

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.	30-025-30788
5. Indicate Type of Lease	STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.	VA-639
7. Lease Name or Unit Agreement Name	Pegasus ARN State
8. Well No.	1
9. Pool name or Wildcat	Undesignated Abo

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	2. Name of Operator YATES PETROLEUM CORPORATION
3. Address of Operator 105 South 4th St., Artesia, NM 88210	4. Well Location Unit Letter <u>N</u> : <u>660</u> Feet From The <u>South</u> Line and <u>1980</u> Feet From The <u>West</u> Line Section <u>30</u> Township <u>16S</u> Range <u>35E</u> NMPM <u>Lea</u> County <u></u>
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 4026' 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"/>	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 type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>		CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <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.

8-1-11-97 - Shut in.
8-12-97 - Opened well and bled down. Swabbed. Shut well in.
8-13-97 - Opened well and bled down. Loaded tubing with brine. Released packer. Nippled up BOP. TOOH. Displaced hole with 2% KCL. Rigged up wireline. TIH with 5-1/2" CIBP and set CIBP at 12450'. Capped CIBP with 35' of cement. Rigged down wireline.
8-14-97 - Rigged up wireline. TIH with 4" casing guns and perforated 8921-8930' w/12 .42" holes as follows: 8921, 22, 23, 28, 29 & 8930' (2 SPF - Abo). TOOH with casing guns and rigged down wireline. TIH with packer and tubing to 8935'. Spot 200 gallons 15% iron control HCL acid. Pulled up to 8872' and reversed 3 bbls. Nippled down BOP. Nippled up tree. Set packer. Acidized perforations 8921-8930' (Abo) with 2800 gallons 10% iron control HCL acid and ball sealers. Bled down and swabbed.
8-15-97 - Opened well and bled down. Swabbed. Shut well in.
8-16-18-97 - Shut in.
8-19-97 - Rigged up treesaver. Acidized perforations 8921-8930' with 20000 gallons gelled

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

CONTINUED ON NEXT PAGE:

SIGNATURE Rusty Klein TITLE Operations Technician DATE Aug. 21, 1997
TYPE OR PRINT NAME Rusty Klein TELEPHONE NO. 505/748-1471

(This space for State Use)

APPROVED BY ORIGINAL SIGNED BY CHRIS WILLIAMS
DISTRICT I SUPERVISOR TITLE DATE

CONDITIONS OF APPROVAL, IF ANY: