Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

5. Lease Designation and Serial No. **BUREAU OF LAND MANAGEMENT** NM-80645 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well X Oil Well 8. Well Name and No. Well U Other 2. Name of Operator Lily ALY Federal #8 (505) 748-1471)9. API Well No. YATES PETROLEUM CORPORATION 3. Address and Telephone No. 30-015-27278 10. Field and Pool, or Exploratory Area 105 South 4th St., Artesia, NM 88210 4 Location of Well (Footage, Sec., T., R., M., or Survey Description) Ingle Wells Delaware 11. County or Parish, State 990' FSL & 990' FEL of Section 3-T24S-R31E (Unit P, SESE) Eddy Co., NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12 TYPE OF ACTION TYPE OF SUBMISSION Notice of Intent Change of Plans New Construction Recompletion X Subsequent Report Non-Routine Fracturing Plugging Back Water Shut Off Casing Repair Altering Casing Conversion to Injection [_] Final Abandonment Notice X Other Perforate, acidize & (Note: Report results of multiple completion on Well frac Completion or Recompletion Report and I og form) 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.)* 1-26-96 - TIH with 2-7/8" tubing and tag sand at 8017'. Reversed sand out of hole to 8191'. TOOH with tubing. Released well to production department. 14. I hereby certify that the foregoing is Date Jan. 26, 1996 Production Clerk Title (This space for Federal or State office use) Approved by ______ Conditions of approval, if any: SJS

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