

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.

JAN 16 2009

OCD-ARTESIA

| | |
|---|---------------------------|
| 5. Lease Serial No | NM-1372 |
| 6. Self Indian, Allottee or Tribe Name | N/A |
| 7. If Unit or CA/Agreement, Name and/or No. | |
| 8. Well Name and No. | NDDUP UNIT #10 |
| 9. API Well No. | 30-015-27342 |
| 10. Field and Pool or Exploratory Area | DAGGER DRAW UPPER PENN, N |
| 11. County or Parish, State | EDDY COUNTY, NEW MEXICO |

SUBMIT IN TRIPLICATE - Other instructions on page 2.

| | |
|--|---|
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> 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) 1,980' FNL & 1,530' FWL SECTION 18-T19S-R25E UNIT F | |

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>EXTEND</u> |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | <u>TA STATUS</u> |
| | <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 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.

Yates Petroleum Corporation respectfully requests permission to extend the temporary abandonment status to recompleat to the Wolfcamp zone from +/- 5,900' to +/- 6,300'. We are currently working on the land and operating agreement issues to recompleat wells in this area.

After 4-7-09 the well must be online or plans to P & A must be submitted.

ACCEPTED FOR RECORD

APPROVED

For 90 Days

JAN 8 2009
/s/ JD Whitlock Jr

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

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

JAN 20 2009

Title Regulatory Compliance Tech

Signature

Susan S. Lopez

Gerry Guye, Deputy Field Inspector

NMOC-District II ARTESIA

Date December 18, 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.