

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB NO. 1004-0135  
Expires: November 30, 2000

**SUNDRY NOTICES AND REPORTS ON WELLS**  
*Do not use this form for proposals to drill or to 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 <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM36715
2. Name of Operator YATES PETROLEUM CORPORATION		6. If Indian, Allottee or Tribe Name
Contact: TINA HUERTA E-Mail: tinah@ypcnm.com		7. If Unit or CA/Agreement, Name and/or No.
3a. Address 105 SOUTH FOURTH STREET ARTESIA, NM 88210	3b. Phone No. (include area code) Ph: 505-748-4168 Fx: 505.748.4585	8. Well Name and No. BLACKWATER ACX FEDERAL 1
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 7 T9S R22E NESE 1980FSL 660FEL		9. API Well No. 30-005-62946
10. Field and Pool, or Exploratory PINE LODGE ABO		11. County or Parish, and State CHAVES COUNTY, NM

RECEIVED

SEP 24 2004

ODD-ARTESIA

**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 checked="" 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 type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<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 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.)

8/26/04 Rigged up pulling unit.  
8/30/04 Set CIBP at 3330' with 35' cement on top. Perforate Abo 3242'-3254' (42). Acidize with 1200g 7-1/2% IC HCL + balls.  
9/1/04 Perforate Abo 2959'-2965' and 3040'-3046' with 48 - .42" holes.  
9/2/04 Acidize Abo 3040'-3046' with 600g 7-1/2% IC HCL.  
9/7/04 Acidize Abo 2959'-2965' with 600g 7-1/2% IC HCL.  
9/14/04 Frac Abo 2959'-3254' with 40,000g 30# linear gel + 7% KCL water carrying 112,000# 16/30 Brady sand + 1000g 7-1/2% IC HCL ahead of pad. Total sand 116,500#. Perforate Abo 2542'-2546', 2554'-2564', 2572'-2581', 2588'-2592', 2616'-2622', 2642'-2648' and 2710'-2718' with 54 - .42" holes. Frac with 40,000g 30# linear gel + 7% KCL water carrying 112,000# 16/30 Brady sand + 2000g 7-1/2% IC HCL ahead of pad.  
WELL IS BACK ON PRODUCTION 9/23/04

14. I hereby certify that the foregoing is true and correct. <b>Electronic Submission #36468 verified by the BLM Well Information System For YATES PETROLEUM CORPORATION, sent to the Roswell</b>	
Name (Printed/Typed) TINA HUERTA	Title REG COMPLIANCE SUPERVISOR
Signature (Electronic Submission)	Date 09/23/2004

**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 _____		

Accepted for record - NMOCD

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.

**\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\***