

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No. NM-80645
Name of Operator YATES PETROLEUM CORPORATION (505) 748-1471	6. If Indian, Allottee or Tribe Name
Address and Telephone No. 105 South 4th St., Artesia, NM 88210	7. If Unit or CA, Agreement Designation
Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FNL & 2310' FEL of Section 3-T24S-R31E (Unit G, SWNE)	8. Well Name and No. Lily ALY Federal #3
	9. API Well No.
	10. Field and Pool, or Exploratory Area Wildcat Delaware
	11. County or Parish, State Eddy Co., NM

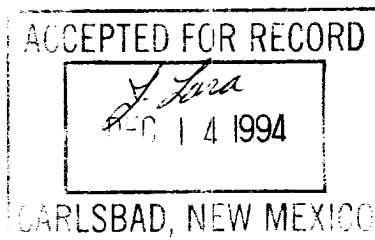
CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> Other Resume drilling, surface casing & cement
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

3. 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.)*

Resumed drilling a 17-1/2" hole with rotary tools at 4:30 PM 11-17-94.

TD 650'. Ran 15 joints of 13-3/8" 48# H-40 ST&C (666.34') of casing set at 650'. 1-Texas Pattern notched guide shoe set at 650'. Insert float set at 603.74'. Cemented with 400 sacks Pacesetter Lite C, 1/4#/sack celloseal and 2% CaCl₂ (yield 2.01, weight 12.5). Tailed in with 200 sacks Class C 2% CaCl₂ (yield 1.32, weight 14.8). PD 11:00 PM 11-18-94. Bumped plug to 500 psi, OK. Circulated 235 sacks. WOC. Drilled out at 6:15 AM 11-20-94. WOC 21 hours and 15 minutes. Reduced hole to 11". Resumed drilling. NOTE: Witnessed by BLM. Centralizers installed on joints #1, 2 and 3.



RECEIVED
NOV 22 10 01 AM '94

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

Signed <u>[Signature]</u>	Title <u>Production Clerk</u>	Date <u>Nov. 22, 1994</u>
(This space for Federal or State office use)		
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