District Office	State of New Mexico hergy, Minerals and Natural Resources Departs.	Form C-103 Revised 1-1-89
DISTRICT I P.O. Box 1980, Hobba, NM 88240 DISTRICT II	OIL CONSERVATION DIVISION P.O. Box 2088 Santa Fe, New Mexico 87504-2088	WELL API NO. 30-025-08578
P.O. Drawer DD, Artesia, NM 88210 DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410		S. Indicate Type of Lease STATE FEE & 6. State Oil & Gas Lease No.
(DO NOT USE THIS FORM FOR PRI DIFFERENT RESE	ICES AND REPORTS ON WELLS OPOSALS TO DRILL OF TO DEEPEN OF PLUG BACK TO A RVOIR. USE "APPLICATION FOR PERMIT" -101) FOR SUCH PROPOSALS.)	7. Lease Name or Unit Agreement Name
I. Type of Well: OIL OL OLS WELL X		
2. Name of Operator YATES PETROLEUM CORPOR	ATION	8. Well No.
3. Address of Operator 105 South 4th St., Art 4. Well Location	esia, NM 88210	9. Pool name or Wildcat Townsend Morrow
Unit Letter :	0 Feet From The South Line and 20	80 Feet From The East Li
	Appropriate Box to Indicate Nature of Notice, F ENTION TO: SUE PLUG AND ABANDON REMEDIAL WORK	SEQUENT REPORT OF:
TEMPORARILY ABANDON	CHANGE PLANS COMMENCE DRILLING CASING TEST AND COMMENCE DRILLING CASING TEST AND COMMENCE DRILLING CASING TEST AND COMMENCE DRILLING OTHER: Continue	BOPNS. BENENT JOB ENENT JOB
PULL OR ALTER CASING OTHER: 12. Describe Proposed or Completed Operation work) SEE RULE 1103. 4-30-98 - TIH with 7-7 with 7-7/8" blade mill TIH with 7-3/4" smooth tapered mill. Worked 5-1-98 - Finished TIH Made 3-1/2'. Suspect a from shoe that pipe is cutting sliver off cas: 8-5/8" spear in casing TIH with 12-1/4" OD con At 570' at report time. 5-2-98 - Milling with 1 pilot mill with 10' 4-3 on junk. Made 3'. TOO	CASING TEST AND CONTREACE DAILLING CASING TEST AND CONTREACE DAILLING OTHER: Continue Ones (Clearly state all pertinent details, and give pertinent dates, inclue /8" bit. Set down at splice. Could . Cut 3-1/2'. Fell through. Worke od shoe - could not get through at through splice. TOOH. TIH with 7-3 with 7-3/4" OD shoe. Could not get 8-5/8" casing is split and slicing of split. Markings 2-1/2' inside and ing. Nippled down 8" BOP and 13-5/8 to pick up. Laid down 8-5/8" casing neave mill, drill collars and tubing 22-1/4" concave mill from 570-578'. 8/4" drill collar stinger with 7-7/8"	BOPNS. PLUG AND ABANDONMENT EMENT JOB e re-entry ding estimated date of starting any proposed not get through. TOOH. TIH d mill down to 738'. TOOH. TIH d mill down to 738'. TOOH. TIH '4" smooth OD shoe. in pipe below slip joint. ff sliver. TOOH - indications grooves on OD of shoe verify '3K X 11" 3K spool. Stab 3. Nippled up 12" 3K BOP. . Reaming down from 550'.
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YATES PETROLEUM CORPORATION Simmons Witt ASL #1 Section 11-T16S-R35E Lea County, New Mexico

SUNDRY NOTICE CONTINUED:

5-3-98 - TIH with 10-1/2" skirted dress off mill. Cut over stub 3-1/2'. Milled from 578-585'. NOTE: Water coming up out of bottom of cellar, possible hole in 13-3/8". TOOH with dress off mill. TIH with 10-1/16" OD Bowen lead seal patch and 14 joints of 8-5/8" 32# casing. Tagged at 579'. Rigged up swivel. Could not make any hole. TOOH and laid down casing. Grapple pulled down inside patch. TIH with 10-3/4" OD impression block. Set down at 573'. Rotate and circulated for fill. Did not make any hole. Picked up 10' and tagged. TOOH. 1" gouge in outside on circle approximately 4" OD in center.

5-4-98 - TIH with 12-1/4" bit, drill collars and tubing. Tagged at 572'. Rotated with tongs. Torqued out. TOH. TIH with 7-7/8" bit, collars and tubing. Tagged at 572'. TOOH. Shut well in. 5-5-98 - Shut in. Prep to P & A.

Rusty Klein Operations Technician May 5, 1998