Form 3160-5 (September 2001)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

Oil Cons. N.M. DIV-Dist. 2 1301 W. Grand Avenue

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

SUNDRY NOTICES AND REPORTS ON WELASTESIA. NM 8821 (Lease Serial No NM-25866 Do not use this form for proposals to drill or re enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side 1. Type of Well Oil Well 8. Well Name and No. Gas Well Other **Buder ACN Federal #3** 2. Name of Operator Yates Petroleum Corporation 9. API Well No. 30-005-63576 3b. Phone No. Tinclude area gode NEL 3a. Address 105 S. 4th Str., Artesia, NM 88210 10. Field and Pool, or Exploratory Area Precambrian 4. Location of Well (Footage, Sec., T., R., M., OR Survey Description) 11. County or Parish, State 1750'FNL and 1980'FWL of Section 22-T6S-R26E Chaves County, New Mexico 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) Water Shut-Off Notice of Intent Reclamation Well Integrity Alter Casing Fracture Treat New Construction Recomplete Other Spud Casing Repair equent Report Change Plans Plug and Abandon Temporarily Abandon 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.) 8/28/03 Spudded well and set 40' of 16" conductor. ACCEPTED FOR RECORD ARMANDO A. PETROLEUM ENGINEER

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)				
Tina Huerta	Title	Regulatory Comp	iance Supervisor	
Signature Jina Huerta	Date ERAL OF	September 2, 200	3	
Approved by		Title	Date	
Conditions of approval, if any, are attached. Approval of this notice does not warr certify that the applicant holds legal or equitable title to those rights in the subject which would entitle the applicant to conduct operations thereon.		Office		