Form 3160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT - ARTESIA

FORM APPROVED OMB No. 1004-0135 Expires Inovember 30, 2000

5. Lease Serial No.

NMLCO49945A

6. If Indian, Allottee or Tribe Name

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an

abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/o SUBMITIN TRIPLICATE = Other instructions on reverse side Type of Well Well Name and No. Oil Well X Gas Well Other Name of Operator Cabana Federal Com. #1 API Well No. Yates Drill Company Address Phone No. prelude area code 130-015-332: (505) 748-1471 10. Field and Pool, or Exploratory Area 105 South Fourth Street, Artesia, NM 88210 Location of Well (Footage, Sec., T., R., M., or Survey Description) FEB 0 3 2005 Mcmillan Wildcat Morrow 11. County or Parish, State 707' FNL and 1596 FEL **UUU-ARIESIA** Section 12, T20S-R26E, Mer NMP **Eddy County, New Mexico** 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Acidize Production (Start/Resume) Water Shut-Off Deepen Reclamation Well Integrity Alter Casing Fracture Treat Subsequent Report Recomplete Other Extend Casing Repair **New Construction** APD Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Water Disposal Convert to Injection Plug Back 13. Describe Proposed or Completed Operations (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.) Yates Petroleum Corporation wishes to extend the captioned well's APD expiration date for one (1) year to February 19, 2006. A drilling pit has been will be constructed at this well site under Yates Petroleum Corporation general plan approved by the OCD. Sources at Yates Petroleum Corporation have relayed information to me that they believe there will not be enough H2S anticipated from the surface to the Strawn formation to meet the OCD's minimum requirements for the submission of a contingency plan per Rule 118. APPROVED FOR 12 MONTH PERIOD Approved C-144 attached. ENDING 2/19/06 Thank you. I hereby certify that the foregoing is true and correct Title Name (Printed/Typed) Regulatory Technician / Land Department Debbie L. Caffall email: debbiec@ypcnm.com Date January 19, 2005 THIS SPACE FOR FEDERAL OR STATE USE FLEDD MANAGER TONY Approved by Conditions of approval, if any, are attached. Approval of this notice does not warrant or CARLSBAD FIELD OFFICE certify that the applicant holds legal or equitable title to those rights in the subject lease

Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make to any department or agency of the United states factitious or fraudulent statements or representations as to any matter within its jurisdiction.

which would entitle the applicant to conduct operations thereon.

rench Dr., Hobbs, NM 88240 . Grand Avenue, Artesia, NM 88210 AIII
Rio Brazos Road, Aztec, NM 87410 ict IV 0 S. St. Francis Dr., Santa Fe, NM 87505

closure may commence.

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

For drilling and production facilities, submit to appropriate NMOCD District Office.

For downstream facilities, submit to Santa Fe office

RECEIVED

Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tank covered by a "general plan"? Yes X No

OCT 2:1 2004

Type of action: Registration of a pit of	or below-grade tank X Closure of a pit or belo	w-grade tank OSD-AHTESIA
Operator: YATES DRILLING COMPANY Telephone: (505) 748-1471		·
Address: 105 South Fourth Street, Artesia, NM 88210 Facility or well name: Cabana Federal #1 API #:		16E
		- -
County: <u>Eddy</u> Latitude Longitude	NAD: 1927 X 1983 🔲 Surface	e Owner regeral A State Private midian
Pit	Below-grade tank	
Type: DrillingX Production Disposal	Volume:bbl Type of fluid:	
Workover	Construction material:	
Lined X Unlined	Double-walled, with leak detection? Yes If not, explain why not.	
Liner type: Synthetic X Thickness12mil Clay [_] Volume		
20,000 bbl		
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.) 49	Less than 50 feet	(20 points) 20
	50 feet or more, but less than 100 feet	(10 points)
	100 feet or more	(0 points)
Wellhead protection area: (Less than 200 feet from a private domestic	Yes	(20 points)
water source, or less than 1000 feet from all other water sources.)	No.	(0 points) 0
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet	(20 points)
	200 feet or more, but less than 1000 feet	(10 points)
	1000 feet or more	(0 points) 0
	Ranking Score (Total Points)	20
If this is a pit closure: (1) attach a diagram of the facility showing the pit's	relationship to other equipment and tanks. (2)	Indicate disposal location:
onsite offsite from If offsite, name of facility		
date. (4) Groundwater encountered: No Yes I If yes, show depth belo		
diagram of sample locations and excavations.		
[hereby certify that the information above is true and complete to the best of been/will be constructed or closed according to NMOCD guidelines	my knowledge and belief Hurther certify th general permit X or an (aftacher) alternativ	at the above-described pit or below-grade tank has be OCD-approved plan .
Printed Name/Title_Cy Cowan, Regulatory Agent	Signature	Ol .
Your certification and NMOCD approval of this application/closure does not otherwise endanger public health or the environment. Nordoes in elieve the egulations.	relieve the operator of liability should the controperator of its responsibility for compliance wi	ents of the pit or tank contaminate ground water or th any other federal, state, or local laws and/or
Date: 2 1 2004		,
'rinted Name/Title	Signature // O	<u> </u>
As a condition of approval	As a	condition of approval if during
a detailed closure plan	const	ruction water is encountered or
must be filed before	if wa	ter sceps in pits after
	cons	truction, the OCD MUST BE NTACTED IMMEDIATELY!
closure may commence.	CON	TACTED MAINTEDIATEDA.