

Form 3160-5
(August 1999)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

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

FORM APPROVED
OMB No. 1004-0135
Expires November 30, 2000

5. Lease Serial No.

NM-10266

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

Link BKT Federal Com. #3M

9. API Well No.

30-015-36397

10. Field and Pool, or Exploratory Area

Wildcat Wolfcamp

11. County or Parish, State

Eddy, New Mexico

SUBMIT IN TRIPPLICATE - Other instructions on reverse side

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

OCT 15 2008

2. Name of Operator

Yates Petroleum Corporation

OCD-ARTESIA

3a. Address

105 South Fourth Street, Artesia, NM 88210

3b. Phone No. (include area code)

(505) 748-1471

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

Surface: 1880' FSL & 300' FEL, Unit 1

BHL: 1880' FSL & 660' FWL, Unit L

Section 15, T16S-R25E

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 checked="" 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 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 Operations (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 recompletion 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.)

Yates Petroleum Corporation wishes to report a change in the intermediate casing string on this well. It was originally permitted to run 8 5/8" 24# J-55 ST&C from TD to surface. Having had problems on prior wells, Yates Petroleum Corporation ran one joint of 8 5/8" 32# J-55 ST&C at the top of the casing string for wellhead protection.

* Include in future APD's on NOT's
ACCEPTED FOR RECORD

Thank-you,

OCT 15 2008

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

Name (Printed/Typed)

Jeremiah Mullen

Gerry Gue, Deputy Field Inspector

NMOCD-District II ARTESIA

Signature

Jeremiah Mullen

Date

October 10, 2008

ACCEPTED FOR RECORD
OCT 10 2008
BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE
Drilling Engineer Asst.

THIS SPACE FOR FEDERAL OR STATE USE

Approved by

Title

Date

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, 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 reverse)

I & E CFOForm 3160-9
(December 1989)

Number 09-RH-03

Page 1 of 1

☒ Certified Mail - Return
Receipt Requested
70071490000279735540☐ Hand Delivered Received
by**UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT****NOTICE OF INCIDENTS OF NONCOMPLIANCE**

Identification
IID NMNM 10268
Lease NMNM10268
CA
Unit
PA

Bureau of Land Management Office		Operator	
CARLSBAD FIELD OFFICE		YATES PETROLEUM CORPORATION	
Address 620 E GREENE STREET CARLSBAD NM 88220		Address 105 S 4TH STREET ARTESIA NM 88210	
Telephone 575-234-5966		Attention	
Inspector HOSKINSON		Attn Addr	
Site Name LINK BKT FEDERAL COM	Well or Facility 3H	1/4 1/4 Section NESE 15	Township 16S
		Range 25E	Meridian NMP
		County EDDY	State NM
Site Name	Well or Facility	1/4 1/4 Section	Township
		Range	Meridian
		County	State

THE FOLLOWING VIOLATION WAS FOUND BY BUREAU OF LAND MANAGEMENT INSPECTORS ON THE DATE AND AT THE SITE LISTED ABOVE

Date	Time (24 - hour clock)	Violation	Gravity of Violation
10/06/2008	08:00	43CFR3162.1(A) CONDITIONS OF APPROVAL	MINOR
Corrective Action To Be Completed By	Date Corrected	Assessment for Noncompliance	Assessment Reference
10/17/2008			43 CFR 3163.10

Remarks

OPERATOR SET 8.625" 24# & 32# J55 CASING WITHOUT PRIOR APPROVAL.

PER CONDITIONS OF APPROVAL ONLY 8.625" 24# J55 WAS APPROVED.

OCT 07 2008

PRODUCTION DEPARTMENT
RECEIVED

When violation is corrected, sign this notice and return to above address.

Company Representative Title Drilling Superintendent Signature [Signature] Date 10-10-2008

Company Comments Summary Notice Submitted re: change of casing program

WARNING

Incidents of Noncompliance correction and reporting timeframes begin upon receipt of this Notice or 7 business days after the date it is mailed, whichever is earlier. Each violation must be corrected within the prescribed time from receipt of this Notice and reported to the Bureau of Land Management office at the address shown above. Please note that you already may have been assessed for noncompliance (see amount under "Assessment for Noncompliance"). If you do not comply as noted above under "Corrective Action To Be Completed By" you may incur an additional assessment under (43 CFR 3163.1) and may also incur Civil Penalties (43 CFR 3163.2). All self-certified corrections must be postmarked no later than the next business day after the prescribed time for correction.

Section 109(d)(1) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3163.2(d)(1), provides that any person who "knowingly or willfully" prepares, maintains, or submits, false, inaccurate, or misleading reports, notices, affidavits, record, data, or other written information required by this part shall be liable for a civil penalty of up to \$25,000 per violation for each day such violation continues, not to exceed a maximum of 20 days.

REVIEW AND APPEAL RIGHTS

A person contesting a violation shall request a State Director review of the Incidents of Noncompliance. This request must be filed within 20 working days of receipt of the Incidents of Noncompliance with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

Signature of Bureau of Land Management Authorized Officer	Date	Time
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FOR OFFICE USE ONLY

Number 23	Date	Assessment	Penalty	Termination
Type of Inspection DW				