

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.	30-025-34354
5. Indicate Type of Lease	STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.	B-10629
7. Lease Name or Unit Agreement Name	
Big Flat ASN State Com	
8. Well No.	1
9. Pool name or Wildcat	Townsend Morrow
10. Elevation (Show whether DF, RKB, RT, GR, etc.)	
3997' GR	

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 J : 1650 Feet From The South Line and 1980 Feet From The East Line

Section 10	Township 16S	Range 35E	NMPM	Lea	County
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10. Elevation (Show whether DF, RKB, RT, GR, etc.)
3997' 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: 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.

7-11-13-98 - Cleaned location, set and tested anchors. Moved in and rigged up pulling unit.
7-14-98 - Nippled up BOP. TIH with bit, drill collars and tubing. Tagged cement at 12394'.
Drilled cement to float collar. Circulate well clean. Started TOOH. Shut down.
7-15-98 - Finished TOOH with tubing, drill collars and bit. Rigged up wireline. TIH with logging tools. Found Schlumberger open hole log to be 32' off. Schlumberger confirmed that marks on open hole truck were bad. Made a 200' error on talley which caused us to drill float collar and shoe. TOOH with logging tools. TIH with logging tools and ran CBL/GR/CCL log. TOOH with logging tools. TIH with 5-1/2" BIP. Set CIBP at 12400'. TOOH with setting tool. TIH with dump bailer and capped CIBP with 35' of cement. TOOH with bailer. Rigged down wireline. TIH with bit, scraper and tubing to 12300'. Circulated well with 10# brine water. TOOH with tubing, scraper and bit. Repairing rig.
7-16-98 - Finished TOOH with tubing, scraper and bit. Top off casing with 10# brine. Rigged up wireline with full lubricator. TIH with 4" casing guns and perforated 12120-12130' w/66 .49" holes (6 SPF - Morrow). TOOH with casing guns. Rigged down wireline & lubricator.

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 21, 1998

TYPE OR PRINT NAME Rusty Klein TELEPHONE NO. 505/748-1471

(This space for State Use)

ORIGINAL SIGNED BY CHRIS WILLIAMS
DISTRICT I SUPERVISOR

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY: _____