

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Oil Cons.
N.M. DIV-Dist. 2
1301 W. Grand Avenue
Artesia, NM 88210

FORM APPROVED
OMB No. 1004-0135
Expires January 31, 2004

SUNDRY NOTICES AND REPORTS ON WELLS

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

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1 Type of Well <input type="checkbox"/> Oil well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NM-71747
2 Name of Operator Yates Petroleum Corporation		6. If Indian, Allottee or Tribe Name
3a. Address 105 S.4th St-Artesia, NM 88210		7 If Unit or CA/Agreement, Name and/or No. NM-105359
3b. Phone No.(include area code) 505-748-1471		8. Well Name and No. LEONTODON ASH FEDERAL COM #1
4 Location of Well (Footage, Sec.,T.,R.,M., OR Survey Description) 900' FSL & 1980' FEL SEC. 10-T9S-R26E		9. API Well No. 30-005-63324
		10. Field and Pool, or Exploratory Area FOOR RANCH WOLFCAMP/PRE-PERM
		11. County or Parish, State CHAVEZ CO. NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	Well Integrity
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input checked="" 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 to 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 completed, and the operator has
determined that the site is ready for final inspection.)

Yates Petroleum Corp. is submitting an update of application for produced water
pursuant to Order #7 and requests your approval.

The well at present produces approx. 48 bbls water per day. Water is stored in a
210 fiberglass tank and is pipelined to the Handicapper SWD #1 located Sec. 3-T10S-R26E.
If the system is down it will be trucked by Jim's Water Service or lowest bid.

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) Michelle Taylor		Title Reg. Comp. Mgr
Signature <i>Michelle Taylor</i>		Date July 22, 2003
THIS SPACE FOR FEDERAL OR STATE OFFICE USE		
Approved by <i>P.E.</i>		Title <i>PE</i>
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.		Date <i>8/1/03</i>
		Office <i>RFO</i>

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