

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.	30-025-26766
5. Indicate Type of Lease	STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.	V-3959
7. Lease Name or Unit Agreement Name	Quay AQU State
8. Well No.	1
9. Pool name or Wildcat	Und. North Bell Lake Wolfcamp

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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 checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>	
2. Name of Operator YATES PETROLEUM CORPORATION	
3. Address of Operator 105 South 4th St., Artesia, NM 88210	
4. Well Location Unit Letter <u>C</u> : <u>660</u> Feet From The <u>North</u> Line and <u>1980</u> Feet From The <u>West</u> Line Section <u>10</u> Township <u>23S</u> Range <u>33E</u> NMPM Lea County 10. Elevation (Show whether DF, RKB, RT, GR, etc.) <u>3590.6' GR</u>	

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

**NOTICE OF INTENTION TO:**

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐  
PULL OR ALTER CASING ☐  
OTHER: ☐

**SUBSEQUENT REPORT OF:**

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐  
CASING TEST AND CEMENT JOB ☐  
OTHER: Drill plugs & squeeze perms ☒

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.

2-1-97 - Continued drilling hard cement from 775-835'. Not making any hole. POOH with bit.  
2-2-97 - TIIH with 6-1/2" blade bit. Made 1' in 1-1/2 hours. Getting metal in cuttings. TOOH. Had 6" X 6-3/4" smooth OD with mesh ID and 2 rows of wire shores made.  
2-3-97 - Ran 6" X 6-3/4" OD shoe with wires and extension. TIIH. Cut 4' core from 836-840'. TOOH. Removed piece of metal. TIIH with 6-1/2" blade bit. Continued drilling cement in plug #2 from 840-918'. Fell out and ran tubing to 940'. Circulated clean. Shut down for night.  
2-4-97 - TIIH with bit to 3207'. Tagged fill. Picked up swivel and washed down to 3523'. Circulated bottoms up. Continued washing down to 3839'. Circulated bottoms up. Ran tubing to 4935'. Tagged plug #3 at 4949'. Drilled cement to 5037'. Circulated bottoms up. Shut down for night.  
2-5-97 - Continued drilling cement from 5037-5175'. Ran tubing to 6875' and tagged fill. Rigged up swivel. Drilled cement from 6875-7130'. Ran tubing to 7218' and circulated

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 Feb. 17, 1997  
TYPE OR PRINT NAME Rusty Klein TELEPHONE NO. 505/748-17

(This space for State Use) ORIGINAL SIGNED BY JERRY SEXTON

DISTRICT I SUPERVISOR

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_

CONDITIONS OF APPROVAL, IF ANY: