

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Electronic
Box Canyon Ut #5

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.

RECEIVED
DEC 15 2004
OOD-ARTESIA

Bold* fields are required.

Section 1 - Completed by Operator	
1. BLM Office* Carlsbad, NM	2. Well Type* GAS
3. Submission Type* <input type="radio"/> Notice of Intent <input checked="" type="radio"/> Subsequent Report <input type="radio"/> Final Abandonment Notice	4. Action* Well Spud
Operating Company Information	
5. Company Name* YATES PETROLEUM CORPORATION	
6. Address* 105 SOUTH FOURTH STREET ARTESIA NM 88210	7. Phone Number* 505-748-1471
Administrative Contact Information	
8. Contact Name* TINA HUERTA	9. Title* REG COMPLIANCE SUPERVISOR
10. Address* 105 SOUTH FOURTH STREET ARTESIA NM 88210	11. Phone Number* 505-748-4168 12. Mobile Number
13. E-mail* tinah@ypcnm.com	14. Fax Number 505-748-4585
Technical Contact Information	
<input checked="" type="checkbox"/> Check here if Technical Contact is the same as Administrative Contact.	
15. Contact Name* 	16. Title*
17. Address* 	18. Phone Number*
	19. Mobile Number
20. E-mail* 	21. Fax Number

Lease and Agreement					
22. Lease Serial Number* NM-9187			23. If Indian, Allottee or Tribe Name _____		
24. If Unit or CA/Agreement, Name and/or Number _____			25. Field and Pool, or Exploratory Area* WILDCAT CHESTER		
County and State for Well					
26. County or Parish, State* EDDY COUNTY NM					
Associated Well Information					
27. Specify well using one of the following methods: a) Well Name, Well Number, API Number, Section, Township, Range, Qtr/Qtr, N/S Footage, E/W Footage b) Well Name, Well Number, API Number, Latitude, Longitude, Metes & Bounds description					
Well Name* BOX CANYON UNIT			Well Number* 5		API Number 30-015-33155
Section 24	Township 21S	Range 21E	Qtr/Qtr SENE	N/S Footage 1800 FNL	E/W Footage 800 FEL
Latitude _____	Longitude _____	Metes and Bounds _____			

28. 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 recompleate horizontally, give subsurface locations and measured and true vertical depths of all markers and zones. Attach the Bond under which the work will be performed or provide the Bond Number on file pertinent 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 recompleation 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.

12/6/04 Spudded well at 6:15 AM and set 40' of 20" conductor.

12/8/04 Resumed drilling at 6:45 AM.

12/10/04 Set 13-3/8 48# H-40 STCcasing at 430'. Cemented with 180 sx CL-H + 10% A-10B + 10#/sx LCM-1 + 0.25#/sx Celloflake + 1% CaCl₂ (yld 1.52, wt 14.8) and 200 sx BJ Lite (yld 1.98, wt 12.5). Tailed in with 200 sx CL-C + 2% CaCl₂ (yld 1.34, wt 14.8). WOC. Cement did not circulate. Ran temperature survey (cement at 70'). Cut window in 13-3/8" and redi-mix to surface with 135 sx. Tested casing to 600 psi for 30 min (ending psi 575). WOC 21 hrs and 15 min. Reduced hole to 12-1/4" and resumed drilling.

I hereby certify that the foregoing is true and correct.

29. Name*

TINA _____ HUERTA

30. Title

REG COMPLIANCE SUPERVISOR

31. Date* (MM/DD/YYYY)

12/13/2004

32. Signature*

You have the ability to sign this form only if a SmartCard or digital certificate has been issued to you.

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.