Form 3 160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT Oil Cons.

FORM APPROVED OMB No. 1004-0135 Expires Inovember 30, 2000

5. Lease Serial No.

NMNM2351

6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for stretter and 88210 Not Applicable 7. If Unit or CA/Agreement, Name and/or N SUBMIT IN TRIPLICATE - Other instructions on reverse side Not Applicable Type of Well 8. Well Name and No. Oil Well X Gas Well Other Name of Operator Federal HY #12 9. API Well No. Yates Petroleum Corporation Address Phone No. (include area code) 30-005-63503-00-X1 10. Field and Pool, or Exploratory Area 105 South Fourth Street, Artesia, NM 88210 (505) 748-1471AR LES Location of Well (Footage, Sec., T., R., M., or Survey Description) Wildcat 11. County or Parish, State 990' FNL & 1.980' FWL. Unit Letter C 52225355 Section 28, T7S-R25E Chaves County, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Water Shut-Off Notice of Intent Production (Start/Resume) Acidize Deepen Reclamation Well Integrity Alter Casing Fracture Treat Recomplete Subsequent Report Casing Repair New Construction Other Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back Water Disposal 13. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days Following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once Testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) Yates Petroleum Corportation respectfully requests permission to make the following changes to the casing design Change the setting depth for the 11 3/4" surface casing from 900' to a new setting depth of 750'. ACCEPTED FOR RECORD This sundry was verbally approved by Alexis Swoboda, BLM on 1/28/03 ARMANDO A. LOPEZ Thank-you, PETROLEUM 14. I hereby certify that the foregoing is true and correct Title Name (Printed/Typed) Drilling Engineer Asst. Jeremiah Mullen Date Signature January 28, 2003 THIS SPACE FOR FEDERAL OR STATE USE

Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make to any department or agency of the United states intitious or fraudulent statements or representations as to any matter within its jurisdiction.

Title

Office

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or

certify that the applicant holds legal or equitable title to those rights in the subject lease

which would entitle the applicant to conduct operations thereon.

Approved by