Form 3160-5 (August 2007)

## 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 REPORT  Do not use this form for proposals to drill  abandoned well. Use Form 3160-3 (APD) for	5 Lease Senal No. NM-54382 6 If Indian, Allottee or Tribe Name NA				
SUBMIT IN TRIPLICATE - Other ins	tructions on page 2.	7. If Unit or CA/Agreement, Name and/or No			
Type of Well		NMNM-111025X			
X Oil Well Gas Well Other		8 Well Name and No			
Name of Operator		NDDUP #131			
Yates Petroleum Corporation		9 API Well No			
Ba Address	3b Phone No (include area code)	30-015-26763			
105 S. 4th Str., Artesia, NM 88210	575-748-1471	10 Field and Pool or Exploratory Area			
Location of Well (Footage, Sec ,T ,R ,M , OR Survey Description)		Wildcat; Wolfcamp			
		11 County or Parish, State			
660'FSL & 1980'FEL of Section 30-T19S-R25E (Un	it O, SWSE)	Eddy County, New Mexico			
12. CHECK APPROPRIATE BOX(ES) TO I	NDICATE NATURE OF NOTIC	CE, REPORT, OR OTHER DATA			
TYPE OF SUBMISSION	TYPE OF ACTION				
Acidize	Deepen	duction (Start/Resume) Water Shut-Off			
X Notice of Intent Alter Casing	Fracture Treat Rec	lamation Well Integrity			
Casing Repair	New Construction X Rec	omplete Other			
Subsequent Report . Change Plans	Plug and Abandon Ten	nporarily Abandon			
Final Abandonment Notice Convert to Injection	X Plug Back Wat	ter Disposal			
3 Describe Proposed of Completed Operation Clearly state all pertinent details, inc. the proposal is to deepen directionally or recomplete horizontally, give subsurface. Attach the Bond under which the work will be performed or provide the Bond N following completion of the involved operations. If the operation results in a mult testing has been completed. Final Abandonment Notices must be filed only after determined that the site is ready for final inspection.  Yates Petroleum Corporation plans to plugback and	e locations and measured and true vertical depths of onfile with BLM/BIA Required subsequent retiple completion or recompletion in a new interval, a	of all pertinent markers and zones ports must be filed within 30 days a Form 3160-4 must be filed once			

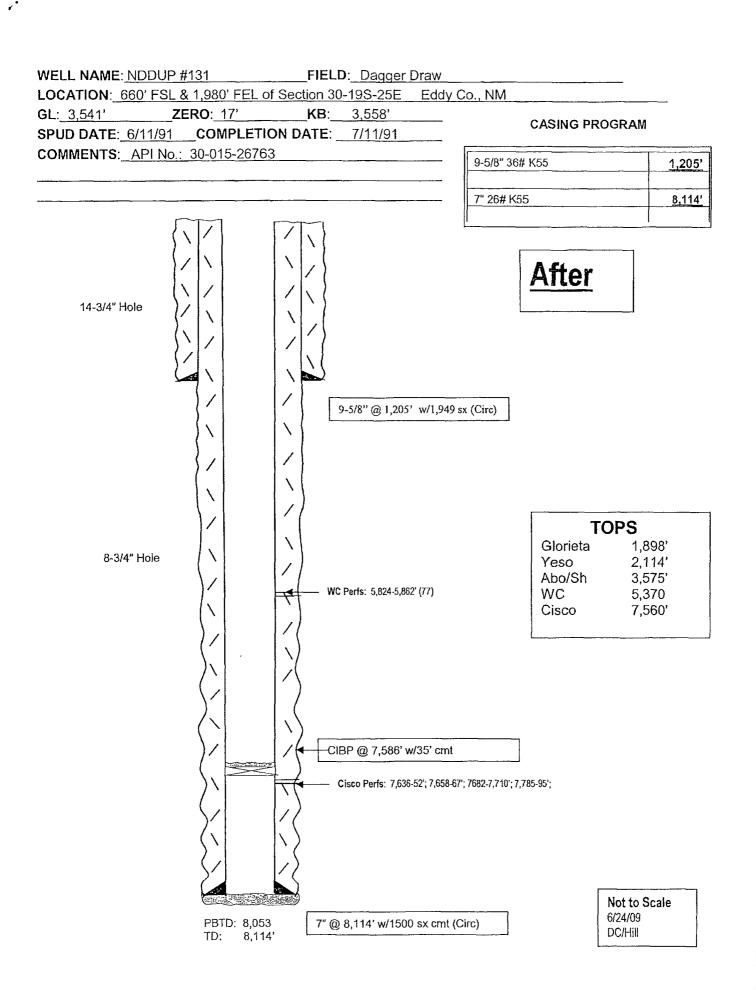
any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

MIRU WSU and any safety equipment as needed. Load the hole as necessary with treated water. NU BOP. POOH with production equipment if any exists RIH with a gauge ring down to 7590'. Set a CIBP at 7586' with 35' cement on top. Perforate Wolfcamp 5824'-5862' (77). Stimulate as needed.

## SEE ATTACHED FOR CONDITIONS OF APPROVAL



14 I hereby certify that the foregoing is true and correct				
Name (Printed/Typed)				
Tına Huerta		Regulatory Compliance Supervisor		
Signature ( Sine ) Querte	Date	March 28, 2011	APPROVED	
THIS SPACE FOR FEDERAL OR STATE OFFICE US		STATE OFFICE USE		
Approved by		Title	JUN 2 2011	
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	WESLEY W. INGRAM	
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				



## NDDUP Unit 131 30-015-26763 Yates Petroleum Corporation June 2, 2011 Conditions of Approval

NOTE: IN FUTURE, OPERATOR TO SUPPLY BOP RATING AND MORE COMPLETE PROCEDURE INCLUDING BEFORE/AFTER DIAGRAMS OR SUNDRY WILL BE RETURNED FOR MODIFICATIONS.

- 1. Notify BLM at 575-361-2822 a minimum of 24 hours prior to setting CIBP at 7586'.
- 2. Surface disturbance beyond the originally approved pad must have prior approval.
- 3. Closed loop system required.
- 4. Operator to have H2S monitoring equipment on location.
- 5. A minimum of a 3000 (3M) BOP to be used. All blowout preventer (BOP) and related equipment (BOPE) shall comply with reasonable well control requirements. A two ram system with a blind ram and a pipe ram designed for the size of the work string shall be adequate. Tapered work strings will require an additional pipe ram. The manifold shall comply with Onshore Oil and Gas Order #2 Attachment I (2M Diagrams of Choke Manifold Equipment). The accumulator system shall have an immediately available power source to close the rams and retain 200 psi above precharge. The pre-charge test shall follow requirements in Onshore Order #2.
- 6. Cement on top of CIBP at 7586' is to be Class H. Tag to verify 35' of coverage.
- 7. Operator to submit subsequent sundry and completion report when work is complete. Include final well bore schematic.
- 8. Well will no longer be in the unit, well name shall be modified when recompleted.

WWI 060211

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1. Trucking companies being used to haul oilfield waste to disposal facilities – commercial or private- shall have an approved NMOCD C-133 Permit. A copy of this permit shall be available in each truck used to transport waste products. It is the responsibility of the operator as well as the contractor to verify that this permit is in place. Drivers shall make permit available upon request of an OCD inspector. It is the responsibility of the operator to see to it that waste from their wells is being disposed of in a proper manner.