

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. 30-025-33792
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. 2
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 8 : 2390 Feet From The North Line and 640 Feet From The East Line Section 2 Township 16S Range 35E NMPM Lea County	
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3984' GR	

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☐
OTHER: Spud, surface casing & cement ☒

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.

Spudded a 20" hole with rat hole machine at 10:00 AM 7-15-97. Set 40' of 16" conductor pipe. Cemented to surface. NOTE: Notified OCD-Hobbs of spud. Resumed drilling a 14-3/4" hole with rotary tools at 8:00 AM 7-20-97.

TD 439'. Reached TD at 1:00 PM 7-20-97. Ran 10 joints of 11-3/4" 42# H-40 8rd ST&C (444.84') of casing set at 439'. 1-Texas Pattern notched guide shoe set at 439'. Insert float set at 395'. Cemented with 175 sacks Premium Plus C, 1/4#/sack flocele and 2% CaCl2 (yield 1.32, weight 14.8). Tailed in with 150 sacks Premium Plus C and 2% CaCl2 (yield 1.32, weight 14.8). PD 6:00 PM 7-20-97. Bumped plug to 500 psi, OK. Circulated 35 sacks. WOC. Nippled up and tested to 500 psi for 10 minutes, OK. Drilled out at 11:45 AM 7-21-97. WOC 17 hours and 45 minutes. Reduced hole to 11". 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 July 23, 1997

TYPE OR PRINT NAME Rusty Klein

TELEPHONE NO. 505/748-1471

(This space for State Use) ORIGINAL SIGNED BY CHRIS WILLIAMS
DISTRICT I SUPERVISOR

AUG 08 1997

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY: