

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED
OMB No. 1004-0135
Expires January 31, 2004

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or 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



Oil Well



Gas Well



Other

RECEIVED

2. Name of Operator

Yates Petroleum Corporation

APR 21 2006

OCD-ARTESIA

3a. Address

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

3b. Phone No. (include area code)

505-748-1471

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

1650'FNL and 660'FEL of Section 25-T18S-R30E (Unit H, SENE)

5. Lease Serial No.

NMLC-028990B

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

Creek AL Federal #11

9. API Well No.

30-015-20720

10. Field and Pool, or Exploratory Area

Shugart Yates 7Rivers Queen Grayburg

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			
<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 type="checkbox"/> Recomplete	<input type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans	<input checked="" 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 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.)

APPROVED FOR 6 MONTH PERIOD

Yates Petroleum Corporation plans to plug and abandon this well as follows:

1. Rig up all safety equipment as necessary. No casing recovery will be attempted.
2. TIH with 2-7/8" tubing and drilling assembly down to 3310', suspect damaged casing at 2896'. NOTE: If we cannot get to 3301' after a reasonable attempt has been made, contact the BLM and get permission to set a cement retainer at the deepest possible depth and squeeze off the lower portion of the wellbore. Then proceed to step number four.
3. Set a CIBP at 3301' and cap with 35' cement.
4. Perforate 4 squeeze holes at 1928'. Squeeze with 60 sx cement. Displace the cement to 100' above top perforation. WOC 4 hrs and tag cement, reset plug if necessary. This will leave a plug across the Yates top and a plug across the base of the salt section.
5. Perforate 4 squeeze holes at 785'. Squeeze with 60 sx cement. Displace the cement to 100' above top perforation. WOC 4 hrs and tag cement, reset plug if necessary. This will leave a plug across the surface casing shoe and a plug across the top of the salt section.

CONTINUED ON NEXT PAGE:

14. I hereby certify that the foregoing is true and correct	
Name (Printed/Typed) Tina Huerta	Title Regulatory Compliance Supervisor
Signature <i>Tina Huerta</i>	Date April 10, 2006
THIS SPACE FOR FEDERAL OR STATE OFFICE USE	
Approved by _____	Title _____
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 _____
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	

APPROVED

Date 18 2006

PETROLEUM ENGINEER

Yates Petroleum Corporation
Creek AL Federal Com #11
Section 25-T18S-R30E
Eddy County, New Mexico

Form 3160-5 continued:

6. Perforate 2 squeeze holes at 150' and tie on to the 5-1/2" casing and establish circulation.
Squeeze with 45 sx class "C" cement, do not displace the cement. This will leave a plug from 150' to the surface. WOC 24 hrs and tag, reset if necessary.
7. Remove all surface equipment and weld dry hole marker per regulations.

NOTE: Yates Petroleum Corporation will use steel pits and no earth pits


Regulatory Compliance Supervisor
April 10, 2006