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

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5. Lease Designation and Serial No. NM-78214 **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 X Oil Well 8. Well Name and No. 2. Name of Operator Anemone ANE Federal #1 YATES PETROLEUM CORPORATION (505) 748-1471) 9. API Well No. 3. Address and Telephone No. 30-015-28041 105 South 4th St., Artesia, NM 88210 10. Field and Pool or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., of Survey Description) Undesignated Canyon 11. County or Parish, State 1980' FSL & 1980' FWL of Section 9-T22S-R24E (Unit K, NESW) Eddy Co., 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 X Recompletion **New Construction** Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection (National port results of multiple completion on Well Completion or Recompletion Report and Log form) 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. IF PR 3 Propose to abandon Morrow completion and recomplete to Canyon as follows: 1. Rig up wireline. Set standing valve in profile n la capproximately 9990'. tubing down and load with KCL water. 2. Nipple down tree, nipple up BOP. Unlatch tubing from on/off tool and TOOH. RIH w/RBP and set at 9950'. Test to 2000 psi. TOOH with tubing. NOTE: May set 2 sacks of sand on RBP. 3. Perforate 7855-8006' w/30 holes (1 SPF - Canyon) as follows: 7855, 57, 59, 82, 83, 84, 88, 89, 90, 7908, 11, 12, 13, 27, 28 & 7929' (16 holes) and 7976, 78, 80, 82, 84, 86, 88, 90, 92, 94, 8000, 02, 04 & 8006' (14 holes). 4. TIH with tubing, packer and RBP. Straddle perforations 7976-8006' and acidize w/2000gallons 20% NEFE HCL acid and ball sealers. 5. Straddle perforations 7855-7929' and acidize with 2000 gallons 20% NEFE HCL acid and ball sealers. Straddle perforations 7855-8006' and acidize with 42000 gallons 20% NEFE HCL acid with ball sealers. Swab. Put well on pump. 9. 14. I hereby certify that the foregoing is true and correct Production Clerk (This space for Federal or State office use) Title Date

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 or representations as to any matter within its jurisdiction.