UNITED STATES FORM APPROVED DEPARTMENT OF THE INTERIOR OMB NO. 1004-0137 BUREAU OF LAND MANAGEMENT Expires: March 31, 2007 WELL COMPLETION OR RECOMPLETION REPORT AND LOG 5. Lease Serial No. NM-029588 X Oil Well Gas Well Dry Other X New Well Plug Back Diff. Resvr., 6. If Indian, Allottee or Tribe Name b. Type of Completion: Work Over Deepen Other: 2. Name of Operator 7. Unit or CA Agreement Name and No. 25262 Yates Petroleum Corporation 3a. Phone No. (include area code) 8. Lease Name and Well No. 105 S. 4th Str., Artesia, NM 88210 505-748-1471 Temperate BEC Federal #1 4. Location of Well (Report location clearly and in accordance with Federal requirements) At Surface 3960'FNL & 660'FWL (Lot 13) 9. API Well No 30-015-34339 10. Field and Pool, or Exploratory Wildcat Bone Spring Same as above At top prod. Interval reported below Survey or Area Section 6-T21S-R29E Same as above 12. County or Parish 13. State At total depth Eddy **New Mexico** 16. Date Completed 7/30/06 15. Date T.D.Reached 17. Elevations (DF,RKB,RT,GL)* 14. Date Spudded 4/14/06 X Ready to Prod. D&A RH 2/9/06 RT 2/14/06 3443'GL 3461'KB 12,740 11,120' 20. Depth Bridge Plug Set: 11,990', 11,585', 11,120' 18. Total Depth: MD 19. Plug Back T.D.; MD MD NA TVD NA TVD and 12,250' X No 22 Was Well cored? (Submit analysis) 21. Type Electric & Other Mechanical Logs Run (Submit copy of each) Yes X No Was DST run? (Submit report) CNL, Hi-Res Laterolog Array, CBL X No Directional Survey? (Submit copy) 23. Casing and Liner Record (Report all strings set in well) No. of Sks & Slurry Vol. State Cementer Bottm(MD) Size/Grade Wt.(#/ft.) Top (MD) Depth Type of Cement (BBL) Cement Top* Amount Pulled Hole Size 30' Cond. Surface 79 1050 sx 26' 20' 94# Surface 510 Surface 17-1/2" 13-3/8" 54.5# Surface 1934 1550 sx Surface 9-5/8" 3282 1380 sx 12-1/4" 36# Surface Surface 2850' Est. 8-3/4' 5-1/2" 17# Surface 12,740 2880 sx 24. Tubing Record Depth Set (MD) Packer Depth (MD) Depth Set (MD) Packer Depth (MD) Size Depth Set (MD) Packer Depth (MD) Size 26. Perforation Record 25 . Producing Intervals Formation Тор **Bottom** Perforated Interval Size No. Holes Perf. Status 7772 7926 Bone Spring SEE ATTACHED SHEET B) C) D) 27. Acid, Fracture, Treatment, Cement Squeeze, Etc. Depth Interval Amount and Type of Material SEE ATTACHED SHEET 28. Production - Interval A Oil Gravity Oil Water Production Method Date First Test Hours Test Gas Gas BBL MCF BBL Corr. API Produced Date Tested Production Gravity \Rightarrow 8/3/06 24 28 7/31/06 0 72 NA NA Pumping Choke Tbg. Press Csg. 24 Hr. Oil Gas Water Gas: Oil Well Status BBL MCF **BBL** Ratio Size Flwg. Press. Rate \Rightarrow NA NA 0 72 28 NA NA Well being tested 28a. Production-Interval B Oil Water Production Method Test Hours Test Gas Oil Gravity Gas Date First Tested BBL MCF BBL Corr. API Produced Production Date Gravity \Rightarrow Choke Tbg. Press Csg. 24 Hr. Oil Gas Water Gas: Oil Well Status Size Flwg. Press. Rate BBL MCF BBL Ratio

 \Rightarrow

28b. Production	- Interval C									
Date First	Test	Hours	Test	Oil	Gas	Water	Oil Gravity	Gas	Production Method	·
Produced	Date	Tested	Production	BBL	MCF	BBL	Corr. API	Gravity		
Choke	Tbg. Press.	Csg.	24 Hr.	Oil	Gas	Water	Gas: Oil	Well Statu	IS	
Size	Flwg.	Press.	Rate	BBL	MCF	BBL	Ratio			
28c. Production	- Interval D									
Date First	Test	Hours	Test	Oil	Gas	Water	Oil Gravity	Gas	Production Method	
Produced	Date	Tested	Production	BBL	MCF	BBL	Corr. API	Gravity		
Choke	Tbg. Press.	Csg.	24 Hr.	Oil	Gas	Water	Gas: Oil	Well Statu	IS	
Size	Flwg.	Press.	Rate	BBL	MCF	BBL	Ratio			
29. Disposition of	of Gas (Sold, u	sed for fuel,	vented, etc.)	<u>, I</u>	<u> </u>		······································	<u>.</u>		
30. Summary of	Dereus Zanos	(Include Acu	uiforo):					21 Forms	ation (Log) Markers	
Show all impor	tant zones of	porosity and	l contents thered on used, time too					31. FOIII	mon (Log) warkers	
F	ormation		Тор	Bottom	Des	scription, Co	ntents, etc.	Name Top Meas Depth		
		<u> </u>		-				Rustler	960'	
								Capitar		1820'
			Ť	1				Delawa		3290'
								Bone S		6616'
								1		9030'
									ne Spring	l .
			ļ					Wolfca	mp	9876'
			İ					Strawn		11,104'
								Atoka		11,548'
								Morrow	1	11,942'
				ľ						
32. Additional re	emarks (include	e plugging pr	ocedure):					<u> </u>		
33. Indicate wh	ich items have	been attach	ed by placing a c	heck in the ap	opropriate	boxes:				
	X Electrical/	Mechanical L	.ogs (1 full set re	q'd.)	Geolo	ogic Report	DST	Report	Directional Survey	
	Sundry N	otice for plug	ging and cement	verification	Core	Analysis	X Other	: Deviation	n Survey	
34. I hereby cer	rtify that the for	egoing and a	ttached informati	on is complet	e and corr	ect as deter	mined from all av	vailable rec	ords (see attached instru	uctions)*
Name(please p	rint)			Tina Hue	rta		. ,	Title	Regulatory Com	pliance Superviso
Signature		(1	ine)	ur	Ta.			_ Date	Novembe	er 16, 2006
				1						
			U.S.C. Section 1 ternents or repre					rillfully to ma	ake to any department o	r agency of the United

Yates Petroleum Corporation Temperate BEC Federal #1 Section 6-T21S-R29E Eddy County, New Mexico Page 3

Form 3160-4 continued:

26. Perforation Red			26. Perforation Record				
Perforated Interval	Size	No. Holes	Perf Status	Perforated Interval	Size	No. Holes	Perf Status
12,520'-12,530'		61	Squeezed	11,596'-11,608'		73	Under CIBP
12,546'-12,550'		25	Squeezed	11,848'-11,854'		37	Under CIBP
12,282'-12,290'		49	Under CIBP	11,170'-11,188'		37	Under CIBP
12,300'-12,308'		49	Under CIBP	11,214'-11,240'		53	Under CIBP
12,326'-12,330'		25	Under CIBP	11,366'-11,374'		17	Under CIBP
12,350'-12,356'		37	Under CIBP	11,448'-11,460'		25	Under CIBP
12,380'-12,382'		13	Under CIBP	11,532'-11,540'		17	Under CIBP
12,410'-12,416'		37	Under CIBP	7772'-7782'		21	Open
12,038'-12,048'		61	Under CIBP	7816'-7830'		29	Open
12,064'-12,070'		37	Under CIBP	7918'-7926'		17	Open
12,112'-12,126'		85	Under CIBP	•		•	, , , , , ,

27. Acid, Fracture,	Treatment, Cement Squeeze, Etc.
Depth Interval	Amount and Type of Material
12,520'-12,550'	Acidize with 1000g Morrow Type acid with 50 ball sealers
12,520'-12,550'	Squeezed with 150 sx Class "H" cement with additives
12,282'-12,416'	Acidize with 1500g 7-1/2% equal to clay safe "H" acid with 1000 SCF/PB N2
12,038'-12,126'	Acidize with 1500g 7-1/2% acid with 1000 SCF/PB N2
11,596'-11,854'	Acidize with 2500g 7-1/2% HCL acid with 250 ball sealers
11,448'-11,540'	Acidize with 2200g 15% MSA
11,366'-11,374'	Acidize with 1000g 15% MSA
11,170'-11,240'	Acidize with 4250g 15% MSA
7772'-7926'	Acidize with 1500g 7-1/2% IC acid and 100 balls
7772'-7926'	Frac with 58,000g 20# borate, 42,200# 20/40 white sand, 82,480# 20/40 Super set

Regulatory Compliance Supervisor

November 16, 2006

OPERATOR

YATES PETROLEUM CORP.

WELL/LEASE TEMPERATE BEC FED. 1

COUNTY **EDDY**

STATE OF NEW MEXICO

DEVIATION REPORT							
102	0.75	3,724	0.25				
220	1.00	4,198	0.50				
327	1.00	4,674	0.25				
493	0.25	5,149	0.25				
616	1.25	5,593	0.25				
775	2.00	6,066	1.00				
902	4.00	6,543	1.25				
964	4.00	6,830	0.25				
974	3.52	7,307	0.50				
1,005	3.17	7,453	1.25				
1,069	3.52	7,717	0.25				
1,101	3.25	7,971	0.25				
1,133	2.81	8,224	1.25				
1,165	2.46	8,478	0.75				
1,196	2.46	8,732	0.75				
1,228	2.55	9,208	0.75				
1,260	2.29	9,685	0.25				
1,292	2.11	10,162	0.25				
1,323	1.85	10,636	0.75				
1,355	1.58	11,104	0.25				
1,418	1.06	11,606	0.25				
1,482	0.79	11,932	0.75				
1,546	1.06	12,164	1.00				
1,609	1.32	12,636	1.25				
1,672	1.49	12,740	1.25				
1,736	1.76						
1,799	2.11						
1,869	2.02						
2,022	1.75						
2,119	1.00						
2,372	0.75						
2,625	2.50						
2,722	2.00						
2,817	1.50						
3,005	1.50						
3,282	1.00						

STATE OF TEXAS **COUNTY OF MIDLAND**

The foregoing instrument was acknowledged before me on Moore on behalf of Patterson-UTI Drilling Company LP, LLLP.

April 26, 2006

, by Steve

Notary Public for Midland County, Texas My Commission Expires: 4/08/07

