

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SEP 26 2008

FORM APPROVED
OMB NO 1004-0135
Expires: July 31, 2010

S

SUNDRY NOTICES AND REPORTS ON WELLS **OCD-ARTESIA**

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

Lease Serial No.
NMMN112917

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

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

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other8. Well Name and No
MAGELLAN FEDERAL UNIT 3

2. Name of Operator

YATES PETROLEUM CORPORATION

Contact TINA HUERTA

Mail tinah@ypcnm.com

9. API Well No.

30-015-36606-00-X1

3a. Address

105 S 4TH STREET
ARTESIA, NM 88210

3b. Phone No. (include area code)

Ph: 505.748.4168

Fx: 575.748.4585

10. Field and Pool, or Exploratory
WILDCAT

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

Sec 4 T25S R27E NESW 1800FSL 1650FWL

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 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
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Drilling Operations
	<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 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.)

9/14/08 Resumed drilling at 6:00 AM.

9/15/08 Set 13-3/8" 48# H-40 casing at 415'. Cemented with 450 sx Premium Plus + 2% CaCl₂ (yld 1.35, wt 14.8). Cement circulated to surface. Tested casing to 600 psi for 30 min. WOC 34 hrs 40 min. Reduced hole to 12-1/4" and resumed drilling.

ACCEPTED FOR RECORD

SEP 29 2008

Gerry Guye, Deputy Field Inspector
NMOCD-District II ARTESIA

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

Electronic Submission #63195 verified by the BLM Well Information System

For YATES PETROLEUM CORPORATION, sent to the Carlsbad

Committed to AFMSS for processing by KURT SIMMONS on 09/19/2008 (08KMS2719SE)

Name (Printed/Typed) TINA HUERTA

Title REG COMPLIANCE SUPERVISOR

Signature (Electronic Submission)

Date 09/18/2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

ACCEPTED

DUNCAN WHITLOCK

Title LEAD PETROLEUM ENGINEERING TECH

Date 09/23/2008

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 Carlsbad

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 **