

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.

AUG 29 2009

5 Lease Serial No  
NM-81929  
6 If Indian, Allottee or Tribe Name  
NA

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1 Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		7 If Unit or CA/Agreement, Name and/or No
2 Name of Operator Yates Petroleum Corporation		8 Well Name and No Zia AHZ Federal Com #1
3a Address 105 S. 4th Str., Artesia, NM 88210	3b Phone No (include area code) 575-748-1471	9 API Well No 30-015-26262
4 Location of Well (Footage, Sec., T., R., M., OR Survey Description) 563'FSL & 2125'FEL of Section 11-T20S-R29E (Unit O, SWSE) - Surface 2172'FNL & 1799'FEL of Section 14-T20S-R29E (Unit G, SWNE) - BHL		10 Field and Pool or Exploratory Area Undesignated; Strawn
		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 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 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 checked="" type="checkbox"/> Other <u>Workover</u>
	<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 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.

7/8/09 MIRU to begin workover. Pumped 260 bbls fluid down annulus. Did not load. NU BOP. Rigged up wireline. Cut tubing at 11,102'. Worked tubing, freed up.

7/14/09 Set 5-1/2" TXT 17# packer and 2-7/8" tubing at 11,010'. Tubing as follows: 1 jt 2-7/8" tbgr #1 gas lift valve at 10,972', 24 jts 2-7/8" tbgr #2 gas lift valve at 10,204', 39 jts 2-7/8" tbgr #3 gas lift valve at 8961', 44 jts 2-7/8" tbgr #4 gas lift valve at 7557', 50 jts 2-7/8" tbgr #5 gas lift valve at 5961', 56 jts 2-7/8" tbgr #6 gas lift valve at 4178'.

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) Tina Huerta		Title Regulatory Compliance Supervisor
Signature <u>Tina Huerta</u>		Date July 22, 2009
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.

