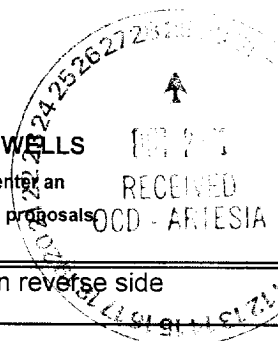


UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or re enter an
an abandoned well. Use Form 3160-3 (APD) for such proposals



SUBMIT IN TRIPLICATE - Other instructions on reverse side

1 Type of Well

☐ Oil well ☐ Gas Well ☐ Other

2 Name of Operator

Yates Petroleum Corporation

a. Address

105 South Fourth Street

3b. Phone No. (include area code)

505-748-1471

4 Location of Well

(Footage, Sec., T., R., M., OR Survey Description)

Unit I 1650 South, 660 East Sec. 17-T17S-R28E

5. Lease Serial No.

LC-045818B

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.

Hastie AXH Federal

9. API Well No.

#1

10. Field and Pool, or Exploratory Area

Eddy-Morrow/Atoka

11. County or Parish, State

Eddy, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

TYPE OF ACTION

☒ Notice of Intent

☐ Acidize

☐ Deepen

☐ Production (Start/Resume)

☐ Water Shut-Off

☐ Alter Casing

☐ Fracture Treat

☐ Reclamation

Well Integrity

☐ Subsequent Report

☐ Casing Repair

☐ New Construction

☐ Recomplete

☐ Other

☐ Change Plans

☐ Plug and Abandon

☐ Temporarily Abandon

☐ Final Abandonment Notice

☐ Convert to Injection

☐ Plug Back

☐ Water Disposal

13 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 recompleat 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 recompleat 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 completed, and the operator has determined that the site is ready for final inspection.)

Drilled 400'. TD 17-1/2" hole at 11:30 am 4-2-01. TOOH. Rigged up casers and run 9 joints 13-3/8" 48# H-40 8R ST&C casing, set at 400'. Texas Pattern Notched guide shoe set at 400'. Cement with 100 sacks Thixset with 10% Caseal + 5# gilsonite + 1/4# flocele + 2% CaC12 Tailed in with 200 sacks Premium Plus with 1/4# flocele + 2% CaC12 + 215 sacks Premium Plus with 2% CaC12. PD at 4:00 PM Mst 4-2-01 Spotted 35 sacks Premium Plus with 4% CaC12. Spotted 55 sacks Premium Plus with 4% CaC12. Spotted 161 sacks Premium Plus with 2% CaC12. Drilled out at 11:45 AM 4-3-01. Reduced hole to 12 1/4" and resumed drilling. Rigged up casers and run 47 joints 9-5/8' 36# 8R J-55 ST&C casing, set at 2105'. Regular guide shoe set at 2105'. Float set at 2-57.42'. Cemented with 500 sacks Interfill "C" with 1/4# flocele + 5#/sx gilsonite. Tailed in with 250 sacks Premium Plus with 2% CaC12. PD at 6:45 PM 4-5-01. Circulated 155 sacks cement. WOC. Notified Jim Amos BLM of operations 4-6-01. Resumed drilling 7:30 am 4-7-01.

14 I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

Erma Vazquez

Title Drilling Technician

Signature

Date October 28, 2001

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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.

Office

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