

UNITED STATES OPERATOR'S COPY
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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-101579

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

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)

1980'FSL & 1980'FEL of Section 6-T12S-R27E (Unit J, NWSE)

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

NA

8. Well Name and No.

Quarterback BQG Federal #1

9. API Well No.

30-005-64138

10. Field and Pool or Exploratory Area

Wildcat, Wolfcamp (Oil)

11. County or Parish, State

Chaves County, New Mexico

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

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 Completion

Operations

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 recomple 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.

11/17/10 Rig released at 9:30 PM.

11/18/10 NU BOP. Tagged float collar at 5515'. Pickled tubing with 600g 15% acid. Displaced with 130 bbls 7% KCL. Ran CCL/GR/Collar log from 5515' up to surface with 1500 psi.

11/19/10 Perforated Wolfcamp 5226', 28', 30', 32', 34', 54', 56', 58', 60', 62', 64', 66', 68', 70', 72', 74', 76', 78', 84', 86', 88', 90', 92', 94', 96', 98', 5300', 02', 04', 08', 10', 12', 14', 16', 18', 20', 22', 26', 28', 30', 32', 34', 36', 44', 46', 48', 50', 52', 54', 56' for a total of 50 holes. Tested casing to 1500 psi, good. Acidized w/10000g 20% HCL acid. Dropped 100 balls - slight ball action. 5-1/2" AS-1 packer with 2.25" on/off tool and 2-7/8" 6.5# J-55 tubing at 5138'.

11/21/10 Date of 1st production

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

Tina Huerta

Title Regulatory Compliance Supervisor

Signature

Tina Huerta

Date November 22, 2010

ACCEPTED FOR RECORD

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

David R. Glass

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) PETROLEUM ENGINEER

OK 11/21/10

RECEIVED
NOV 23 11:20
ENTERED IN
AFMSS