

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. 30-025-22062
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V-3999
7. Lease Name or Unit Agreement Name Union AQZ State
8. Well No. 1
9. Pool name or Wildcat Kemnitz Morrow

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 <input type="checkbox"/>	
2. Name of Operator YATES PETROLEUM CORPORATION	
3. Address of Operator 105 South 4th St., Artesia, NM 88210	
4. Well Location Unit Letter <u>G</u> : <u>1980</u> Feet From The <u>North</u> Line and <u>1980</u> Feet From The <u>East</u> Line Section <u>14</u> Township <u>16S</u> Range <u>34E</u> NMPM Lea County	
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 4070.3' 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 & frac <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.
7-4-7-97 - Cleaned location. Moved in and rigged up pulling unit. Installed BOP. Shut in.
7-8-97 - Rigged up wireline. TIH. Had logging tool problems. Set down at 10940'. TOOH with logging tools and rigged down wireline. Moved in and rigged up reverse unit equipment. TIH with bit, drill collars and 2-7/8" tubing. Tagged at 12945'.
7-9-97 - Rigged up swivel. Drilled cement from 12940-13400'. Circulated clean. Tested to 1500 psi. Displaced with clean brine water. TOOH. Rigged up wireline. TIH with logging tools and ran CBL/GR log. TOOH with logging tools and rigged down wireline.
7-10-97 - Rigged up wireline. TIH with 4" casing guns and perforated 13290-13316' w/112 .42" holes (4 SPF - Morrow). TOOH with casing guns and rigged down wireline. TIH with packer with 1.875" XL on/off tool to 13228'. Nippled down BOP. Nippled up 7-1/16" X 5000 tree. Set packer. Swabbed tubing down to 12000'. Rigged up treesaver. Acidized perforations 13290-13316' with 4000 gallons 10% iron control HCL acid with 1500 scf/bbl N2. Bled well down. Nippled down treesaver. Opened well to pit to flow back.

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 July 25, 1997
TYPE OR PRINT NAME Rusty Klein TELEPHONE NO. 505/748-1471

(This space for State Use)

APPROVED BY Charles Herr OIL & GAS INSPECTOR DATE 8-1-97
CONDITIONS OF APPROVAL, IF ANY:

