

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No 1004-0137
Expires July 31, 2010

OCD-ARTESIA

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.

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5 Lease Serial No	NM-56350
6 If Indian, Allottee or Tribe Name	
7 If Unit or CA/Agreement, Name and/or No	NM-106875
8 Well Name and No	Lowe Staple AMR Federal #1
9 API Well No	30-015-10040
10. Field and Pool or Exploratory Area	Indian Basin; Upper Penn Assoc.
11 County or Parish, State	Eddy County, New Mexico

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1 Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other P&A	JUL 10 2008 OCD-ARTESIA
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) Surface - 1650'FSL & 2310'FWL of Section 22-T21S-R24E (Unit K, NESW) BHL - 660'FSL & 660'FWL of Section 22-T21S-R24E (Unit M, SWSW)	

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 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 must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recomplate 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

6/16/08 Set a CIBP at 7850' (OK'd by BLM).
6/17/08 Circulated plugging mud. Spotted 25 sx cement on top. Spotted 30 sx cement at 6981'.
6/18/08 Cut casing at 3500'. No luck. RIH with 2nd cutter to 3200'. No luck. Holding 500 psi.
6/19/08 Cut casing at 2500'. No luck, could not pump into it. Spotted 35 sx cement at 3539'.
6/22/08 Tagged at 3121' (OK'd by BLM). Spotted 25 sx cement at 2565' and WOC. Tagged at 2487'. Spotted 10 sx cement on top. Perforated at 411' and spotted 40 sx cement.
6/23/08 Tagged at 248'. Perforated at 100' and circulated 35 sx cement to surface. Cut off wellhead. Installed dry hole marker. **WELL IS PLUGGED AND ABANDONED.**

ACCEPTED FOR RECORD

JUL 9 2008

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) Tina Huerta	Title Regulatory Compliance Supervisor
Signature <i>Tina Huerta</i>	Date May 19, 2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by Conditions of approval, if any, are attached. Approval of this notice does not constitute a guarantee or warranty by the BLM. The applicant certifies 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 Accepted for record NMCD	Date
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.		