

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Oil Cons.
N.M. Div-Dist. 2
1301 W. Grand Avenue
Artesia, NM 88210

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

dsf

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

SUBMIT IN TRIPLICATE - Other instructions on reverse side

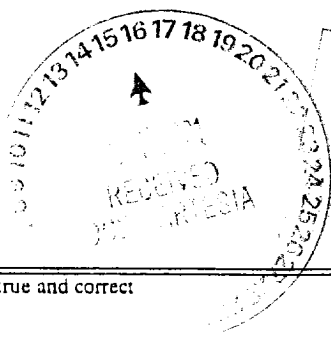
1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		6. Lease Serial No. NM-96219
2. Name of Operator Yates Drilling Company		7. If Indian, Allottee or Tribe Name -
3a. Address 105 South 4th Street, Artesia, NM	3b. Phone No. (include area code) 505-746-0308	8. Well Name and No. Millennium "34" Fed Com #1
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 990' FSL & 990' FWL Section 34-17S-29E		9. API Well No. 30-015-31833
		10. Field and Pool, or Exploratory Area Grayburg Morrow
		11. County or Parish, State Eddy County NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>Casing and Cement</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> 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/BLA. 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.)

7-21-2001 TD 2900'. Ran 69 jts. 8 5/8" 32# J-55 8rd ST&C casing, set at 2900'. Float shoe set at 2900'. Float collar set at 2857.10'. Cemented with 725 sxs. 35/65/6 + 5# LCM + 1/4# CF (yld 2.04, wt 12.5). Tailed in with 200 sxs. "C" + 1% CAC12 (yld 1.34, wt 14.8). PD at 3:34 AM, 7-22-2001. Circulated 125 sxs. WOC, 28 hrs. Drilled out at 8:00 AM, 7-23-2001. Resumed drilling 7 7/8" hole.



ACCEPTED FOR FILE

RECEIVED
2001 AUG 22 PM 12 18
BUREAU OF LAND MGMT.
CARLSBAD FIELD OFFICE

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Karen J. Leishman		Title Engineering Technician
Signature <i>Karen J. Leishman</i>		Date 8-21-2001

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		