

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM 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**

RECEIVED

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		JAN 25 2005		5. Lease Serial No. NMNM111985
2. Name of Operator YATES PETROLEUM CORPORATION		Contact: TINA HUERTA E-Mail: TINAH@YPCNM.COM		6. If Indian, Allottee or Tribe Name
3a. Address 105 S 4TH STREET ARTESIA, NM 88210		3b. Phone No. (include area code) Ph: 505-748-4168 Fx: 505-748-4585		7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 17 T20S R23E NWSE 1980FSL 1980FEL				8. Well Name and No. BODDINGTON FEDERAL UNIT 2
				9. API Well No. 30-015-33680-00-X1
				10. Field and Pool, or Exploratory WILDCAT CHESTER
				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 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
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Drilling Operations
	<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.)

1/12/05 Resumed drilling at 8:00 AM.

1/14/05 Set 9-5/8" 36# J-55 ST&C casing at 2000'. Cemented with 180 sx "H" + 10% A-10 + 1% CaCL2 + 1/4# Celloflake + 10# LCM-1 (yld 1.52, wt 14.6) and 1250 sx (35:65:6) "C" + 2% CaCL2 + 1/4# Celloflake + 5# LCM-1 (yld 1.98, wt 12.5). Tailed in with 200 sx "C" + 2% CaCL2 (yld 1.34, wt 14.8). Cement did not circulate. WOC 6 hrs. Ran 1" cement to surface with 544 sx Class "C" cement. Tested casing to 1000 psi for 30 min. WOC 18 hrs. Reduced hole to 8-3/4" and resumed drilling.

14. I hereby certify that the foregoing is true and correct.	
Electronic Submission #53244 verified by the BLM Well Information System For YATES PETROLEUM CORPORATION, sent to the Carlsbad Committed to AFMSS for processing by ARMANDO LOPEZ on 01/21/2005 (05AL0091SE)	
Name (Printed/Typed) TINA HUERTA	Title REG COMPLIANCE SUPERVISOR
Signature (Electronic Submission)	Date 01/20/2005

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By	LES BABYAK	Date 01/21/2005
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.	PETROLEUM ENGINEER	
	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 ****