Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

Month - Year

FORM APPROVED OMB No. 1004-0135 Expires March 31, 2007

SUNDRY NOTICES AND REF Do not use this form for proposals abandoned well. Use Form 3160-3 (A	to drill or re enter an OCD - Approx	5. Lease Serial No. NM-043625 6. If Indian, Allottee or Tribe Name			
SUBMIT IN TRIPLICATE - Other is	nstructions on reverse side	7. If Unit or CA/Agreement, Name and/or No.			
1. Type of Well A Gas Well C	Other	8. Well Name and No.			
2. Name of Operator	Saguaro AGS Federal Com #2				
Yates Petroleum Corporation 3a. Address 3b. Phone No. (include area code)		9. API Well No. 30-015-26310			
105 S. 4th Str., Artesia, NM 88210	505-748-1471	10. Field and Pool, or Exploratory Area			
4. Location of Well (Footage, Sec.,T.,R.,M., OR Survey Description)		Wildcat Bone Spring			
1980'FNL & 1980'FWL of Section 15-T20S-R2	4E (Unit F, SENW)	11. County or Parish, State Eddy County, New Mexico			
12. CHECK APPROPRIATE BOX(ES)	TO INDICATE NATURE OF NOTICE, R	EPORT, OR OTHER DATA			
TYPE OF SUBMISSION	TYPE OF ACTION				
Notice of Intent Acidize Alter Casing Casing Repair	Fracture Treat Reclamatic				
Final Abandonment Notice Convert to In		posal			
13. Describe Proposed of Completed Operation (clearly state all pertinent de If the proposal is to deepen directionally or recomplete horizontally, give Attach the Bond under which the work will be performed or provide the following completion of the involved operations. If the operation results testing has been completed. Final Abandonment Notices shall be filed determined that the site is ready for final inspection.)	subsurface locations and measured and true vertical depths of all Bond No. on file with BLM/BIA. Required subsequent reports s in a multiple completion or recompletion in a new interval, a For	pertinent markers and zones. shall be filed within 30 days. m 3160-4 shall be filed once			

12/28/06 Set a 7" 26# CIBP at 7384' with 30' cement on top. Set a 2nd 7" 26# CIBP at 5394' with 100' cement on top. 12/29/06 Perforate Bone Spring 4036'-4050' (28), 4062'-4070' (16) and 4076'-4088' (24) for a total of 68 holes. 1/3/07 Acidize with 2500g 20% NEFE acid with 75 ball sealers. TIH with 2-7/8" tubing and SN at 3894'.

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)			
Tina Huerta	Title	Regulatory Complian	nce Supervisor
Signature (Jina Hurta	Date	January 11, 2007	ACCEPTED FOR RECORD
THIS SPACE FOR	FEDERAL OF	R STATE OFFICE USE	
Approved by		Title	FEB 1 2007
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	FREDERICK WRIGHT

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willbully 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