

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Oil Cons.
N.M. DIV-Dist. 2
1301 W. Grand Avenue
Artesia, NM 88210

FORM APPROVED
OMB No. 1004-0135
Expires January 31, 2004

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

RECEIVED

APR 14 2004

2. Name of Operator

Yates Petroleum Corporation

OCD-ARTESIA

3a. Address

105 S. 4th Str., Artesia, NM 88210

3b. Phone No. (include area code)

505-748-1471

4. Location of Well (Footage, Sec., T., R., M., OR Survey Description)

Surface - 1400'FSL & 1170'FEL of Section 32-T23S-R24E (Unit I, NESE)

Bottomhole - 1000'FSL & 660'FWL of Section 33-T23S-R24E (Unit M, SWSW)

5. Lease Serial No.

NM-100831

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

Samuel Smith Unit #1

9. API Well No.

30-015-32581

10. Field and Pool, or Exploratory Area

Crooked Creek Morrow

11. County or Parish, State

Eddy County, New Mexico

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>Repair</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>casing leak and</u>
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	<u>7" casing</u>

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 recompleat 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 recompleat 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.)

3/9/04 - Started directional drilling at 2447'. Found hole in 9-5/8" casing at 75'. TIH with bridge plug at 382'.
3/26/04 Picked up 2 joints 36# J-55 9-5/8" and screw back into top of fish. Wait on packer to test casing (casing did not hold). Cut off 9-5/8" casing and weld 11" 5K wellhead with baseplate. Placed approx. 30' frac sand on top of RBP. TIH open-ended to 250'. Cement with 100 sx Class "C" with additives. Squeezed 38 sx Class "C" with additives. Cement was brought to surface inside 9-5/8" casing, then squeezed back thru communication thru kill line. Circulated 3 sx back to cellar. Drilled cement from 30-248'. Tested casing to 500 psi. Washed to top of bridge plug at 382' and circulated. TOH with bridge plug.
4/1/04 Set 7" 26# L-80 LT&C casing at 9300'. Stage 1: 325 sx 15:61:11 with additives. Cement circulated. Stage 2: 960 sx 35:65:6 with additives. Tailed in with 100 sx "H" Neat with additives. Cement circulated to surface. WOC 69 hrs 15 mins. Reduced hole 6-1/8" and resumed drilling.

Accepted for record - NMOCB

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

Name (Printed/Typed)

Tina Huerta

Title

Regulatory Compliance Supervisor

Signature

Date

March 10, 2004

LES BABYAK
PETROLEUM ENGINEER

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

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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