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LAND OFFICE	
OPERATOR	

5a. Indicate Type of Lease
State Fee

5. State Oil & Gas Lease No.
V-1671

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. OIL WELL GAS WELL OTHER-

2. Name of Operator
Yates Petroleum Corporation

J. Address of Operator
105 South 4th St., Artesia, NM 88210

4. Location of Well
UNIT LETTER C 530 FEET FROM THE North LINE AND 1750 FEET FROM
THE West LINE, SECTION 12 TOWNSHIP 17S RANGE 33E NMPM.

7. Unit Agreement Name

8. Farm or Lease Name
Billy AES State

9. Well No.
2

10. Field and Pool, or WHdcat
Maljamar Grayburg-SA

15. Elevation (Show whether DF, RT, GR, etc.)
4146.5' GR

12. County
Lea

16. 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"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input checked="" type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	OTHER <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input checked="" type="checkbox"/>	OTHER <input type="checkbox"/>

17. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1703.

Spudded 12-1/4" hole at 8:15 AM 8-14-87. Notified June Goble, NMOCD, Hobbs of spud. Ran 36 joints 9-5/8" 36# J-55 ST&C (1537.79') casing, set 1534'. 1-Texas Pattern Notched guide shoe set 1534', insert float set 1491'. Cemented with 450 sx Pacesetter "C" Lite with 1/4#/sx Celloseal, 5#/sx Gilsonite with 3% CaCl₂ (yield 1.84, weight 12.8). Tailed in with 150 sx Class "C" with 2% CaCl₂ (yield 1.32, weight 14.8). PD 2:15 PM 8-16-87. Bumped plug to 1200 psi, released pressure and float held okay. Cement circulated 50 sacks. WOC. Test pipe and blind rams to 1500# for 30 mins each. Drilled out 7:45 AM 8-17-87. WOC 17 hrs and 30 minutes. Reduced hole to 8-3/4". Drilled plug and resumed drilling.

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

Signed: Juanita S. ... TITLE: Production Supervisor DATE: 8/18/87

ORIGINAL SIGNED BY JERRY SEXTON
APPROVED BY: DISTRICT I SUPERVISOR TITLE: _____ DATE: AUG 21 1987

CONDITIONS OF APPROVAL, IF ANY:

RECEIVED
AUG 20 1987
OCD
HOBBS OFFICE

U.S. DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION