Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

5. Lease Designation and Serial No.

NM-78213

SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well Oil Gas Well RE-ENTRY 8. Well Name and No. 2. Name of Operator Walt Canyon AMA Fed #1 YATES PETROLEUM CORPORATION (505) 748-1471)9. API Well No. 3. Address and Telephone No. <u>-015- 10</u> 105 South 4th St., Artesia, NM 88210 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 990' FSL & 2310' FEL of Section 3-T22S-R24E 11. County or Parish, State Eddy County, New Mexico CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans Recompletion New Construction XX Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection \square Other Commence operations, □ Dispose Water (Note: Report results of multiple completion on Well casing, perforations Completion or Recompletion Report and Log form.) 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* CONTINUED FROM PAGE 1: TIH w/wire filled cut lip shoe, wash pipe, drill collars, tubing, perforated sub to 7840'. Drilled to 7844'. TOOH. Caught 1 cone. TIH w/shoe with diamond and wire inserts, wash pipe, drill collars and tubing to 7844'. Drill and wash cement down to 7942'. TOOH and TIH w/bit, drill collars and tubing to 7942'. Drilled out cement to 7958'. Reversed hole clean. TIH w/bit, string mill and tubing. Work string mill through slip joint. TOH. TIH with bit, scraper and tubign to 7958'. Displaced hole with 2% KCL water. TIH w/logging tools. Could not get past 6954'. TOOH & TIH w/string mill. Worked thru tight spot at 6954'. TOOH. TIH w/logging tools and ran logs. TOOH & TIH w/packer and tubing to 7530'. WIH and prforated 7942-46' w/10 .42" holes (2 SPF). Spotted 2 barrels 20% NEFE acid. Set packer at 7788'. Acidized perforations 7942-7946' w/1500 gallons 20% NEFE acid and ball sealers. that the foregoing Production Clerk Date May 20, 1993

or representations as to any matter within its jurisdiction.

Title 18 U.S.C. Section 1001, makes 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