

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED
OMB No. 1004-0137
Expires July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.



5 Lease Serial No
NM-21012

6 If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1 Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

JAN 28 2008

2 Name of Operator

Yates Petroleum Corporation

OCD-ARTESIA

3a Address

105 S. 4th Str., Artesia, NM 88210

3b Phone No (include area code)

505-748-1471

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

Surface - 1022'FNL & 2536'FEL of Section 32-T20.5S-R22E (Unit B, NWNE)

BHL - 1260'FNL & 950'FEL of Section 5-T21S-R22E (Unit A, NENE)

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

8 Well Name and No

Federal HQ #3

9 API Well No

30-015-35704

10 Field and Pool or Exploratory Area

Undes. Little Box Canyon, Morrow

11 County or Parish, State

Eddy County, New Mexico

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input 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 checked="" 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 checked="" type="checkbox"/> Other <u>Production</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>Casing</u>
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> 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 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

11/24/07 Plugback from 8700'-8300' with 240 sx Premium cement (yld 1.0, wt 17) with 94# Premium Class "H" Reg or Type V bulk + .2% HR-7 + 10 bbls spacer.

11/27/07 TIH to start time drilling for kickoff at 8297'.

12/17/07 Reached TD 9633'.

12/19/07 Set 5-1/2" 17# P-110 LT&C casing at 9633'. Float collar at 9587'. Cemented with 890 sx Interfill-"H"+.15% HR-7 (yld 2.45, wt 11.9). Tailed in with 985 sx Super HSBM + 0.4% CFR-3 + 0.15% HR-7 + 0.4% LAP-1 + 1# salt (yld 1.60, wt 13.2).

ACCEPTED FOR RECORD

JAN 22 2008

14 I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Tina Huerta

Title Regulatory Compliance Supervisor

LES BABYAK
PETROLEUM ENGINEER

Signature

Tina Huerta

Date January 3, 2007

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

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.

Title

Date

Office

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.