

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. 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		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		8. Well Name and No. Walt Canyon AMA Federal #2	
3b. Phone No. (include area code) 505-748-1471		9. API Well No. 30-015-28129	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1450' FSL & 790' FWL of Section 3-T22S-R24E (Unit 140858)		10. Field and Pool, or Exploratory Area Indian Basin Upper Penn.	
		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 Perforate, acidize & frac
	<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.)

5-20-22-2000 - Cleaned location, set and tested anchors. Moved in and rigged up pulling unit.

5-23-2000 - TIH with bit, scraper and tubing and tagged PBTD at 10364'. Nippled up frac valve and BOP. Pickled tubing and casing with 1000 gallons of 15% iron control HCL acid. Displaced hole with treated water. TOOH with bit and scraper.

5-24-2000 - Rigged up wireline. TIH with logging tools and ran CBL/GR/CCL log. TOOH with logging tools and rigged down wireline. TIH with 3-1/8" casing guns and perforated 10096-10340' w/336 .42" holes as follows: 10096-10103', 10136-10146', 10208-10214', 10217-10224', 10226-10234', 10249-10256' and 10336-10340' (6 SPF - Morrow). TOOH with casing guns and rigged down wireline. TIH with RBP, packer and tubing.

5-25-2000 - Straddled perforations 10336-10340'. Acidized perforations with 500 gallons of 7-1/2% iron control Morrow acid. Moved tools and straddled perforations 10208-10256'. Acidized with 2000 gallons of 7-1/2% iron control Morrow acid. Moved tools and straddled perforations 10136-10146' - communicated with upper perforations. Moved tools and straddled perforations 10096-10146'. Acidized with 1000 gallons of 7-1/2% iron control Morrow acid.

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

Rusty Klein

CONTINUED ON NEXT PAGE:

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

ACCEPTED FOR RECORD

OPRG.SGD.) DAVID R. GLASS
JUL 06 2000

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.

BLM