

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons DIV-Dist. 8  
1301 W. Grand Avenue  
Artesia, NM 87010  
FORM APPROVED  
OMB No. 1004-0135  
Expires November 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter 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 South Fourth Street, Artesia, NM 88210

3b. Phone No. (include area code)

(505) 748-1470

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

1,980' N & 660' W

Section 24, T6S-R25E

5. Lease Serial No.

NM-9982

6. If Indian, Allottee or Tribe Name

N/A

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

N/A

N/A

8. Well Name and No.

Teckla MD Federal Com. #10

9. API Well No.

30-005-63473

10. Field and Pool, or Exploratory Area

Wildcat

11. County or Parish, State

Chaves County, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter 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 type="checkbox"/> Other
	<input checked="" 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 Operations (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.)

Yates Petroleum respectfully requests that a variance be granted to the stipulation in the APD that requires cement for the 8 5/8" intermediate casing (if set) to be circulated to surface. The 8 5/8" casing is set strictly to case off lost circulation. Cementing with a low volume of cement (250-300 sx) allows for a good cement job at the shoe (which is set in compotent rock beneath the loss zone), which after set allows for the continuation of drilling without lost circulation. We see no need to circulate the string to surface, as there are no fresh water or oil or gas zones in the intermediate hole, just a potential lost circulation zone. If the lost ciruciation zone is not encountered cement is not required to be placed over this interval when cementing production casing. In short, we would like to cement the intermediate casing with 250 sx class C cement, estimated TOC is 950'. Also, we request that a variance be granted to test the BOP to 1,000 psi with the rig pump as is typically done in on wells in this area. Sincerely,

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

Name (Printed/Typed)

Cory Frederick

Title

Drilling Engineer

Signature

Cory Frederick

Date

September 12, 2002

THIS SPACE FOR FEDERAL OR STATE USE

Approved by

ACE

Title

PE

Date

9/17/02

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

RFO

Title 18 U.S.C. Section 1001, 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.

(Instructions on reverse)

Fax copy approved 8/27/02