

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.

DEC - 2 2008

OCD-ARTESIA

Lease Serial No
NM-10266
Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1 Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2 Name of Operator

Yates Petroleum Corporation

3a Address

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

3b. Phone No (include area code)

575-748-1471

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

Surface - 760'FSL & 240'FEL of Section 18-T16S-R25E (Unit P, SESE)

BHL - 760'FSL & 660'FEL of Section 17-T16S-R25E (Unit P, SESE)

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

8 Well Name and No.

Link BKT Federal Com #2H

9. API Well No

30-015-36374

10 Field and Pool or Exploratory Area

Cottonwood Creek; Wolfcamp

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

☐ Notice of Intent

☒ Subsequent Report

☐ Final Abandonment Notice

☐ Acidize

☐ Alter Casing

☐ Casing Repair

☐ Change Plans

☐ Convert to Injection

☐ Deepen

☐ Fracture Treat

☐ New Construction

☐ Plug and Abandon

☐ Plug Back

☐ Production (Start/Resume)

☐ Reclamation

☐ Recomplete

☐ Temporarily Abandon

☐ Water Disposal

☐ Water Shut-Off

☐ Well Integrity

☒ Other Intermediate

Casing

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 recompleate 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 recompleation 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.

11/1/08 TD 12-1/4" hole and set 8-5/8" 24# J-55 ST&C casing at 1000'. Cemented with 100 sx RFC + 9.4#/sx D053 + 0.125#/sx D130 + 3#/sx D42 + 1.88#/sx S001 (yld 1.62, wt 14.2) and 320 sx Class "C" + 3.76#/sx D020 + 0.188#/sx D046 + 1.88#/sx S001 (yld 1.97, wt 12.9). Tailed in with 200 sx Class "C" + 0.94#/sx S001 (yld 1.34, wt 14.8). Cement did not circulate. Ran temperature survey and found TOC at 530'. Ran 1" cement to surface with 1000 sx Class "C" with additives. Tested casing to 1500 psi for 30 min. WOC 46 hrs 45 min. Reduced hole to 7-7/8" and resumed drilling.

ACCEPTED FOR RECORD

DEC 4 - 2008

Gerry Guye, Deputy Field Inspector

NOCD-District II ARTESIA

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

Tina Huerta

Title Regulatory Compliance Supervisor

Signature

Tina Huerta

Date November 18, 2008

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

Office

Date

NOV 29 2008

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.

(Instructions on page 2)

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE