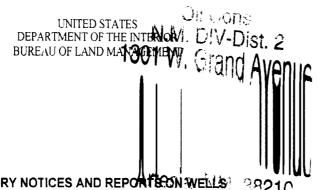
Form 3160-5 (September 2001)

determined that the site is ready for final inspection.)



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

| SUNDRY NOTICES AND REPO Do not use this form for proposals to abandoned well. Use Form 3160-3 (API | o drill or re enter an | 5. Lease Serial No. 1011 26171 6. If Indian, Allottee or Tribe Name | | |
|---|--|---|--|--|
| SUBMIT IN TRIPLICATE - Other instructions on reverse side | | 7. If Unit or CA/Agreement, Name and/or No. | | |
| 1. Type of Well Oil Well X Gas \Vell Ott | ner A | 8. Well Name and No. | | |
| 2. Name of Operator | PERSON | Spear OA Federal #7 | | |
| Yates Petroleum Corporation 3a. Address | 3b. Phone No. (include area code) | 9. API Well No. 30-005-63393 | | |
| 105 S. 4th Str., Artesia, NM 88210 4. Location of Well (Footage, Sec., T., R., M., OR Survey Description) | 505-748-1471 (4T. 5 | 10. Field and Pool, or Exploratory Area Foor Ranch Pre-Permian 11. County or Parish, State | | |
| 1980'FSL and 1980'FEL of Section 9-T9S-R26E | | Chaves County, New Mexico | | |
| 12. CHECK APPROPRIATE BOX(ES) | TO INDICATE NATURE OF NOTICE, R | REPORT, OR OTHER DATA | | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
| Acidize Alter Casing Casing Repair | Deepen Production Fracture Treat Reclamation New Construction Recomplete | | | |
| Subsequent Report Change Plans Final Abandonment Notice Convert to Inject | Plug and Abandon Temporard | ly Abandon | | |
| 13. Describe Proposed of 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 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 been completed, and the operator has | | | | |

Yates Petroleum Corporation proposes to release packer at 5546' and set a 5-1/2" composite plug at 5700' to isolate the Strawn perfs. Perforate Wolfcamp 5376'-5384' (32 holes). Stimulate as needed. If the Wolfcamp zone is not productive, set a 5-1/2" cement retainer at 5360' and squeeze Wolfcamp perfs 5376'-5384' w/100 +/- sx Class "H" cement with additives. Perforate Abo 4470'-4488' (19 holes), 4494'-4502' (9 holes), 4518'-4526' (9 holes), 4613'-4621' (9 holes), 4682'-4700' (19 holes), 4720'-4724' (5 holes), 4746'-4750' (5 holes) for a total of 75 holes. Stimulate as needed.

Approved on 12/11/02 by Alexis C. Suchak with fix.

| 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Tina Huerta | | Regulatory Compliance Supervisor | |
|---|------------------|----------------------------------|---------------|
| Signature Line Huerta | Date | December 11, 2002 | |
| THIS SPACE | CE FOR FEDERAL O | R STATE OFFICE USE | |
| Approved by | | Title / | Date /2//2/02 |
| 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 A F L | |