

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.

NOV - 1 2008

OCD-ARTESIA

5 Lease Serial No
NM-9402
6 Indian, Allottee or Tribe Name

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)

760'FSL & 260'FEL of Section 18-T16S-R25E (Unit P, SESE) - Surface

760'FSL & 660'FWL of Section 18-T16S-R25E (Unit M, SWSW) - BHL

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

8 Well Name and No

Cottonwood KI Federal Com #4H

9 API Well No

30-015-36404

10 Field and Pool or Exploratory Area

Wildcat; Wolfcamp

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>Spud,</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Partially Abandon	<u>Surface and</u>
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	<u>Intermediate csg</u>

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 recompleat 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 recompleat 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.

- 10/1/08 Spudded 26" hole at 2:00 PM. Set 80' of 20" conductor and cemented to surface with redi-mix.
- 10/4/08 Resumed drilling at 1:00 AM. TD 17-1/2" hole and set 13-3/8" 48# H-40 ST&C casing at 410'. Cemented with 150 sx Class "C" + 3.76#/sx D20 + 1.88#/sx S1 + 0.188#/sx D46 (yld 1.98, wt 12.9). Tailed in with 200 sx Class "C" + 1.88#/sx S1 (yld 1.34, wt 14.8). Cement circulated to surface. Tested casing to 1200 psi for 30 min. WOC 27 hrs. Reduced hole to 12-1/4" and resumed drilling.
- 10/6/08 TD 12-1/4" hole and set 8-5/8" 24# J-55 ST&C casing at 1000'. Cemented with 100 sx RFC + 0.125#/sx D130 + 3#/sx D42 (yld 1.62, wt 14.2) and 220 sx Class "C" + 6% D20 + 0.2% D46 + 2% S1 + 3% D44 (yld 1.97, wt 12.9). Tailed in with 200 sx Class "C" + 2% S1 (yld 1.34, wt 14.8). Ran 1" cement to surface with 140 sx Class "C" + 3% S1 (yld 1.97, wt 14.8). Tested casing to 1500 psi for 30 min. WOC 36 hrs 40 min. Reduced hole to 7-7/8" and resumed drilling.

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

Tina Huerta

Title Regulatory Compliance Supervisor

Signature

Date

October 15, 2008

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.

ACCEPTED FOR RECORD

NOV 2 2008

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE