

Submit 3 Copies
to Appropriate
District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-69

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. 30-025-33354
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V-3652
7. Lease Name or Unit Agreement Name April APZ State
8. Well No. 1
9. Pool name or Wildcat <u>Bone Spring</u> Diamondtail <u>Delaware</u>

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 <u>A</u> : <u>330</u> Feet From The <u>North</u> Line and <u>330</u> Feet From The <u>East</u> Line Section <u>12</u> Township <u>23S</u> Range <u>32E</u> NMPM Lea County 10. Elevation (Show whether DF, RKB, RT, GR, etc.) <u>3729' GR</u>	

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: <u>Perforate & acidize</u> <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.

8-8-96 - Cleaned location and set and tested anchors. Moved in and rigged up pulling unit.

8-9-96 - Nippled up BOP and tested to 1500 psi. TIH with tubing, scraper and bit. Tagged PBTD at 10708'. Circulated well with 2% KCL. TOOH with tubing, scraper and bit. Rigged up wireline. TIH with logging tools and ran CBL/GR/CCL log. TOOH with logging tools and rigged down wireline.

8-10-96 - Rigged up wireline. TIH with 4" casing guns and perforated 10072-10102' w/62 .42" holes (2 SPF - 1st Bone Springs Sand). TOOH with casing guns and rigged down wireline. TIH with packer and tubing. Set packer at 9940'. Acidized perforations 10072-10102' with 2000 gallons 10% NEFE HCL acid and ball sealers. Swabbing.

8-11-96 - Continue to swab.

8-12-96 - Continue to swab.

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

SIGNATURE

Rusty Klein
Rusty Klein

TITLE

Operations Technician

DATE Aug. 13, 1996

TYPE OR PRINT NAME

TELEPHONE NO. 505/748-1471

(This space for State Use)

ORIGINAL SIGNED BY AS BY SECTION

APPROVED BY

TITLE

DATE

CONDITIONS OF APPROVAL, IF ANY: