Form 3160-5 (August 1999)

Approved by

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.

UNITED STATES DEPARTMENT OF THE INTERIOR

Oil Cons. N.M. DIV-Dist. 2

FORM APPROVED OMB No. 1004-0135

Date

C151

Expires November 30, 2000 1301 W. Grand Averice al No. **BUREAU OF LAND MANAGEMENT** SUNDRY NOTICES AND REPORTS ON WELLS Artesia, NM 88210 NM-96219 Do not use this form for proposals to drill or to re-enter an If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on reverse side 7. If Unit or CA/Agreement, Name and/or No. Type of Well Oil Well A Gas Well Other 8. Well Name and No. Name of Operator Millennium "34" Fed Com #1 Yates Drilling Company 9. API Well No. 3a. Address 30-015-31833 3b. Phone No. (include area code) 105 South 4th Street, Artesia, NM 505-746-0308 10. Field and Pool, or Exploratory Area Grayburg Morrow Location of Well (Footage, Sec., T., R., M., or Survey Description) 990' FSL & 990' FWL 11. County or Parish, State Section 34-17S-29E Eddy County NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen ☐ Production (Start/Resume) Water Shurt Off Notice of Intent Well Integrity Alter Casing Fracture Treat Reclamation Spud Casing Repair New Construction Other Recomplete X Subsequent Report 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 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 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.) Spudded a 26" hole with rat hole machine at 1:40 PM, 7-10-2001. Set 40' of 20" conductor pipe. Note: Notified Kathy Queen, BLM of spud. Resumed drilling 14 3/4" hole with rotary tools at 9:00 PM, 7-14-2001. TD 177', lost circulation 64'-69' and 93'-98'. Pumped 8 yds. redi-mix in open hole. WOC 2 hrs. Drilled out cement. 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Title Engineering Technic Karen J. Leishman Signature Date 8-21-2001 THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Title

Office