NM OIL CONS COMMISSION Drawer DD Artesia, NM 88210 FORM APPROVED **UNITED STATES** orm 3160-5 Budget Bureau No. 1004-0135 June 1990) DEPARTMENT OF THE INTERIOR Expires: March 31, 1993 BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. NM-80645 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 Tire of Well 8. Well Name and No. XX Well Other Lily ALY Federal #3 2. Name of Operator (505) 748-1471)9. API Well No. YATES PETROLEUM CORPORATION 30-015-2726 3 Address and Telephone No. 10. Field and Pool, or Exploratory Area 105 South 4th St., Artesia, NM 88210 Wildcat Delaware 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State 1980' FNL & 2310' FEL of Section 3-T24S-R31E (Unit G, SWNE) Eddy Co., NM 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 XX Subsequent Report Water Shut-Off Casing Repair Conversion to Injection Altering Casing Final Abandonment Notice Other Perf, acidize & fract __ 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.)* 12-6-94 - Cleaned location, set and tested anchors and markers. Moved in and rigged up pulling unit. Nippled up BOP. Shut down. 12-7-94 - TIH w/bit, stabilizer, drill collars and 2-7/8" tubing to DV tool at 6203'. Rigged up power swivel. Drilled out DV tool. Tested casing to 3000 psi, OK. TOOH with 2-7/8" tubing, drill collars, stabilizer and bit. TIH w/bit, scraper and 2-7/8" tubing to 8230'. Circulated casing with 2% KCL water. TOOH with 2-7/8" tubing, scraper and bit. TIH w/logging tool and ran CBL/CCL/GR logs. Shut down. 12-8-94 - TIH with 4" casing guns and perforated 7982-8241' w/18 .52" holes (1 SPF) as follows: 7982, 83, 84, 86, 87, 89, 90, 95, 96, 8000, 01, 02, 8106, 07, 08, 8239, 40 & 8241'. TIH w/RBP, packer and 2-7/8" tubing. Set RBP at 8198'. Tested RBP to 1000 psi, OK. Set packer at 8074'. Acidized perforations 8106-8141' w/750 gallons 7-1/2% NEFE acid and ball sealers. Unset packer at 8074'. Unset RBP at 8198'. Set RBP at 8044'. Tested RBP to 1000 psi, OK. Set packer at 7920'. Acidized perforations 7982-8002' w/750 gallons 7-1/2% NEFE acid and ball sealers. Unset packer at 7920' and unset RBP at 8044'. TOOH with tubing, packer and RBP. Nippled down BOP. Rigged up frac valve and frac'd perforations 7982-8241' (down 5-1/2" casing) with 96800 gallons 35# crosslink gel and 249000# 16-30 Ottawa sand. Opened for forced closure. Shut in. 12-9-94 - Nippled up BOP. TIH with 2-7/8" tubing and tagged sand at 7610'. Washed sand from 7610' to 8230'. Circulate casing clean with 2% KCL water. Released well to production departthat the foregoing Dec. 9, 1994 Production Clerk (This space for Federal or State office use) FOR RECORD Approved by _______ Conditions of approval, if any: 4 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. CARLSBAD. NEW MEXICO

*See Instruction on Reverse Side