

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
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.	30-025-34631
5. Indicate Type of Lease	STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.	
7. Lease Name or Unit Agreement Name	Shell Lusk ANB
8. Well No.	2
9. Pool name or Wildcat	Big Dog Strawn, South
10. Elevation (Show whether DF, RKB, RT, GR, etc.)	3990' 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 <u>E</u> : <u>1950</u> Feet From The <u>North</u> Line and <u>350</u> Feet From The <u>West</u> Line Section <u>11</u> Township <u>16S</u> Range <u>35E</u> NMPM Lea County	
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3990' 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: Spud & surface casing <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.

Spudded a 26" hole with rat hole machine at 10:00 AM 6-7-99. Set 40' of 20" conductor pipe. Cemented to surface. NOTE: Notified Sylvia w/OCD-Hobbs of spud time. Resumed drilling a 17-1/2" hole with rotary tools at 11:00 PM 6-9-99. NOTE: Notified Sylvia w/OCD-Hobbs of resuming drilling.

TD 394'. Reached TD at 6:45 AM 6-10-99. Ran 9 joints of 13-3/8" 48# H-40 8rd ST&C (397.36') of casing set at 394'. 1-Texas Pattern notched guide shoe set at 394'. Insert float set at 348'. Cemented with 415 sacks Halliburton Premium Plus with 2% CaCl2 (yield 1.34, weight 14.8). PD 11:30 AM 6-10-99. Bumped plug to 503 psi, OK. Circulated 110 sacks. WOC. Nippled up and tested to 1000# for 5 minutes. Drilled out at 11:00 AM 6-11-99. WOC 23 hours and 30 minutes. Reduced hole to 12-1/4" and 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 June 17, 1999

TYPE OR PRINT NAME Rusty Klein

TELEPHONE NO. 505/748-1471

(This space for State Use)

ORIGINAL FILED IN

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY: