ON I ementary UNITED STATES (August 1999) NT OF THE INTERIOR BUREAU _. LAND MANAGEMENT 5. Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NM-86241 Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. N/A 7. If Unit or CA/Agreement, Name and/or No. SUSMIT IN TRIPLICATE - Other Instructions on reverse side 8. Well Name and No i ype of Well X Oil Well Other Gas Well HILLVIEW AHE FED COM # 12 9. API Well No. Name of Operator 30-015-26983 Yates Petroleum Corporation 10. Field and Pool, or Exploratory Area 3b, Phone No. (include area code) 3a Address 505-748-1471 105 S. 4th Street - Artesia, NM 88210 DAGGER DRAW UPPER PENN, SO. 4. Location of Well (Footage, Sec., T.,R., M., or Survey Description) 11. County or Parish, State 1980' FSL & 660' FEL Section 23-T20S-R24E UNIT I EDDY COUNTY, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Water Shut-Off Production (Start/Resume) X Notice of Intent Acidize Deepen Reclamation Well Integrity Alter Casing Fracture Treat ³Subsequent Report Extend T/A status Other Recomplete New Construction inal Abandonment Notice Casing Repair Change Plans Plug and Abandon Temporarily Abandon Water Disposal Convert to Injection Plug Back 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 operations 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 inspecition.) Yates Petroleum Corporation respectfully requests permission to extend the TA Status of this well for a period of one (1) year to fully evaluate for water flooding or deepening.

Mechanical Integrity Test was conducted on 7-22-98.

or fraudulent statements or representations as to any matter within its jurisdiction

Accepted for record . WMOCT I hereby certify that the foregoing is true and correct Name (Printed/Typed) Regulatory Technician Donna Clack Signature Date 10-1-02 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Date Title Approved by Office 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

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