For Please change the name of this will be the semida Basin 20 Federal #1 to the Remuda FOR MENO 1004-0135 DEPARTMENT OF THE INTERIOR. French Drive Expires Inovember 30, 2000 BUREAU OF LAND MANAGEMENTS, NVI 83240 5. Lease Serial No. NM-0543827 **SUNDRY NOTICES AND REPORTS ON WELLS** Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/o SUBMIT IN TRIPLICATE = Other instructions on reverse side Type of Well Well Name and No. X Other Saltwater Disposal Well Oil Well Gas Well Name of Operator Remuda Basin SWD #1 Yates Petroleum Corporation API Well No. 30-015-29549 Phone No. (include area code) 10. Field and Pool, or Exploratory Area (505) 748-1471 105 South Fourth Street, Artesia, NM 88210 Location of Well (Footage, Sec., T., R., M., or Survey Description) Bell Canyon/Cherry Canyon RECEIVED 330' FNL and 660' FWL Section 20, T23S-R30E FEB 2 3 2005 Eddy County, New Mexico 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Water Shut-Off Notice of Intent Production (Start/Resume) Acidize Deepen Alter Casing Fracture Treat Reclamation Well Integrity Other Change of Subsequent Report Casing Repair New Construction Recomplete Change Plans Plug and Abandon Temporarily Abandon Name. Final Abandonment Notice Convert to Injection Plug Back Water Disposal 13. Describe Proposed or Completed Operations (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.) Please change the name of this well from the Remuda SWD #1 to the Remuda Basin SWD #1. APPROVED FEB 17 2005 Thank you. LES BABYAK PETROLEUM ENGINEER NEW PROPERTY CODE- 34659

14. I hereby certary that the foregoing is true and correct Name (Finted Types)	Title		
Cy Cowan	Title	Regulatory Agent	
Signature (Date	February 16, 2005	
THIS SPAGE FOR	FEDERAL OR STA	NEUSE	
Approved by	Title	Date	
Conditions of approval, if any, are attached. Approval of this notice does not warr certify that the applicant holds legal or equitable title to those rights in the subject which would entitle the applicant to conduct operations thereon.			<u></u>
Title 18 U.S.C. Section 1001, make it a crime for any person know sales factitious or fraudulent statements or representations as to a	wingly and willfully my matter within its	y to make to any department or agency of the Unite is jurisdiction.	d