

NMOC

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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.

5. Lease Serial No.
NMNM78213

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. RECEIVED

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		DEC - 4 2003	8. Well Name and No. WALT CANYON AMA FED 6
2. Name of Operator YATES PETROLEUM CORPORATION		Contact: TINA HUERTA E-Mail: tinah@ypcnm.com	9. API Well No. 30-015-32997-00-X1
3a. Address 105 S 4TH STREET ARTESIA, NM 88210	3b. Phone No. (include area code) Ph: 505.748.4168 Fx: 505.748.4585		10. Field and Pool, or Exploratory INDIAN BASIN UPPER PENN ASSOC
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 3 T22S R24E SWNE 1865FNL 2002FEL			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 checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Drilling Operations
	<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 recomple 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.)

10/1/03 STARTED DIRECTIONAL DRILLING AT 2451'.
10/21/03 LOST CIRCULATION AND CEMENTED WITH 150 SX PREMIUM WITH ADDITIVES. TAILED IN WITH 50 SX PREMIUM WITH ADDITIVES.
10/25/03-11/10/03 REACHED TD 8600' AT 2:00 AM. STARTED RUNNING 7" CASING AND BECAME STUCK. SHOT 4 HOLES IN CASING AT 7692'. BOTTOM OF CASING AT 8244'. SHOT OFF CASING AT 7697' AT 10' ABOVE STAGE TOOL. CEMENTED WITH 250 SX "H" WITH ADDITIVES. RESUMED DIRECTIONAL DRILLING.
11/11/03 REACHED NEW TD 8682' AT 10:15 AM.
11/17/03 SET 7" 26# CASING AT 8563'. CEMENTED IN 2 STAGES. STAGE 1: 200 SX 61:15:11 "C" WITH ADDITIVES. STAGE 2: 950 SX 35:65:6 "C" WITH ADDITIVES. NO CEMENT CIRCULATED.

14. I hereby certify that the foregoing is true and correct. Electronic Submission #25617 verified by the BLM Well Information System For YATES PETROLEUM CORPORATION, sent to the Carlsbad Committed to AFMSS for processing by LINDA ASKWIG on 12/02/2003 (04LA0139SE)	
Name (Printed/Typed) TINA HUERTA	Title REG COMPLIANCE SUPERVISOR
Signature (Electronic Submission)	Date 12/02/2003

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By ACCEPTED	ALEXIS C SWOBODA Title PETROLEUM ENGINEER <i>acs</i>	Date 12/02/2003
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 Carlsbad

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****