Form 3160-5 (August,2007)

OCD-ARTESIA

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT FORM APPROVED OMB No. 1004-0137

SUNDRY NOTICES AND REPORTS ON WELLS

Expires July 31, 2010

| Do not use this form for proposals to dri abandoned well. Use Form 3160-3 (APD) t | NM-1372 6. If Indian, Allottee NA | | | | | | |
|--|---|--|---------------|---|--|--|--|
| SUBMIT IN TRIPLICATE - Other instructions on page 2. 1. Type of Well | | | | 7. If Unit or CA/Agreement, Name and/or No. NMNM111025X | | | |
| Oil Well Gas Well X Other | 8. Well Name and No. | | | | | | |
| 2. Name of Operator | NDDUP Unit #35 | | | | | | |
| Yates Petroleum Corporation | 9. API Well No. | | | | | | |
| 3a. Address | 3b. Phone No. (include area code) | | | 30-015-26739 | | | |
| 105 S. 4th Str., Artesia, NM 88210 | | 10. Field and Pool or Exploratory Area | | | | | |
| 4. Location of Well (Footage, Sec., T., R., M., OR Survey Description) | | | | Dagger Draw; Upper Penn | | | |
| | | | | 11. County or Parish, State | | | |
| 710'FSL & 1980'FEL of Section 18-T19S-R25E (U | Eddy County, New Mexico | | | | | | |
| 12. CHECK APPROPRIATE BOXES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA | | | | | | | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | | | |
| Acidize | Deepen | Production (S | Start/Resume) | Water Shut-Off | | | |
| Notice of Intent Alter Casing | Fracture Treat | Reclamation | | Well Integrity | | | |
| X Subsequent Report Casing Repair | New Construction | Recomplete | | Other | | | |
| Subsequent Report Change Plans | X Plug and Abandon | Temporarily . | Abandon | | | | |
| Final Abandonment Notice Convert to Injection | Plug Back | Water Dispos | | | | | |

Describe Proposed of Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. I the proposal is to deepen directionally or recomplete 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.

- 11/11/10 NU BOP. Set a 7" CIBP at 7562'. Tested casing.
- 11/12/10 Tagged CIBP at 7562'. Circulated hole with salt gel. Spotted 35 sx Class "H" Neat cement. Calc TOC at 7377'. Spotted 35 sx Class "C" Neat cement at 5720'. Calc TOC at 5505'. Spotted 40 sx Class "C" Neat cement at 4156'. Calc TOC at 3910'.
- 11/15/10 Tagged plug at 3904'. Spotted 35 sx Class "C" Neat cement at 3772'. Calc TOC at 3567'. Spotted 35 sx Class "C" Neat cement at 2289'. Calc TOC at 2074'. Spotted 35 sx Class "C" Neat cement at 1250'. WOC. Tagged at 1025'. Spotted 25 sx Class "C" Neat cement from 150' up to surface. ND BOP. Topped out casing. Pumped 10 sx Class "C" Neat cement down 9-5/8" x 7", filled up.
- 11/20/10 Dug out cellar and cut off wellhead. Mixed 20 sx cement and filled annulus. Installed dry hole marker.

| Filled cellar and cut off anchors. Cleaned location. WELL IS PLUGGED AND ABANDONED. | | | | | | | |
|---|--|-----------------------------|-------------|---|--|--|--|
| Reclanation Due 5.19-11 | DE | CEIVED C 0 9 2010 | Liabi | oted as to plugging of the well bore. lity under bond is retained until ce restoration is completed. | | | |
| 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) | the same of the sa | E ATTESIA | | | | | |
| · Tina Huerta | Title | Regulatory Comp | oliance | Supervisor FOD BEAODE | | | |
| Signature Com Lucate | Date | November 23, 20 | | SupervisorTED FOR RECORD | | | |
| THIS SPACE FOR FED | ERAL OR S | STATE OFFICE USE | | | | | |
| Approved by | | Title | | Pate 1 | | | |
| 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 | | BURFALL OF LAND MANAGEMENT | | | |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for a any false, fictitious or fraudulent statements or representations as to any matter within | ny person kno in its jurisdicti | owingly and willfully to ma | ake to ariy | department or agency of the United States | | | |