEMENT JOB **PULL OR ALTER CASING** OTHER: Perforate, Treat 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. TD 11525' 9-21-89. Perforated 11087-94' w/15 .42" holes. Acidized perforations 11087-94' w/2500 gals 7½% Morrow Type acid with ball sealers. 9-25-89. Swabbed tested and flowed well. 9-27-89. Shut well in for 72-hour buildup. 10-17-89. Frac'd perforations 11087-94' w/40000 gals 70 Quality CO2 Foam and 40000# 20/40 Recovering load. sand. I hereby certify that the information above is true and complete to the best of my knowledge and belief.

TIME Production Supervisor DATE 10-18-89 wollett SKINATURE TELEPHONE NO. 505/748-1471 Juanita Goodlett TYPE OR PRINT NAME Eddie W. Seav (This space for State Use) OCT 2 0 1989 Oil & Gas Inspector DATE APPROVED BY

CONDITIONS OF APPROVAL, IF ANY: