

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.	30-025-33563
5. Indicate Type of Lease	STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.	VA-604
7. Lease Name or Unit Agreement Name	
Field APK State Com	
8. Well No.	1
9. Pool name or Wildcat	Lovington Strawn, West

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 checked="" type="checkbox"/> Gas Well <input 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 Lot 10: 3500 Feet From The North Line and 1880 Feet From The East Line

Section 2	Township 16S	Range 35E	NMPM	Lea	County
10. Elevation (Show whether DF, RKB, RT, GR, etc.)					
3990' 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: Intermediate casing & cement <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.

TD 4725'. Reached TD at 8:00 PM 2-28-97. Ran 116 joints of 8-5/8" 32# J-55 (4723.41') of casing set at 4725'. 1-regular guide shoe set at 4725'. Float collar set at 4683'. Cemented with 1300 sacks Halliburton Lite Premium Plus "C", 5#/sack salt and 1/4#/sack flocele (yield 2.00, weight 12.5). Tailed in with 250 sacks Class C 2% CaCl2 (yield 1.33, weight 14.8). PD 11:00 AM 3-1-97. Bumped plug to 1800 psi, OK. Circulated 185 sacks. WOC. Drilled out at 10:30 AM 3-2-97. WOC 23 hours and 30 minutes. Nipped up and tested to 1000# for 30 minutes. Reduced hole to 7-7/8". Resumed drilling.

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 March 5, 1997

TYPE OR PRINT NAME Rusty Klein

TELEPHONE NO. 505/748-1471

(This space for State Use)

ORIGINAL SIGNED BY JERRY SEXTON
DISTRICT SUPERVISOR

MAR 11 1997

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY: