

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB No 1004-0135  
Expires: November 30, 2000

CISF

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.*

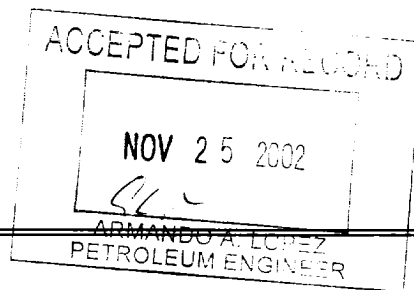
1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NM-16784
2. Name of Operator Yates Petroleum Corporation		6. If Indian, Allottee, or Tribe Name
3a. Address 105 South Fourth Street, Artesia, NM 88210		7. If Unit or CA. Agreement Designation
3b. Phone No. (include area code) (505)-748-1471		8. Well Name and No. Verbena UV Deep Federal #1
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980'FNL and 660'FEL of Section 26-T7S-R25E		9. API Well No. 30-005-61748
		10. Field and Pool, or Exploratory Area Wildcat
		11. County or Parish, State Chaves County, New Mexico

12. CHECK APPROPRIATE BOX(S) 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"/> Altering 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		
	<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 or pertinent markers and sands. Attach the Bond under which the work will performed or provide the Bond No. on file with the 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 Notice shall be filed only after all requirements, including reclamantion, have been completed, and the operator has determined that the site is ready for final inspection.)

10/14/02 TIH with bit and 1-1/4" bit and 1-1/4" coiled tubing. Tagged at 5072'. Drilled out cement to 5193'. Circulated clean.  
10/15/02 TIH with 1 - 11/16" CBL tool. Logged from 5189'-2400'. Good cement. Perforate Silurian from 5132'-5152' (4 JSPF) with 80 - .38" holes.  
10/16/02 Acidize Silurian with 1000 gals 20% IC HCL.  
10/17/02 Ran tracer tool from 2000' to PBTD 5180'. Survey shows everything is going into perfs at 5132'-5152'.  
10/18-20/02 Re-acidize Silurian with 3000 gals 20% IC HCL.  
10/21/02 Re-acidize Silurian with 10,000 gals HCL + 10,000 gals CO2.  
10/22/02 Re-acidize Silurian with 10,000 gals 20% IC HCL + 10,000 gals CO2.



14. I hereby certify that the foregoing is true and correct.

Name (Printed/ Typed)

Tina L. Huerta

Signature

Title

Regulatory Compliance Supervisor

Date

November 13, 2002

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

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 any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on reverse)