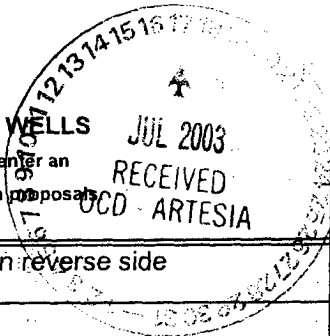


UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.



FORM APPROVED
OMB No. 1004-0135
Expires January 31, 2004

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1 Type of Well
 Oil well Gas Well Other

2 Name of Operator
 Yates Petroleum Corporation

3a. Address
 105 S.4th St-Artesia, NM 88210

3b. Phone No. (include area code)
 505-748-1471

4 Location of Well (Footage, Sec., T., R., M., OR Survey Description)
 SEC. 32-T19S-25E UNIT C

5. Lease Serial No.
 NM-0553777

6. If Indian, Allottee or Tribe Name

7 If Unit or CA/Agreement, Name and/or No.
 NM-94445

8. Well Name and No.
 JOYCE FEDERAL COM #2

9. API Well No.
 30-015-28491

10. Field and Pool, or Exploratory Area
 DAGGER DRAW U/PENN N.

11. County or Parish, State
 EDDY CO, 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"/> 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"/> Water Shut-Off
	Well Integrity
	<input checked="" type="checkbox"/> Other DISCONNECT PIPELINE
	<input type="checkbox"/> Alter Casing
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Recomplete
	<input type="checkbox"/> Change Plans
	<input type="checkbox"/> Plug and Abandon
	<input type="checkbox"/> Temporarily 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 to 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 completed, and the operator has determined that the site is ready for final inspection.)

BP Pipeline will be disconnecting the pipeline system effective Aug. 1, 2003.
 Oil sales will be trucked.

14 I hereby certify that the foregoing is true and correct

Name (Printed/Typed)
 Michelle Taylor

Signature *Michelle Taylor*

Title
 Reg. Comp. Mgr

Date
 July 16, 2003

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by _____ Title _____ Date _____

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 _____