

Submit 3 Copies  
to Appropriate  
District Office

State of New Mexico  
Geology, Minerals and Natural Resources Department.

Form C-103  
Revised 1-1-89

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

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|---|
| WELL API NO.<br>30-025-33275  |
| 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.<br>VA-0357   |
| 7. Lease Name or Unit Agreement Name<br>Papalotes Unit  |
| 8. Well No.<br>1  |
| 9. Pool name or Wildcat<br>Wildcat Morrow   |

|  |  |
|--|--|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(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:<br>OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>  |  |
| 2. Name of Operator<br>YATES PETROLEUM CORPORATION   |  |
| 3. Address of Operator<br>105 South 4th St., Artesia, NM 88210   |  |
| 4. Well Location<br>Unit Letter <u>I</u> : <u>1960</u> Feet From The <u>South</u> Line and <u>330</u> Feet From The <u>East</u> Line<br>Section <u>34</u> Township <u>14S</u> Range <u>34E</u> NMPM Lea County |  |
| 10. Elevation (Show whether DF, RKB, RT, GR, etc.)<br>4092' 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: <input type="checkbox"/>   | PLUG AND ABANDONMENT <input type="checkbox"/>                  |
|   | CASING TEST AND CEMENT JOB <input type="checkbox"/>            |
|   | OTHER: Perforate & acidize <input checked="" 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.

CONTINUED FROM PREVIOUS PAGE:

13250'. Reversed 5 bbls. Set packer. Break down perforations. Put away 8 bbls acid. Bled off. Nipped down BOP. Nipped up tree. Tested casing to 500 psi. Swabbing. 6-6-96 - Flared to pit. Swabbed. Rigged up tree saver. Acidized perforations 13315-13358' (Morrow) with 2500 gallons 10% double inhibited iron control HCL acid with 1500 scf/bbl N2 and ball sealers. Nipped down tree saver. Flowing to pit for cleanup. 6-7-96 - Swabbed. Loaded tubing. Released packer. Nipped up BOP. Run 4 joints tubing. Circulated ball sealers off RBP. Released RBP. Pulled 30 stands. Shut down due to high winds.

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

SIGNATURE

*Rusty Klein*

TITLE Operations Technician

DATE June 7, 1996

TYPE OR PRINT NAME

Rusty Klein

TELEPHONE NO. 505/748-14

(This space for State Use)

APPROVED BY

TITLE

DATE

CONDITIONS OF APPROVAL, IF ANY: