

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED
OMB NO. 1004-0135
Expires: November 30, 2000**SUNDRY NOTICES AND REPORTS ON WELLS**
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

RECEIVED

FEB 07 2006

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM68039
2. Name of Operator HARVEY E. YATES COMPANY		6. If Indian, Allottee or Tribe Name
3a. Address PO BOX 1933, ROSWELL, NM 88202-1933		7. If Unit or CA/Agreement, Name and/or No.
3b. Phone No. (include area code) (505)623-6601 ext 1219		8. Well Name and No POWER DEEP 31 FED COM 01
4. Location of Well(Footage, Sec., T., R., M., or Survey Description) UNIT M, 660' FSL & 660' FEL SEC 31, T17S, R31E (SWSW)		9. API Well No. 30-015-31572
		10. Field and Pool, or Exploratory NORTH SHUGART
		11. County or Parish, and State EDDY COUNTY, NM

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 type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input checked="" type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<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 recompleat 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 recompleat 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.)

POOH w/tbg and set CIBP at 11,420', dumped 70' cement on top. (Per Paul Swartz, BLM).
Circulate 10# mud. Pull out of hole and spot 25 sx at 8700' (plug depth changed per Paul Swartz, BLM).
Spot 25 sx at 6898' - 6566'. Cut casing at 5700'. Spot 35 sx @ 5809', 5700'. (Per Paul Swartz, BLM). No tag.
Spot 35 sx 4567-4467'. Pooh & spot 35 sx @ 1772'. Cut casing @ 646'. RIH & Circ mud. Spot 30 sx @ 722'.
Tag plug @ 591'. Spot 30 sx cmt @ 426'. Tag @ 362'. Reset plug with 25 sx @ 362' & WOC. Tag @ 327'. Reset plug
w/25 sx @ 327', WOC. Tag @ 327'. Pump 2 sx cottonseed hulls, 2 sx cedar & 20# Diamond seal. WOC. Spot 25 sx @ 328'.
POOH, WOC. Tag @ 213'. Spot 20 sx @ 60' to surface. WOC 20 minutes - ok.
Cut off wellhead, install dry hole marker 1/26/06.

Approved as to plugging of the well and
ability under bond is retained until
surface restoration is completed.

14. I hereby certify that the foregoing is true and correct.	
Name (Printed/Typed) JEN SERRANO	Title PROD ANALYST
Signature <i>Jen Serrano</i>	Date 2/1/06

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By DAVID R. CLARK	PETROLEUM ENGINEER	FEB 06 2006
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

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.