Form 3160-5 (August 1999)		M. Oil Cons. DIV-	-Dist. 2 FORM APPROVED OMB No. 1004-0135	
г	BUREAU OF LAND MANA	BOGRW. Grand A	/enue Expires Inovember 30, 2000	
SUNI	210 <sup>5. Lease Serial No.</sup> NM-17208			
Do not use abandoned v	6. If Indian, Allottee or Tribe Name			
and the second	RIPLICATE – Other instru	ictions on reverse side	7. If Unit or CA/Agreement, Name and/o	
1. Type of Well Gas W	/ell Dther	RECEIVED	8. Well Name and No.	
2. Name of Operator		JAN 1 6 2004	Dorothy "VO" Federal #3	
Yates Petroleum Corp 3a. Address	oration		9. API Well No.	
105 South Fourth Stre	ot Artosia NM 88210	3b. Phone NOCE ARTES (505) 748-1471	A 30-005-63633 10. Field and Pool, or Exploratory Area	
	Sec., T., R., M., or Survey Descripti		Wildcat Precambrian	
660' FNL and 660' F			11. County or Parish, State	
Section 14, T8S-R26E			Chaves County, New Mexico	
12. CHECK AF	PPROPRIATE BOX(ES) TO INI	DICATE NATURE OF NOTICE, I	REPORT, OR OTHER DATA	
TYPE OF SUBMISSIO	N	TYPE OF ACTIO	N	
Notice of Intent	Acidize		ction (Start/Resume) 🔲 Water Shut-Off mation 🗌 Well Integrity	
Subsequent Report	Casing Repair	New Construction Recon	nplete Other	
Final Abandonment Notice	Change Plans		orarily Abandon Disposal	
13. Describe Proposed or Completed If the proposal is to deepen dire Attach the Bond under which th Following completion of the inv Testing has been completed. F determined that the site is ready for	inal Abandonment Notices shall be filed	tails, including estimated starting date of a e subsurface locations and measured and tru- e Bond No. on file with BLM/BIA. Requi in a multiple completion or recompletion only after all requirements, including reck	ny proposed work and approximate duration thereof. ie vertical depths of all pertinent markers and zones, ired subsequent reports shall be filed within 30 days in a new interval, a Form 3160-4 shall be filed once amation, have been completed, and the operator has	
•		proposed depth of the Doro enclosed page of the drilling	-	
Thank you.				
14. I hereby certify that the for Name ( <i>Printed/Typed</i> )	regoing is true and correct	1 Title		
	obertasher		gulatory Agent	
Signature A. A.		Date January 9, 2004		
		OR FEDERAL OR STATE USE		
Approved by	ny alampitané di sang para ng pinanana ang pinang para ng pinang para ng pinang para ng pinang para ng pinang p	Title	Date /	
	ttached. Approval of this notice does not or equitable title to those rights in the su conduct operations thereon.		1/14/64	
Title 18 U.S.C. Section 100 States intitious or fraudulen	1, make it a crime for any person it statements or representations as	knowingly and willfully to make t s to any matter within its jurisdiction	o any department or agency of the United on.	
(Instructions on reverse)				

7.

1. The estimated tops of geologic markers are as follows:

San Andres	1145'	Cisco	5846'
Glorieta	2240'	Strawn	5965'
Yeso	2365'	Mississippian	6200'
Tubb	3816'	Siluro-Devonian	6345'
Abo	4570'	Basement-Granite Wash	6590'
Wolfcamp	5270'	TD	6740'

2. The estimated depths at which anticipated water, oil or gas formations are expected to be encountered:

Water: 150'-200' Oil or Gas: All potential zones.

3. Pressure Control Equipment: BOPE will be installed on the 8 5/8" casing and rated for 2000 BOP systems will be consistent with API RP 53. Pressure tests will be conducted before drilling out from under all casing strings which are set and cemented in place. Blowout Preventor controls will be installed prior to drilling the surface plug and will remain in use until the well is completed or abandoned. Preventors will be inspected and operated at least daily to ensure good mechanical working order, and this inspection recorded on the daily drilling report. See Exhibit B.

Auxiliary Equipment:

- A. Auxiliary Equipment: Kelly cock, pit level indicators, flow sensor equipment and a sub with full opening valve to fit the drill pipe and collars will be available on the rig floor in the open position at all times for use when kelly is not in use.
- 4. THE PROPOSED CASING AND CEMENTING PROGRAM:
  - A. Casing Program: (All New)

<u>Hole Size</u>	Casing Size	<u>Wt./Ft</u>	<u>Grade</u>	<u>Coupling</u>	<u>Interval</u>
12 1/4	8 5/8"	24#	J-55	ST&C	0-900'
7 7/8"	5 1/2"	15.5#	J-55	ST&C	0-6740'

- 1. Minimum Casing Design Factors: Collapse 1.125, Burst 1.0, Tensile Strength 1.8
- 2. Yates Petroleum Corporation requests that a variance be granted in requiring the casing and BOPE to be tested to 2000 PSI to testing the casing and BOPE to 1000 PSI. The rig pumps will be used to test the casing and BOPE. Rig pumps used in this area cannot safely test above 1000 PSI. We would have to go to the greater expense of hiring an independent service to do the testing. Also, the maximum shut-in bottom hole pressure is 1100 PSI. Pressure at the surface is much less. Most of the time the Abo formation requires treatment before it flows.