

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTN.M. Oil Cons. Division
811 S. 1st Street
Artesia, NM 88210-2834FORM APPROVED
OMB No. 1004-0135
Expires November 30, 2000

C/S P

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

☐ 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)

660' FSL & 1980' FWL of Section 31-T6S-R27E (Unit N, SESW)

990

5. Well No.

NM-310633

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

Haystack Federal #1

9. API Well No.

30-005-61726

10. Field and Pool, or Exploratory Area

Pecos Slope Abo

11. County or Parish, State

Chaves Co., NM

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

TYPE OF SUBMISSION

TYPE OF ACTION

☒ Notice of Intent☐ Subsequent Report☐ Final Abandonment Notice☐ Acidize☐ Alter Casing☐ Casing Repair☐ Change Plans☐ Convert to Injection☐ Deepen☐ Fracture Treat☐ New Construction☐ Plug and Abandon☐ Plug Back☐ Production (Start/Resume)☐ Reclamation☐ Recomplete☐ Temporarily Abandon☐ Water Disposal☐ Water Shut-Off☐ Well Integrity☒ Other Response to

letter; perf &

frac

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.)

This sundry notice is in response to a letter from BLM-Roswell (a copy of which is attached);

Yates Petroleum Corporation respectfully requests permission to re-perforate the Abo formation and re-frac as necessary for production and place well into production as follows:

1. Bleed pressure off well. Load hole (tubing & casing) with KCL water. Nipple down wellhead and nipple up BOP.
2. POOH with tubing and packer.
3. Perforate 4402-4662' (Abo), acidize and/or frac as necessary for production.
4. Swab/flow test.
5. Place well into production.

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Rusty Klein

Title Operations Technician

Signature

Date November 17, 2000

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

(ORIG. SGD.) LES BABYAK

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.

TITLE PETROLEUM ENGINEER

Office

NOV 27 2000

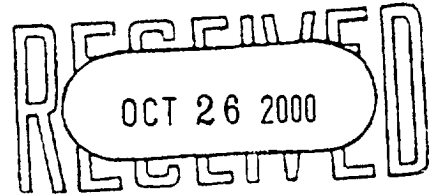
cc Pinson-



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Roswell Field Office
2909 West Second Street
Roswell, New Mexico 88202



OCT 25 2000

IN REPLY REFER TO:
NMNM-0310633
3162.3-4

CERTIFIED-RETURN RECEIPT REQUESTED
7099 3220 0004 0017 5601

Yates Petroleum Corporation
105 South Fourth Street
Artesia, NM 88210

Re: Well No.1 Haystack Federal, Lease NM0310633
Chaves County, New Mexico

Gentlemen:

A review of the Monthly Report of Operations (Form 3160) of the Haystack Federal No. 1 well indicates that well is in shut-in status. Accordingly, you are hereby requested to do one of the following: 1) place well on production or beneficial use which includes but not limited to recompletion to other horizons or conversion to injection, or 2) permanently plug and abandon the well. If you place well back on production status you are requested pursuant to 43 CFR 3107.2-3 to keep well on continued production.

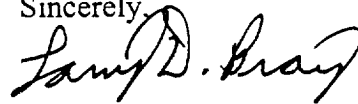
Please submit a Sundry Notice and Reports on Wells (form 3160.5) within 30 days of receipt of this letter with your intentions to either place the well back to beneficial use or to plug the well.

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the order described above. Such request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P.O. Box 27115, Santa Fe, New Mexico 87502-0115.

Such request shall not result in a suspension of the order unless the reviewing official so determines. Procedures governing appeals from the instructions, orders or decisions are contained in 43 CFR 3165.4 and 43 CFR Part 4.

If you have any questions concerning the above matter please call Armando Lopez at (505)627-0248.

Sincerely,

A handwritten signature in black ink, appearing to read "Larry D. Bray". The signature is fluid and cursive, with the first name "Larry" and last name "Bray" clearly distinguishable.

Larry D. Bray
Assistant Field Manager,
Lands and Minerals Division