Form 3160-5 (August 1999)

TED STATES DEPARTIMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

N.M. L /-Dist. 2 FORM APPROVED OMB No. 1004-0135 OF Artesia NM 88224 Geral No.

Artesia, NM 882aleGerial No. SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an NM-10588 abandoned well. Use Form 3160-3 (APD) for such proposals. 6. If Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other Instructions on reverse side 8. Well Name and No. Type of Well X Oil Well Gas Well Other George QJ Federal Com #9 2. Name of Operator 9. API Well No. Yates Petroleum Corporation 30-005-63435 3b. Phone No. (include area code) 3a Address 10. Field and Pool, or Exploratory Area 505-748-1471 105 S. 4th Street - Artesia, NM 88210 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Wildcat Penn 660' FNL and 1980' FWL 11. County or Parish, State Section 35, T6S-R25E Chaves County, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUMISSION TYPE OF ACTION Deepen Notice of Intent Acidize Production (Start/Resume) Water Shut-Off X Subsequent Report Alter Casing Fracture Treat Reclamation Well Integrity New Construction X Other Commence Drilling Final Abandonment Notice Casing Repair Recomplete Change Plans Plug and Abandon Temporarily Abandon Convert to Injection Plug Back 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 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 operations 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 determined that the site is ready for final inspecition.) 12/7/01 - Spud 20" conductor hole at 11:15 AM. Set 40' of 16" conductor pipe, cemented to surface. Notified Stan Mayo with BLM of spud. 12/11/01 - Resumed drilling with rotary tool, 14-3/4" hole at 10:00 PM. 12/13/01 - Reached TD of surface hole at 926' at 10:15 AM. Ran 22 joints (929.22') 11-3/4" 42# HE casing set at 926'. Texas pattern guide shoe set at 926'. Insert float set at 880.09' Cemented with 500 sxs 35:65:6 C + 5 pps gilsonite + 1/8 pps polyflake + 2% CaCl2 (yld 1.99, wt 12.6). Tailed in with 200 sxs C + 2% CaCl2 (yld 1.32, wt 14.8). PD at 5:00 PM. Bumped plug to 1275#. Did not hold. Notified Stan Mayo with BLM before starting pipe. 12/14/01 - Drilled out at 1:15 PM. WOC 20 hours 15 mins. Reduced hole to 11" and resumed drilling. 12/15/01 - Drilled to 1539'. Displaced hole with 10# brine, no fluid loss. Reduced hole to 7-7/8" and resumed drilling. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Title **Engineering Technician** Susan Herpin January 10, 2002 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Title Date Approved by Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that Office the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

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 to any department or agency of the United States any false, fictitious

or fraudulent statements or representations as to any matter within its jurisdiction