

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO 1004-0135
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.**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		FEB 19 2008		5. Lease Serial No NMNM1372
2. Name of Operator YATES PETROLEUM CORPORATION		Contact TINA HUERTA OCU-ARTESIA Email tinah@ypcnm.com		6. If Indian, Allottee or Tribe Name
3a. Address 105 S 4TH STREET ARTESIA, NM 88210		3b. Phone No (include area code) Ph: 505-748-4168 Fx: 575-748-4585		7. If Unit or CA/Agreement, Name and/or No. NMNM111025X
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 18 T19S R25E NWSW 1980FSL 660FWL				8. Well Name and No NDDUP UNIT 32
				9. API Well No 30-015-26711-00-S1
				10. Field and Pool, or Exploratory N DAGGER DRAW-UPPER PENN
				11. County or Parish, and State EDDY 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 checked="" type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input 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 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 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 inspection.)

Yates Petroleum Corporation plans to plugback and recomplete this well as follows: Set a 7" CIBP at 7515' with 35' cement on top. Perforate Wolfcamp 6084'-6088'(10), 6182'-6186'(10), 6298'-6304'(14) and 6376'-6382'(14). Stimulate as needed.

USE CLASS H CEMENT > 7500' < CLASS C CEMENT

APPROVED FOR 3 MONTH PERIOD
ENDING MAY 14 2008

CONTACT THE CARLSBAD FIELD OFFICE
(575) 234-5972 24HRS PRIOR TO STARTING WORK

14. I hereby certify that the foregoing is true and correct.	
Electronic Submission #58444 verified by the BLM Well Information System For YATES PETROLEUM CORPORATION, sent to the Carlsbad Committed to AFMSS for processing by KURT SIMMONS on 02/05/2008 (08KMS0872SE)	
Name (Printed/Typed) TINA HUERTA	Title REG COMPLIANCE SUPERVISOR
Signature (Electronic Submission)	Date 02/05/2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By <u>LES BABYAK</u>	Title <u>PETROLEUM ENGINEER</u>	Date <u>02/14/20</u>
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 <u>Carlsbad</u>

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****