

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 checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM68039
2. Name of Operator HARVEY E YATES COMPANY		6. If Indian, Allottee or Tribe Name
3a. Address P. O. BOX 1933 ROSWELL, NM 88202		7. If Unit or CA/Agreement, Name and/or No. NMNM106831
3b. Phone No. (include area code) Ph: 505.623.6601 Ext: 1219 Fx: 505.624.5321		8. Well Name and No. POWER DEEP 31 FED COM 1
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 31 T17S R31E SESE 660FSL 660FEL		9. API Well No. 30-015-31572-00-S1
10. Field and Pool, or Exploratory N SHUGART		11. County or Parish, and State EDDY 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 checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Deepen
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Fracture Treat
	<input type="checkbox"/> Production (Start/Resume)
	<input type="checkbox"/> Reclamation
	<input type="checkbox"/> Recomplete
	<input type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Well Integrity
	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Plug and Abandon
	<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.)

WE ADDED PERFS IN THE UPPER MORROW AS FOLLOWS:

3/24/04 MIRU REECO PU. BLOW DOWN WELL. SWAB WELL. UNSET PKR & START POOH.

3/25/04 CONT OOH W/TBG & PKR. RU BAKER ATLAS. GIH W/GR & JUNK BASKET. POOH. GIH & SET CIBP @ 11,530'. TESTED TO 2000#. RD & REL BAKER ATLAS. POOH W/JTS & TBG.

3/26/04 RU BO MONK TO TEST TBG. GIH W/BP, TCP GUN ASSEMBLY, AUTO REL FIRING HEAD, 6' SUB, 1 JT, VENT ASSY, 2 JTS, 4 1/2" ARROWSET PKR W/"F" PROFILE, 1 JT, 8' MRK JT, 346 JTS. RU BAKER ATLAS & SPOT TCP GUNS. RD & REL BAKER ATLAS. GIH W/6' SUB, 1 JT TBG & TEST TO 8000#. ND BOP. SET PKR. GUNS @ 11,478'-11,486' W/3 JSPF. DROP BAR @ 8:40 PM. DID NOT HEAR GUNS GO OFF. SI WELL @ 10:00 PM.

Accepted for record - NMOCB

14. I hereby certify that the foregoing is true and correct. Electronic Submission #29844 verified by the BLM Well Information System For HARVEY E YATES COMPANY, sent to the Carlsbad Committed to AFMSS for processing by LINDA ASKWIG on 04/21/2004 (04LA0353SE)	
Name (Printed/Typed) JEN ATKINSON	Title AUTHORIZED SIGNATURE
Signature (Electronic Submission)	Date 04/21/2004

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By ACCEPTED	LES BABYAK Title PETROLEUM ENGINEER	Date 04/23/2004
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 Carlsbad

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

Additional data for EC transaction #29844 that would not fit on the form

32. Additional remarks, continued

3/27/04 SWAB WELL.

3/28/04 SWAB WELL. RU BJ & PUMP 3000 GALS 7.5% MS, 123 MSCF NW. BROKE BACK @ 8678#. AVG 7900#. START FLOW BACK @ 4:15 PM ON 8/64".

3/31/04 SWAB WELL.

4/01/04 SWAB DOWN IN 3 RUNS. SHUT WELL IN, RD & REL COMPLETION UNIT.

4/16/04 - 4/17/04 SWAB WELL. WELL SHUT IN.

Accepted for record - NMOCB