Form 3160-5 (September 2001)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

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

5. Lease Serial No.

NM-17100

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or re enter an

abandoned well. Use Form 3160-3 (APD) for such proposals.					e or Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on reverse SIGCEIVED				7. If Unit or CA/Agreement, Name and/or No.		
Type of Well Oil Well X Gas	s Well Other		V 0 6 2006	8. Well Name and		
2. Name of Operator Yates Petroleum Corporation 3a. Address 3b. Phone No. (include area code)				Stonewall DS Federal #2 9. API Well No. 30-015-21640		
3a. Address 105 S. 4th Str., Artesia, NM 88210 4. Location of Well (Footage, Sec., T., R., M., OR Survey Description)		505-748-1471		10. Field and Pool, or Exploratory Area Avalon Bone Springs, East		
1980'FSL & 1980'FEL of Section 29-T20S-R28E (Unit J, NWSE)			11. County or Parish, State Eddy County, New Mexico			
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REF					THER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION					
X Notice of Intent	Acidize Alter Casing Casing Repair	Deepen Fracture Treat New Construction	Production (S	Start/Resume)	Water Shut-Off Well Integrity Other	
Subsequent Report Final Abandonment Notice	Change Plans Convert to Injection	X Plug and Abandon Plug Back	Temporarily Water Dispo			
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 member of section in a member of the involved operations in a member of the involved operations. If the operator has testing has been completed. Final Abandonment Notices, shall be filed only after all requirements, including reclamation have been completed, and the operator has APPROVAL SUBJECT TO 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

Yates Petroleum Corporation plans to plug and abandon this well as follows:

- 1. RU all H2S and safety equipment. No casing recovery will be attempted.
- 2. Run a gauge ring and set a CIBP at 6260' with 35' cement on top.
- GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS ATTACHED
- 3. Perforate 6 squeeze holes at 4260'. Set a retainer at 4160'. Squeeze with 40 sx Class C, leave 5 sx on top of retainer. If the decision is made not to use a retainer displace cement to 100' above top perforation. WOC and tag. Reset plug if necessary.
- 4. Perforate 6 squeeze holes at 2870'. Set a retainer at 2770'. Squeeze with 40 sx Class C, leave 5 sx on top of retainer. This will set a plug across the intermediate casing shoe. If the decision is made not to use a retainer displace cement to 100' above top perforation. WOC and tag. Reset the plug if necessary.
- 5. Perforate 6 squeeze holes at 606'. Set a retainer at 506'. Squeeze with 40 sx Class C, leave 5 sx on top of retainer. This will set a plug across the surface casing shoe. If the decision is made not to use a retainer displace cement to 100' above top perforation. WOC and tag. Reset plug if necessary.
- 6. Perforate 6 squeeze holes at 150'. Tie onto the 5-1/2" casing and establish circulation back up the 5-1/2" x 8-5/8" annulus. Pump 70 sx Class C, this should circulate cement from 150' to the surface. WOC 24 hrs and tag reset if necessary.
- 7. Remove all surface equipment and weld dry hole marker per regulations.

certify that the applicant holds legal or equitable title to those rights in the subject lease

NOTE: Yates Petroleum Corporation will use steel pits and r	no eagh pits
14. I hereby certify that the foregoing is true and correct	The Control of the Co
Name (Printed/Typed)	<i>Lo.</i>
Tina Huerta	Regulatory Compliance Supervisor
Signature (Sing) Juento ma not real Di	ate May 24, 2006
THIS ACE FOR FEDER	AL OR STATE OFFICE USE
Approved by (ORIG. SGD.) ALEXIS C. SWOBODA	THEETROLEUM ENGINEER JUN 0 2 ZUI
Conditions of approval, if any, are attached. Approval of this notice does not warrant	or

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 willbully 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



