Submit 3 Copies to Appropriate District Office

## State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

| DISTRICT I<br>P.O. Box 1980, Hobbs, NM 88240   | CONSERVATION  |                            | WELL API NO.  |
|--|---|----------------------------|---|
| DISTRICT II  | P.O. Box 2088   |                            | 30-025-34631  |
| DISTRICT II P.O. Drawer DD, Artesia, NM 88210  Santa Fe, New Mexico 87504-2088  DISTRICT III 1000 Rio Brazos Rd., Azioc, NM 87410  |   | 5. Indicate Type of Lease  |   |
|  |   |                            | STATE FEE K   |
|  |   |                            | 6. Statu Oil & Gas Lease No.  |
| DIFFERENT RESERVOIR. (FORM C-101) FO   | IND REPORTS ON WE<br>S TO DRILL OR TO DEEPEN<br>USE "APPLICATION FOR PE<br>OR SUCH PROPOSALS) | OR PILIC BACK TO A         | 7. Lease Name or Unit Agreement Name  |
| 1. Type of Well: OR. GAS WELL WELL X OTHER   |   |                            |   |
| 2. Name of Operator  |   |                            | Shell Lusk ANB  |
| YATES PETROLEUM CORPORATION  |   |                            | 8. Well No.   |
| 3. Address of Operator   |   |                            | 9. Pool name or Wildcat   |
| 105 South 4th St., Artesia, NM 88210   |   |                            |   |
|  |   |                            |   |
| Unit Letter E: 1950 Feet From The North Line and 350 Feet From The West Line   |   |                            |   |
| Section 11 Town  | muship 16S Ra   | 257                        |   |
| Township 16S Range 35E NMPM Lea County   |   |                            |   |
| <i>{                                    </i>   |   | O' GR                      | <i>\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\</i>  |
| Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data  |   |                            |   |
| NOTICE OF INTENTION TO:  |   |                            | port, or Other Data   |
|  |   | 3003                       | SEQUENT REPORT OF:  |
|  | JG AND ABANDON  | REMEDIAL WORK              | ALTERING CASING   |
| TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING   |   | OPNS. PLUG AND ABANDONMENT |   |
| PULL OR ALTER CASING CASING TEST AND CE  |   | MENT JOB                   |   |
| OTHER:   |   | OTHER: Perforate           | e & acidize X   |
| 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.   |   |                            |   |
|  |   |                            |   |
| 7-20-99 - Cleaned location. Cut off 7" casing. Installed tubing head. Set anchors.   |   |                            |   |
| morea in and rigged up purified little   |   |                            |   |
| 7-21-99 - TIH with bit, drill collars and 2-7/8" tubing. Tagged DV tool at 8042'. Drilled  |   |                            |   |
| The state of the s |   |                            |   |
| with 500 gallons 15% double inhibited HCL acid. Displaced hole with 2% KCL. TOOH.  |   |                            |   |
| 7-22-99 - Rigged up wireline. TIH with logging tools and mer CD/CDL to make  |   |                            |   |
| $\pm 066\pm 16$ $\pm 00\pm 3$ . III WILL 4. Casing gine and northweeted 1107/ 11//cl. /g/ /g/ .  |   |                            |   |
| 10110W3: 113/4-113/J : 1130U-11384 : 1134U-11396! 11/10 11/1/! 11/20 11/20!  |   |                            |   |
| TITO TITTO (I DIF - DUIAWILL, 100H With casing come and wiscond december 11  |   |                            |   |
| with i.or r hippie, sub, packer with 1.81" XI on/off tool and 2.7/off to 1.7.  |   |                            |   |
| porton or packer at 11313.   | Tested annulus t  | 0 1500# Crrab C            | £3 · · ·  |
| 7-23-99 - Flow tested. Acidized perforations 11374-11445' with 4000 gallons 15% iron control HCL acid. Loaded tubing with 38 bbls. Swabbed. Shut down for rig repair (engine).   |   |                            |   |
| baneror mer acrd. Ebaded tul   | pring with 38 ppls  | Swabbed. Shu               | t down for rig repair (engine).   |
| I hereby certify that the information above is true and complete   | s to the best of my knowledge and be  |                            | TINUED ON NEXT PAGE:  |
| SIONATURE 1 WILL 1   | ma  | Operations Tec             | hnician DATE July 26, 1999  |
| TYPEOR PRINT NAME RUSEY Klein  |   |                            | <b>ТЕLЕРНОМВ NO.</b> 505/748-1471   |
| This space for State IIIO DICINAL CLOUDS   |   |                            |   |
| (This space for State UORIGINAL SIGNED BY GARY WINK  |   |                            | KANT 3 0 mm   |
| AFTEOVED BY FIELD COD II   | TILE  |                            | DATE OF THE PARTY |
| (4.m/, a) F1   |   |                            |   |

CONDITIONS OF APPROVAL, IF ANY: