

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.

5 Lease Serial No

NM-045276

6. If Indian, Allottee or Tribe Name

NA

SUBMIT IN TRIPLICATE - Other instructions on page 2

1. Type of Well

☐

Oil Well

☐

Gas Well

☒

Other P&A

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)

660'FSL & 1930'FEL of Section 35-T20S-R24E (Unit O, SWSE)

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

NA

8 Well Name and No

Preston Federal #7

9 API Well No

30-015-27908

10 Field and Pool or Exploratory Area

South Dagger Draw Upper Penn

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 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 recomplete 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 recompletion 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.

2/2/10 NU BOP. Set a 7" 10K alpha CIBP at 7604' with 35' cement on top.

2/4/10 Tagged CIBP at 7602'. No cement on CIBP. Tested to 1500 psi. Spotted 100 sx Class "H" cement plug.

2/5/10 Did not tag any cement. RIH with another CIBP and set at 7554'. Tagged CIBP. Spotted 150 sx Class "H" cement at 7546'.

2/6-7/10 Tagged up at 7546', 8' high. Spotted 150 sx Class "H" cement plug. WOC 4 hrs. Tagged up at 7546' - no cement.

2/8/10 Set RBP at 7518'. Packer at 7500'. Pumped 50 bbls. Tubing on vacuum. Moved RBP to 7483' and packer to 7464'. Pumped 37 bbls. Tested to 500 psi, good. Dumped 210 bbls down backside. Loaded up. Tested to 500 psi, held for 15 min-good. Released RBP and packer. BLM wanted to pump another 25 sx plug. Pumped plug.

Accepted as to plugging of the well bore.
Continued on next page.
Liability under bond is retained until
Surface restoration is completed.

14 I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Tina Huerta

Title Regulatory Compliance Supervisor

Signature

Date

February 17, 2010

THIS SPACE FOR FEDERAL OR STATE OFFICE 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 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.

(Instructions on page 2)

ACCEPTED FOR RECORD

FEB 24 2010

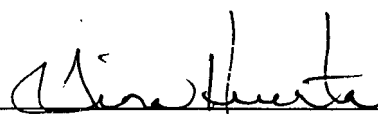
BUREAU OF LAND MANAGEMENT

RECORDS SECTION

Yates Petroleum Corporation
Preston Federal #7
Section 35-T20S-R24E
Eddy County, New Mexico
Page 2

Form 3160-5 continued:

- 2/9/10 Tagged cement plug at 7520'. Pumped 50 bbls. Pumped 130 bbls. Broke circulation. Pumped 25 sx Class "H" cement plug at 7520'. TOC at 7383'. Did not have to tag. Pumped 260 bbls. Spotted 30 sx Class "C" cement plug at 5972'. TOC at 5788'. Did not have to tag. Spotted 35 sx Class "C" cement plug at 5062'.
- 2/10/10 Tagged cement plug at 4862'. Spotted 25 sx Class "C" cement at 2520'. TOC at 2367'. Did not have to tag. Spotted 25 sx Class "C" cement plug at 2260'. TOC at 2107'. Did not have to tag. Spotted 25 sx Class "C" cement plug at 1119'. WOC 2 hrs. Tagged plug at 935'. Circulated cement from 392' to surface. Pumped 65 sx. Topped well off with cement.
- 2/15/10 Dug out cellar. Cut off wellhead. Installed dry hole marker. Filled cellar back in. Dug out anchors. Cleaned location. **WELL IS PLUGGED AND ABANDONED.**



Regulatory Compliance Supervisor
February 17, 2010