

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. 30-025-21342
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VA-0452
7. Lease Name or Unit Agreement Name Alphabet Unit
8. Well No. 2
9. Pool name or Wildcat Undesignated Berry Morrow

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>F</u> : <u>1980</u> Feet From The <u>North</u> Line and <u>1980</u> Feet From The <u>West</u> Line Section <u>17</u> Township <u>21S</u> Range <u>34E</u> NMPM Lea County		
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3745' DF		

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"/>		CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: Perforate & acidize <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.

11-12-96 - Rigged up wireline and 10K lubricator. TIH with 1-11/16" strip gun and perforated 13737-13744' w/15 .39" holes. TOOH with strip gun and rigged down wireline. Swabbed. Rigged up tree saver. Tested lines to 10000#. Acidized perforations 13737-13744' with 2500 gallons 10% double inhibited iron control acid with 1000 scf/bbl N2. Nippled down tree saver. Flowed well to pit. Swabbed.

11-13-96 - Swabbed. Rigged up Schlumberger 10K lubricator. TIH with 1-11/16" Enerjet strip gun and perforated 13591-13628' w/32 .24" holes as follows: 13591-13598' and 13620-13628'. TOOH with guns. Rigged up treesaver. Tested lines to 10000#. Acidized perforations 13591-13628' w/5000 gallons 15% double inhibited iron control HCL acid with 1000 scf/bbl N2 and ball sealers. Nippled down tree saver. Flowed well to pit. Swabbed.

11-14-96 - Opened well up and bled well down. Swabbed. Loaded tubing with 70 bbls brine. Released packer. Nippled down tree. Nippled up BOP stack. TOOH with packer. TIH with 4-1/2" 10K RBP and Uni V packer. Set RBP at 13680' and tested. Set packer at 13526' and tested. Nippled down BOP stack. Nippled up tree. Acidized perforations 13591-13628'

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

CONTINUED ON NEXT PAGE:

SIGNATURE Rusty Klein TITLE Operations Technician DATE Nov. 15, 1996

TYPE OR PRINT NAME Rusty Klein

TELEPHONE NO. 505/748-1471

(This space for State Use)

APPROVED BY _____ TITLE _____ DATE _____

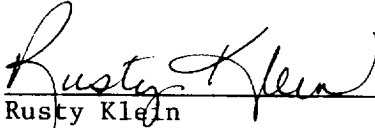
CONDITIONS OF APPROVAL, IF ANY:

NOV 21 1996

YATES PETROLEUM CORPORATION
Alphabet Unit #2
Section 17-T21S-R34E
Lea County, New Mexico

SUNDRY NOTICE CONTINUED:

with 3000 gallons 15% double inhibited iron control HCL acid. Bled off. Swabbing.
11-15-96 - Loaded tubing. Released packer. Nippled down tree and nipped up BOP stack.
TOOH with tools. Lay down all 2-3/8" tubing. Rigged up wireline. TIH with 3.50"
gauge ring and junk basket to 13907'. TOOH. TIH with 4-1/2" CIBP and set CIBP at
13560'. Capped CIBP with 35' of cement. Shut well in.



Rusty Klein
Operations Technician
November 15, 1996