

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. 30-025-26766
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
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3590.6' 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 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 C : 660 Feet From The North Line and 1980 Feet From The West Line Section 10 Township 23S Range 33E NMPM Lea County
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3590.6' 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: Drill plugs & squeeze perms <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.

2-1-97 - Continued drilling hard cement from 775-835'. Not making any hole. POOH with bit.
2-2-97 - TIH 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. TIH. Cut 4' core from 836-840'. TOOH. Removed piece of metal. TIH 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 - TIH 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. Riggged 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. 505/748-14

(This space for State Use)

ORIGINAL SIGNED BY JERRY SEXTON

DISTRICT I SUPERVISOR

APPROVED BY

TITLE

DATE

CONDITIONS OF APPROVAL, IF ANY: