

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or 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
 Oil Well Gas Well Other _____

2. Name of Operator
Yates Petroleum Corporation

3a. Address 3b. Phone No. (include area code)
105 S. 4th Str., Artesia, NM 88210 505-748-1471

4. Location of Well (Footage, Sec., T., R., M., OR Survey Description)
2310' FSL & 2310' FWL Sec. 17-T21S-R32E

5. Lease Serial No.
NM-94095

6. If Indian, Allottee or Tribe Name
N/A

7. If Unit or CA/Agreement, Name and/or No.
N/A

8. Well Name and No.
Caper BFE Federal 2

9. API Well No.
30-025-37439

10. Field and Pool, or Exploratory Area
Lost Tank; Delaware & Wildcat Bone Spring

11. County or Parish, State
Lea County, 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 <u>DHC</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>Percentages</u>
	<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 recomplete 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.)

Delaware	Bone Spring
Oil: 90%	Oil: 10%
Gas: 90%	Gas: 10%
Water: 90%	Water: 10%



ACCEPTED FOR RECORD
MAR 15 2006
LES BABYAK
PETROLEUM ENGINEER

Well producing from Lost Tank; Delaware and Wildcat Bone Spring. (DHC-3639)

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

Title **Regulatory Compliance Technician**

Signature

Date **3/6/06**

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by _____ Title _____ Date _____

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.

Office