N. M. Oil Cons. Division 811 S. 13T.

ARTESIA, NM 88210-2834 FORM APPROVED UNITED STATES , Form 3160-5 Budget Bureau No. 1004-0135 DEPARTMENT OF THE INTERIOR (June 1990) Expires: March 31, 1993 5. Lease Designation and Serial No. BUREAU OF LAND MANAGEMENT _{NM_} 62161 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 Type of Well 8. Well Name and No. Oil Well Diamondback Fed. 2. Name of Operator 9. API Well No Yates Energy Corporation 3. Address and Telephone No. Field and Pool, or Exploratory Area 88202-2323 P.O.Box 2323, Roswell, New Mexico Serpentine Bends 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State 2320' FNL and 500' FEL, Sec. 19, T-24-S, R-24-E2 Eddy, New Mexico CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Change of Plans Abandonment Notice of Intent New Construction Recompletion Non-Routine Fracturing Plugging Back Subsequent Report Water Shut-Off Casing Repair Conversion to Injection Altering Casing Final Abandonment Notice Other Updated 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.)* Update report for time period 6-28-96 through 7-11-96. Drilled from 2250' to 7512' K.B. Present operation: Drilling at 7512' with bit No. 7. MW 8.6, Vis 28, Ph 10. Deviation at 7430', 3.50 degrees. Starting to add brine water to the system this date. BLM Title Agent for Yates Energy Inc Feleral or State

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

Conditions of approval, if any: