

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. DIV-Dist. 2

FORM APPROVED

OMB NO. 1004-0135

Expires: November 30, 2000

1301 W. Grand Avenue

Artesia, NM 88210

Lease Serial No.

NMNM17214

**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		6. If Indian, Allottee or Tribe Name
2. Name of Operator YATES PETROLEUM CORPORATION		7. If Unit or CA/Agreement, Name and/or No.
3a. Address 105 S. 4TH ARTESIA, NM 88210		8. Well Name and No. PHILLIPS KH FEDERAL COM. 2
3b. Phone No. (include area code) Ph: 505.748.4364 Fax: 505.748.4572		9. API Well No. 30-005-63452-00-X1
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 23 T14S R27E NWSW 1980FSL 1650FEL <b>UT. J</b>		10. Field and Pool, or Exploratory SPRINGER BASIN
		11. County or Parish, and State CHAVES COUNTY, NM

**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 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
	<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.)

Yates Petroleum Corporation wishes to extend the captioned well's APD expiration date for one year to February 26, 2004.

Thank you.

14. I hereby certify that the foregoing is true and correct.	
<b>Electronic Submission #17750 verified by the BLM Well Information System          For YATES PETROLEUM CORPORATION, sent to the Roswell          Committed to AFMSS for processing by Armando Lopez on 01/21/2003 (03AL0117SE)</b>	
Name (Printed/Typed) <b>CY COWAN</b>	Title <b>REGULATORY AGENT</b>
Signature (Electronic Submission)	Date <b>01/17/2003</b>

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved By <b>ARMANDO A LOPEZ</b>	Title <b>PETROLEUM ENGINEER</b>	Date <b>02/03/2003</b>
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 <b>Roswell</b>

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.

**\*\* REVISED \*\* REVISED \*\* REVISED \*\* REVISED \*\* REVISED \*\* REVISED \*\* REVISED \*\***