

Submit 3 Copies  
to Appropriate  
District Office

State of New Mexico  
Energy, 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

WELL API NO. 30-025-01909
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.

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 type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER	7. Lease Name or Unit Agreement Name York ARQ
2. Name of Operator YATES PETROLEUM CORPORATION	8. Well No. 1
3. Address of Operator 105 South 4th St., Artesia, NM 88210	9. Pool name or Wildcat Kemnitz Morrow
4. Well Location Unit Letter 0 : 660 Feet From The South Line and 1980 Feet From The East Line Section 12 Township 16S Range 34E NMPM Lea County	10. Elevation (Show whether DF, RKB, RT, GR, etc.) 4068' 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: Re-entry <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.

4-16-98 - Scraped off location. Dug out cellar and dry hole marker. Welded on 22" X 5K slip on wellhead on 8-5/8" casing stub.  
4-17-98 - Moving in and rigging up rotary tools. Installed cellar and dug reserve pits.  
4-18-98 - Rigging up rotary tools. Dug rat and mouse holes.  
4-19-98 - Finished rigging up rotary tools. Nippled up BOP and tested to 5000#. Daywork operations began at 12:00 AM 4-19-98.  
4-20-98 - TD 4604'. Drilling cement stringers. Nippled up flowline and choke lines. Picked up kelly, changed upper and lower valves. Drilled cement plug at surface. Picked up drill collars and drill pipe. Installed rotating head rubber and circulated. Picked up drill pipe. TIH and tagged up at 3777'. Washed from 3670-3830'. Tested casing to 1800#, OK. Washed from 3830-4604'. NOTE: Resumed drilling at 4:30 PM 4-19-98.  
4-21-98 - TD 10454'. TIH with drillpipe. Made 5850' in 15-1/2 hours. TIH with drill pipe from 4604-7900'. Washed from 7872-7996' (tag plug at 7900' - fell out of plug at 7960'). Picked up drill pipe. TIH from 7996-9229'. Washed from 9195-9624' (tag plug at 9229').

CONTINUED ON NEXT PAGE:

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 April 27, 1998  
TYPE OR PRINT NAME Rusty Klein TELEPHONE NO. 505/748-1471

(This space for State Use)

APPROVED BY CHRIS WILLIAMS  
SUPERVISOR

CONDITIONS OF APPROVAL, IF ANY: TITLE DATE