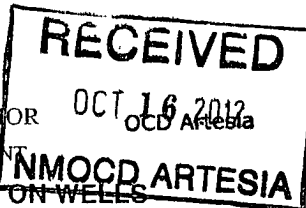


UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT



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.*

**SUBMIT IN TRIPLICATE - Other instructions on page 2**

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

**Yates Energy Corporation**

3a. Address

**PO Box 2323, Roswell, NM 88202**

3b. Phone No. (include area code)

**575-623-4935**

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

**1550' FSL & 660' FEL  
Sec. 23, R-23-E, T-23-E**

5. Lease Serial No.

**NM111398**

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

**North Hess Federal "23" #1**

9. API Well No.

**30-015-34509**

10. Field and Pool, or Exploratory Area

**Undesignated East Hess Morow**

11. County or Parish, State

**Eddy, 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 checked="" type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Reconplete	<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 recomplate 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.)

06/27/12 MIRU plugging equipment. Dug out cellar.

06/28/12 Bled down well.

06/29/12 ND wellhead, NU BOP. Unset packer and POH w/ 210 jts. of tbg.

07/02/12 RIH w/ CIBP and set @ 9785'. Circulated hole with mud laden fluid. Spotted 25 sx Class H cement on top of CIBP. 9785-9407. POH to 8772'. Spotted 40 sx class H cement @ 8772'-8167'. POH w/ tbg to 1800'.

07/03/12 Tagged plug @ 7864'. POH to 7237'. Spotted 25 sx class C cement @ 7237-6859. POH to 1800'. WOC. Tagged plug @ 6810'. POH to 6579'. Spotted 40 sx class C cement @ 6579-5974. POH to 1800'.

07/05/12 Tagged plug @ 6015'. POH to 3015'. Spotted 60 sx class C cement @ 3015' -2107' (#5 & 6), POOH with 1800'

07/06/2012: Tagged plug at 2260'. Spotted 25 sks Class C cement from 1882' = 2260'. WOC.

07/06/12 Tagged plug @ 1879'. POH to 1200'. Spotted 65 sx class C cement @ 1200-217'. (OK'd by richard Carassco). POH w/ tbg. ND BOP. Perf'd csg @ 60'. Sqz'd 40 sx class C cement. to surface.. WOC. Verified cement at surface. Rugged down moved off.

07/06/12 Moved in backhoe and welder. Dug out cellar. Cut off wellhead. Welded on "above ground" Dry Hole Marker. Backfilled cellar. Removed deadmen. Cleaned location and moved off.

**RECLAMATION**

**DUE 1-2-13**

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

Surface Restoration has not begun as of this date

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

Name (Printed/Typed)

**Sheryl L. Jones**

Title

**Agent for Yates Energy Corp.**

Signature

*Sheryl L. Jones*

Date

**09/16/2012**

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

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.

Title

Office

**OCT 4 2012**

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)

**BUREAU OF LAND MANAGEMENT  
CARLSBAD FIELD OFFICE**

*10/17/2012*

**Accepted for record  
NMOC**