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State of New Mexico

Form C-103 to Appropriate District Office Energy, Minerals and Natural Resources Department Revised 1-1-89 **DISTRICT I** OIL CONSERVATION DIVISION WELL API NO. P.O. Box 1980, Hobbs, NM 88240 P.O. Box 2088 30-025-34252 DISTRICT II Santa Fe, New Mexico 87504-2088 P.O. Drawer DD, Artesia, NM 88210 5. Indicate Type of Lesse STATE FEE 1000 Rio Brazos Rd., Aztec, NM 87410 6. State Oil & Gas Lesse No. VA-604 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 1. Type of Well: WELL | WELL X OTHER Field APK State Com 2. Name of Operator 8. Well No. YATES PETROLEUM CORPORATION 3. Address of Operator 9. Pool name or Wildcat 105 South 4th St., Artesia, NM 88210 Wildcat Morrow 4. Well Location 1880 Feet From The South Unit Letter . 1650 Line and Feet From The Line 16S Township hip 16S Range 35E 10. Elevation (Show whether DF, RKB, RT, GR, etc.) Lea 3995' GR Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING **TEMPORARILY ABANDON CHANGE PLANS** COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT **PULL OR ALTER CASING** CASING TEST AND CEMENT JOB OTHER: Spud, conductor, resume drilling, OTHER: 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 26" hole with rat hole machine at 9:15 AM 12-4-98. Set 40' of 20" conductor pipe and cemented to surface. NOTE: Notified Sylvia w/OCD-Hobbs of spud. Resumed drilling a 17-1/2" hole with rotary tools at 5:00 PM 12-6-98. TD 442'. Reached TD at 9:15 PM 12-6-98. Ran 10 joints of 13-3/8" 48# H-40 8rd ST&C (448.15') of casing set at 442'. 1-Texas Pattern notched guide shoe set at 442'. Insert float set at 396'. Cemented with 500 sacks Halliburton Premium Plus with 2% CaCl2 (yield 1.32, weight 14.8). PD 2:30 AM 12-7-98. Bumped plug to 500 psi, OK. Circulated 87 sacks. WOC. Cut off and welded on flow nipple. Drilled out at 8:30 PM 12-7-98. WOC 18 hours. Reduced hole to 12-1/4". Resumed drilling. NOTE: Notified Sylvia w/OCD-Hobbs of running casing. I hereby certify that th Operations Technician Dec. 8, 1998

TITLE

THE REPHONE NO. 505/748-1471

DATE