

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

N.M. Oil Conservation Division  
811 S. 1st Street  
Artesia, NM 88210-2834

FORM APPROVED  
OMB No. 1004-0135  
Expires November 30, 2000

**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 <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NM-78213
2. Name of Operator Yates Petroleum Corporation		6. If Indian, Allottee or Tribe Name
3a. Address 105 S. 4th St. - Artesia, NM 88210	3b. Phone No. (include area code) 505-248-1473	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1450' FSL & 790' FWL of Section 3-T22S-R24E (Unit L, NWSW)		8. Well Name and No. Walt Canyon AMA Federal #2
		9. API Well No. 30-015-28129
		10. Field and Pool, or Exploratory Area Indian Basin Upper Penn.
		11. County or Parish, State Assoc. 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 7" casing & cement
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

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 recomple 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 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 inspection.)

TD 8975'. Reached TD at 6:30 AM 4-20-2000. Ran 213 joints of 7" 29# casing as follows: 30 joints of 7" 29# N-80 sandblasted (1248.26'); 1 joint of 7" 29# P110 marker (20.66'); 118 joints of 7" 29# N-80 (4883.28'); 25 joints of 7" 29# L-80 8rd (1088.01') and 39 joints of 7" 29# L-80 buttress (1736.55') (Total 8979.31') of casing set at 8975'. Float shoe set at 8975'. Float collar set at 8928'. Bottom marker set from 7724-7704'. Pumped 200 bbls of mud with 400 scf/bbl N2 ahead of 750 sacks Super C Modified (61-15-11), 7/10% FL52, 7/10% FL25 and 8#/sack gilsonite (yield 1.58, weight 13.2). PD 5:45 PM 4-21-2000. Bumped plug to 1500 psi for 5 minutes, OK. WOC. Nipped up and tested BOP. Drilled out at 9:45 AM 4-23-2000. WOC 40 hours. Reduced hole to 6-1/8". Resumed drilling.

14. I hereby certify that the foregoing is true and correct  
Name (Printed/Typed)

Rusty Klein

Title Operations Technician

Signature

Date June 28, 2000

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

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

Office

