2160-5 april 2004)

OCD-ARTESIA

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

SUNDRY NOTICES AND REPORTS ON WELLS

FORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

5.	Lease Serial No.
	NM23417

6. If Indian, Allottee or Tribe Name

		APD) for such proposals		.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		
SUBMIT IN TR	IPLICATE- Other instr	ructions on reverse sid	7. If Unit	or CA/Agreement, Name and/or No.		
1. Type of Well Oil Well	Of Well Gas Well Other DEC 2 8 2005		8. Well N	8. Well Name and No Federal East Travis "17" No. 1		
2. Name of Operator Yates Energy Corporation OOD-ATIESIA		1				
3a. Address		3b. Phone No. (include area cod	"	15-23205		
P. O. Box 2323, Ro		505-623-4935		and Pool, or Exploratory Area		
4 Location of Well (Footoge, Sec., T., R, M., or Survey Description) 1800' FSL & 2310' FEL, Sec. 17, T18S, R29E				Morrow South (Gas)		
1800 FSE & 2310	rel, sec. 17, 110	55, K25E	· ·	dy, New Mexico		
12 CHECK A	PPROPRIATE BOX(ES) TO	INDICATE NATURE OF N		R OTHER DATA		
TYPE OF SUBMISSION	TROTALLE BONGED, TO	TYPE OF A	· · · · · · · · · · · · · · · · · · ·			
TTT DOT BODAMAGNOT	XXAcidize			Water Shut-Off		
XX Notice of Intent	Alter Casing		oduction (Start/Resume)	Well Integrity		
	Casing Repair		complete	Other		
Subsequent Report	Change Plans		mporarily Abandon			
Final Abandonment Notice	Convert to Injection	XX Plug Back W	atcr 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 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 BLMRIA. 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 Abandomera Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has detained that the safe shearly for final haspechol?) Pletfon, open new Miorrow zone and or recomplete in the Atoka Zone. Stage 1: Run BHP — static and gradient and evaluate current zone 11,052 — 11,072 to determine productivity. Stage 2: Inspect tubing and casing. Run and set CIBP at 11,010' with 35' cement on top. Spot 250 gallons 10% acetic acid. Perforate 10,901' — 10,942' with 123 holes. Test, fracture treat if well produces a sufficient volume of gas. Stage 3: If Morrow zone is non-commercial set a CIBP at approximately 10,850'; perforate, treat and test the Atoka 10,418' to 10,424'.						
14. I hereby certify that the fore, Name (Printed/Typed)	:107 105	<≲// Title Agent	for Yates Ene	ergy Corn.		
Signature Date December 13, 2005						
THIS SPACE FOR FEDERAL OR STATE OFFICE USE						
ADIG SC	D.) ALEXIS C. SWOBO			DEO 9 9 2005		
Conditions of approval, if any, are a certify that the applicant holds legal	attached. Approval of this notice of equitable title to those rights in	does not warrant or	HALLINGER	Date DEC 2 2 2005		
which would entitle the applicant to	conduct operations thereon.					

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.

O'Briant & Associates, Inc.

P. O. Box 10487 Midland, TX, 79702 (432) 683-5511 (24 Hr. Ans), (432) 683-5903 (Fax) E-Mail: cobriant@apex2000.net

Bureau of Land Management 620 East Green Street Carlsbad, New Mexico 88220 December 13, 2005

ATTN:

Engineer

RE:

Evaluate Existing Morrow Completion, Open New Morrow Zone and/or

Recomplete in the Atoka Zone. Yates Energy Corporation

East Travis Federal "17" No. 1 Eddy County, New Mexico

Dear Engineer:

Enclosed is the form 3160-5 for approval on the above captioned work on the East Travis Federal "17" No. 1, which includes one (l) original plus six (6) copies the form. A faxed copy was also sent on December 12, 2005.

A pulling unit has come available and will move on the location Friday December 16, or Monday December 19, 2005. The first stage of recompletion can be conducted without approval, but approval will required to set a CIBP and continue the operation. If you have any questions please call me, or Jim O'Briant at (432) 683-5511.

Respectfully,

Sheryl L. Jonas

Agent for Yates Energy Corp.

Cc: File

Yates Energy Corp.