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State of New Mexico Form C-103 perals and Natural Resources Department Energy Revised 1-1-89 to Appropriate District Office OIL CONSERVATION DIVISION DISTRICT WELL API NO. P.O. Box 1980, Hobbs, NM 88240 P.O. Box 2088 30-025-02782 DISTRICT II Santa Fe, New Mexico 87504-2088 P.O. Drawer DD, Artesia, NM 88210 5. Indicate Type of Lease FEE X STATEL DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 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 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Type of Well: GAS X OIL. OTHER Shell Lusk ANB Com 2. Name of Operator & Well No. YATES PETROLEUM CORPORATION 3. Address of Operator 9. Pool name or Wildcat 105 South 4th St., Artesia, NM 88210 Undes. Townsend Morrow 4. Well Location Bottom Hole Location: 1650' FNL & 1980' FWL of Section 11-T16S-R35E rface: Unit Letter F : 1980 Feet From The North Line and ___1980 Feet From The West Line 11 16S **NMPM** Section Range Lea County Township 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3982' GR Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11. NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK **ALTERING CASING CHANGE PLANS** COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT **TEMPORARILY ABANDON** CASING TEST AND CEMENT JOB PULL OR ALTER CASING OTHER Resume drilling operations w/rotary OTHER: tools 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. Resumed drilling operations with rotary tools at 1:00 AM 9-14-97.

I hereby certify that the information above is true and complete to the best of my knowledge and be	lid.
SIGNATURE	Operations Technician Sept. 30, 1997
TYPEOR PRINT NAME Rusty Klein	TELEPHONE NO. 505/748-1471
(This space for State Veriginal, SMMED BY CHRIS WILLIAMS DISTRICT I SUPERVISOR	1 1 7 1997

DATE

CONDITIONS OF APPROVAL, IF ANY:

APPROVED BY --