Form 3160-5 (September 2001)

which would entitle the applicant to conduct operations thereon

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

Oil Cons. N.M. DIV-Dist. 2 **UNITED STATES**

DEPARTMENT OF THE INTERIOR 1301 W. Grand Avenue rtesia. NM 88210

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

SUNDRY NOTICES AND REPORTS ON WEL

5. Lease Serial No. NMLC067348 Do not use this form for proposals to drill or re enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 6. If Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side 1. Type of Well RECEIVED X Oil Well Gas Well 8. Well Name and No. DEC - 4 7003 Dixon & Yates LM Federal Com #2 2. Name of Operator Yates Petroleum Corporation 9. API Well No. 3b. Phone No. (include area code) 30-015-32814 3a. Address 505-748-1471 105 S. 4th Str., Artesia, NM 88210 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., OR Survey Description) Wildcat 11. County or Parish, State 660'FNL and 1650'FWL of Section 28-T18S-R29E (Unit C, NENW) Eddy County, New Mexico 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Deepen Water Shur-Off Acidize Production (Start/Resume) Notice of Intent Well Integrity Alter Casing Fracture Treat Reclamation Other Surface Casing Repair New Construction Recomplete Plug and Abandon Change Plans Temporarily Abandon casing Final Abandonment Notice Convert to Injection Water Disposal 13. Describe Proposed of 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.) 11/6/03 Resumed drilling at 9:15 AM. Set 13-3/8" 48# casing at 385'. Cemented with 100 sx Class "C" with additives and 200 sx Halliburton Lite Premium Plus with additives. Tailed in with 200 sx Premium Plus with additives. Did not circulate. Ran 1" cement to surface with 150 sx Class "C" with additives. WOC 30 hrs and 45 mins. Reduced hole to 12-1/4" and resumed drilling. PETROLEUM ENGINEER 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Tina Huerta Regulatory Compliance Supervisor Title November 12, 2003 Date Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by 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 Office

a 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willbully to make to any department or agency of the United