

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004 0135
Expires: March 31, 1991

SUNDRY NOTICES AND REPORTS ON WELLS

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

SUBMIT IN TRIPLICATE

5. Lease Designation and Serial No.
NM-045276

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.
Preston Federal #25

9. API Well No.
30-015-30120

10. Field and Foot, or Exploratory Area

Wildcat Morrow

11. County or Parish, State
Eddy Co., NM

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
YATES PETROLEUM CORPORATION (505) 748-1471

3. Address and Telephone No.
105 South 4th St., Artesia, NM 88210

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
660' FSL & 2310' FWL of Section 34-T20 1/2 S-R23E (Unit N, SESW)

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

- Notice of Intent
- Subsequent Report
- Final Abandonment Notice

TYPE OF ACTION

- Abandonment
- Recompletion
- Plugging Back
- Casing Repair
- Altering Casing
- Other Spud, conductor, resume drilling, surface casing cement
- Change of Plans
- New Construction
- Non-Routine Fracturing
- Water Shut Off
- Conversion to Injection
- Dispose Water

13. Describe Proposed or Completed Operations if 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 a 26" hole with rat hole machine at 4:00 PM 6-4-98. Set 40' of 20" conductor pipe. Cemented to surface. NOTE: Notified Gene Hunt w/BLM-Carlsbad of spud. Resumed drilling a 14-3/4" hole with rotary tools at 7:45 PM 6-8-98.

TD 1105'. Reached TD at 10:00 AM 6-9-98. Ran 25 joints of 9-5/8" 36# J-55 8rd ST&C (1107.96') of casing set at 1105'. 1-Texas Pattern notched guide shoe set at 1105'. Insert float set at 1015'. Cemented with 200 sacks "H", 10% A-10B, 1/4#/sack celloflake, 10#/sack gilsonite and 1% CaCl2 (yield 1.52, weight 14.56) and 600 sacks "C" (65-35-6), 5#/sack gilsonite, 1/4#/sack celloflake and 2% CaCl2 (yield 1.90, weight 12.6). Tailed in with 200 sacks "C" with 2% CaCl2 (yield 1.34, weight 14.8). PD 4:30 PM 6-9-98. Bumped plug to 910 psi, OK. Circulated 275 sacks. WOC. Nippled up and tested to 3000 psi for 30 minutes, OK. Drilled out at 6:00 PM 6-10-98. WOC 25 hours and 30 minutes. Reduced hole to 8-3/4". Resumed drilling. NOTE: Witnessed by Don Early w/BLM-Carlsbad.

ACCEPTED FOR RECORD
(ORIG. SGD) DAVID R. GLASS
JUN 15 1998
BLM

14. I hereby certify that the foregoing is true and correct

Signed *Rusty Klein*
(This space for Federal or State office use)

Title Operations Technician Date June 11, 1998

Approved by _____ Title _____ Date _____
Conditions of approval, if any: _____

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.

*See Instruction on Reverse Side