Form 3160-5 (September 2001)

UNITED STATES DEPARTMENT OF THE INTERIOR DUBEAU OF LAND MANAGEMENT

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

FORM APPROVED
OMB No. 1004-0135

BUREAU OF LAND MANAGEMENT Expires January 31, 2004 SUNDRY NOTICES AND REPORTS ON WELLS 5. Lease Serial No. Do not use this form for proposals to drill or re enter an NM-0399448 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 22902 1. Type of Well RECEIVED Oil Well Gas Well Other 8. Well Name and No. APR 0 9 2004 Malone ASA Federal Com #3 2. Name of Operator Yates Petroleum Corporation <u>eed-artesia</u> 9. API Well No. 3b. Phone No. (include area code) 30-015-31701 3a. Address 105 S. 4th Str., Artesia, NM 88210 505-748-1471 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., OR Survey Description) Indian Basin Upper Penn Assoc. 11. County or Parish, State 1650'FSL & 1980'FEL of Section 12-T22S-R23E (Unit J, NWSE) Eddy County, New Mexico 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Production (Start/Resume) Water Shut-Off Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Casing Repair New Construction Other Production Recomplete Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Casing Final Abandonment Notice Convert to Injection Plug Back 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.) 3/30/04 Reached TD 8150' at 8:00 AM. Set 7" 26# L-80, J-55 casing at 8150'. Stage 1: 160 sx Super "C" Modified with additives. Cement circulated. 3/31/04 Stage 2: 700 sx BJ Lite "C" with additives. Tailed in with 100 Class "H" Neat with additives. Cement circulated. ACCEPTED FOR RECORD APR - 7 2004 ALEXIS C. SWOBODA PETROLEUM ENGINEER 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Tina Huerta Regulatory Compliance Supervisor Title April 6, 2004 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Date Approved by Title

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

Office

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.