

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or re enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

5. Lease Serial No.
NM-103850

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.
Nitram AVN Federal #2

9. API Well No.
30-005-63799

10. Field and Pool, or Exploratory Area
Wildcat Granite

11. County or Parish, State
Chaves County, New Mexico

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
Yates Petroleum Corporation

3a. Address
105 S. 4th Str., Artesia, NM 88210

3b. Phone No. (include area code)
505-748-1471

4. Location of Well (Footage, Sec., T., R., M., OR Survey Description)
660'FSL & 1980'FWL of Section 35-T8S-R26E (Unit N, SESW)

RECEIVED
FEB 13 2006
BLM-BIA

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>Surface</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>Casing</u>
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (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.)

- 2/1/06 Resumed drilling at 10:45 AM.
- 2/2/06 Set 8-5/8" 24# J-55 ST&C 8rd casing at 1110'. Cemented with 600 sx 35:65 Poz "C" (yld 1.98, wt 12.6). Tailed in with 200 sx "C" with 2% S1 (yld 1.36, wt 14.8). Cement circulated to surface. Tested casing to 1500 psi for 30 min. WOC 21 hrs 15 min. Reduced hole to 7-7/8" and resumed drilling.

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed) **Tina Huerta** Title **Regulatory Compliance Supervisor**
Signature *[Signature]* Date **February 8, 2006**

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by **DAVID J. GLEN** Title _____ 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. Office _____