

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

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.)		WELL API NO. 30-025-34354
1. Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator YATES PETROLEUM CORPORATION		6. State Oil & Gas Lease No. B-10629
3. Address of Operator 105 South 4th St., Artesia, NM 88210		7. Lease Name or Unit Agreement Name Big Flat ASN State Com
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		8. Well No. 1
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3997' GR		9. Pool name or Wildcat Townsend Morrow

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"/>	OTHER: <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	OTHER: Production 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 12492'. Reached TD at 12:45 PM 6-10-98. Ran 302 joints of 5-1/2" 17# casing as follows: 33 joints of 5-1/2" 17# S-95 sandblasted (1346.82'); 31 joints of 5-1/2" 17# S-95 varnished (1290.50'); 70 joints of 5-1/2" 17# N-80 varnished (2912.84'); 78 joints of 5-1/2" 17# J-55 varnished (3229.51'); 73 joints of 5-1/2" 17# L-80 varnished (3056.96') and 17 joints of 5-1/2" 17# S-95 varnished (662.57') (Total 12499.20') of casing set at 12492'. Float shoe set at 12492'. Float collar set at 12458'. Cemented with 800 sacks Class H Super Premium, .4% CFR3, .5% Halad 344, 5#/sack gilsonite, .1% HR7 and 1#/sack salt (yield 1.67, weight 13.0). PD 2:06 PM 6-14-98. Did not bump plug - float held okay. WOC. Released rig at 6:30 PM 6-14-98. NOTE: Displaced casing with KCL.

Waiting on completion unit.

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 June 22, 1998

TYPE OR PRINT NAME Rusty Klein

TELEPHONE NO. 505/748-1471

(This space for State Use)

ORIGINAL TO BE FILED IN THE FILES
OF THE STATE OF NEW MEXICO

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY: