Form 3160 5 UNITED STATES FORM APPROVED (June 1990) DEPARTMENT OF THE INTERIOR Budget Bureau No. 1004-0135 Expires: March 31, 1993 BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. SUNDRY NOTICES AND REPORTS ON WELL'S NM-31944 Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. 6. If Indian, Allottee or Tribe Name Use "APPLICATION FOR PERMIT—" for such proposals "ECFIL 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well 8. Well Name and No. 2. Name of Operator V Reinauer RC Federal #2 Yates Petroleum Corporation 9. API Well No. 3. Address and Telephone No. 30-.005-63216 105 South Fourth Street, 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) Pecos Slope Abo 1980' FNL and 1980' FEL, Unit letter G 11. County or Parish, State SWNE of Section 20-T7S-R25E Chaves County, New Mexi CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans Recompletion New Construction Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection Other change APD stipulations Dispose Water (Note: Report results of multiple completion on Well 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* Yates Petroleum Corporation proposes the following: Change #1 . Al Springer received verbal permission from Peter Chester on 7/22/99 to cement any optional intermediate casing to a calculated tie back 200' into surface casing. The stipulated requirement of a temperature survey or bond log to determine top of cement to be dropped along with any remedial cement work as stipulated in Exhibit B Well Drilling Requirements, III Drilling Operation Requirements, B. Casing . Change #2 Reserve pit construction Exhibit B Well Drilling Requirements, II. Well Pad Construction Requirements, 4. Reserve Pit Requirements, B.) to be changed to dilow for an optional, standard pushup of with a deep bury bit to be to dug along the length of one side and adjacent to reserve pit approximately 20-30' wire and 12' 5' deep. Reclamation of the reserve bit area would consist of allowing bit to dry and their buildozing liner and contaminants into the bottom of pit with a least 3' of glean still cover. The pit area to be 14. I hereby certify that the foregoing is true and correct Regulatory Agent Title (This space for Federal or State office Approved by Conditions of approval, if any:

willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and

or representations as to any matter within its jurisdiction