

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTOil Cons.
N.M. Div-Dist. 2
1301 W. Grand Avenue
Artesia, NM 88210
BLM Approved
B No. 1004-0135
Expires November 30, 2000
Lease No. NM-56350

CIS 17

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

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

Yates Petroleum Corporation

3a. Address

105 S. 4th St. - Artesia, NM 88210

3b. Phone No. (include area code)

505-748-1471

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Surface: 1650' FSL & 2310' FWL of Sec. 22-T21S-R24E (K, NESW)
BHL: 660' FSL & 660' FWL of Section 22-T21S-R24E (Unit M, SWSW)

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

Lowe Staple AMR Federal Com #1

9. API Well No.

30-015-10040

10. Field and Pool, or Exploratory Area

Indian Basin Upper Penn, Assoc.

11. County or Parish, State

Eddy Co., NM

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

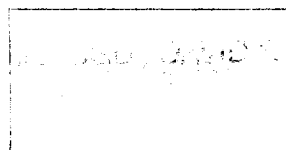
TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> 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 Date of 1st
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Production & Gas
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	Connect

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

Date of 1st production and Gas Connect: August 4, 2001

Gas connected to Dagger Draw Gas Processing Plant

ACCEPTED FOR RECORD

DAVID R. GLASS
PETROLEUM ENGINEER14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Rusty Klein

Title Operations Technician

Signature

Date November 5, 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.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

On Cons.
N.M. Div-Dist. 2
1301 W. Grand Avenue
Artesia, NM 88210
FORM APPROVED
OMB No. 1004-0135
Expires November 30, 2000
Lease No. 6350

SUNDRY NOTICES AND REPORTS ON WELLS
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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. If Indian, Allottee or Tribe Name
2. Name of Operator Yates Petroleum Corporation		7. If Unit or CA/Agreement, Name and/or No.
3a. Address 105 S. 4th St. - Artesia, NM 88210	3b. Phone No. (include area code) 505-748-1471	8. Well Name and No. Lowe Staple AMR Federal Com #1
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Surface: 1650' FSL & 2310' FWL of Sec. 22-T21S-R24E (K, NESW) BHL: 660' FSL & 660' FWL of Section 22-T21S-R24E (Unit M, SWSW)		9. API Well No. 30-015-10040
		10. Field and Pool, or Exploratory Area Indian Basin Upper Penn, Assoc
		11. County or Parish, State Eddy Co., NM

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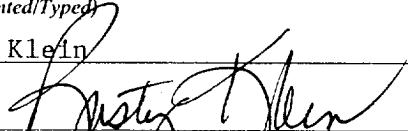
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7-10-2001 - Cleaned location and set anchors. Moved in and rigged up pulling unit. Nippled up BOP. TIH with bit and drill collars and tubing to 4500'. Shut well in for night.
7-11-2001 - Finished TIH with bit, drill collars and tubing and tagged up at 8565'. Pickled tubing with 800 gallons 15% NEFE acid. Displaced hole with 7% treated fluid. TOOH with bit, drill collars and tubing. Shut well in.
7-12-2001 - Rigged up wireline. TIH with logging tools and ran CBL/GR/CCL log. TOOH with logging tools. TIH with 4" casing guns and perforated 7952-8022' w/45 .42" holes as follows: 7952-7972' (21 holes), 7994-7996' (3 holes) and 8002-8022' (21 holes) (1 SPF - Canyon). TOOH with casing guns and rigged down wireline. TIH with packer and RBP with ball catcher. Set RBP at 8062' and tested to 1000 psi. Set packer at 7652' and tested to 1000 psi. Nippled up wellhead and valve. Shut well in.
7-13-2001 - Acidized perforations 7952-8022' with 50000 gallons gelled 20% HCL acid. Swabbed. Shut well in.
7-14-2001 - Swabbed. Shut well in.
7-15-16-2001 - Swabbed. Shut well in.

14. I hereby certify that the foregoing is true and correct

CONTINUED ON NEXT PAGE:

Name (Printed/Typed) Rusty Klein	Title Operations Technician
Signature 	Date August 30, 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	

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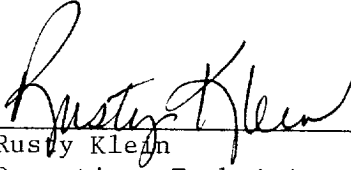
DAVID R. GLASS

RECEIVED
OCD ARTESIA

YATES PETROLEUM CORPORATION
Lowe Staple AMR Federal Com #1
Section 22-T21S-R24E
Eddy County, New Mexico

SUNDRY NOTICE CONTINUED:

7-17-2001 - Swabbed. Released and pulled packer, RBP and tubing. Shut well in.
7-18-2001 - Nippled down BOP and nipped up wellhead. Shut well in. Released well
to production department.

A handwritten signature in black ink, appearing to read "Rusty Klein", is written over a horizontal line.

Rusty Klein
Operations Technician
August 30, 2001