Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED Budget Bureau No. 1004-0135

Expires: March 31, 1993 BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. NM 31375 SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. 6. If Indian, Allottee or Tribe Name Use "APPLICATION FOR PERMIT—" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well Oil Well Gas Well U Other 8. Well Name and No. 2. Name of Operator Bonneville AKK Federal #2 YATES PETROLEUM CORPORATION (505) 748-1471 9. API Well No. 3. Address and Telephone No. 30-015-27001 105 South 4th St., Artesia, NM 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 660' FSL & 200' FEL, Sec. 24-T21S-R31E - Unit P, Surface (Eddy Co.) West Lusk Delaware 11. County or Parish, State 660' FSL & 660' FWL, Sec. 19-T21S-R32E - Unit M, BHL (Lea Co.) Proposed producing zone Eddy, NM 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 X Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection KX Other Spud, set surface Dispose Water (Note: Report results of multiple completion on Well 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.)*

Spudded 26" hole 3:20 PM 4-28-92. Set 40' of 20" conductor. Redi-Mix to surface. Resumed drilling $17\frac{1}{2}$ " hole 6:00 PM 4-30-92. Reached TD 17½" hole 5-1-92. Ran 20 joints 13-3/8" 54.5# J-55 casing set 865'. Guide shoe set 865', insert float set 826'. Cemented w/600 sx PSL with 2% CaCl2 (yield 1.79, wt 14.8). PD 3:04 AM 5-2-92. Bumped plug to 800 psi, held OK. Circulated 187 sx cement. WOC. Drilled out 10:00 PM 5-3-92. WOC 42 hrs and 56 minutes. NU and tested to 500 psi for 30 minutes. Reduced hole to 11" and resumed drilling. NEW MEXICS 14. I hereby certify that the foregoing is true and correct Title Production Supervisor

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