

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

OCD Artesia

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-437522

6 If Indian, Allottee or Tribe Name

NA

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

NA

8 Well Name and No.

Slalom BPZ Federal #1H

9 API Well No

30-015-38541

10 Field and Pool or Exploratory Area

Wildcat, Bone Spring

11 County or Parish, State

Eddy County, New Mexico

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 - 2130'FSL & 330'FEL of Section 13-T18S-R29E (Unit I, NESE)

BHL - 1980'FSL & 330'FWL of Section 13-T18S-R29E (Unit L, NWSW)

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 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.

5/26/12 TD 12-1/4" hole to 3318'.

5/27/12 Set 9-5/8" 36#, 40# J-55 LT&C casing at 3318'. Cemented with 800 sx Class "C" + 4% Bentonite + 0.125#/sx Cellophane flakes + 0.1% FL52 + 5#/sx LCM-1 + 5% MPA-5 + 1% Sodium Metasilicate + 5% Sodium Chloride (yld 2 13, wt 12.5). Tailed in with 200 sx Class "C" (yld 1.33, wt 14.8). Circulated 217 sx to pit. Tested casing to 1200 psi for 30 min, Ok. WOC 29 hrs 35 min. Reduced hole to 8-3/4" and resumed drilling.

L/R/ade 8/28/12
Accepted for record
NMOCD

RECEIVED

JUL 24 2012

NMOCD ARTESIA

14 I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

Tina Huerta

Title Regulatory Reporting Supervisor

Signature

Tina Huerta

Date

June 5, 2012

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

ACCEPTED FOR RECORD

JUL 22 2012

BUREAU OF LAND MANAGEMENT

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.