

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED  
OMB NO. 1004-0135  
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 reverse side.**

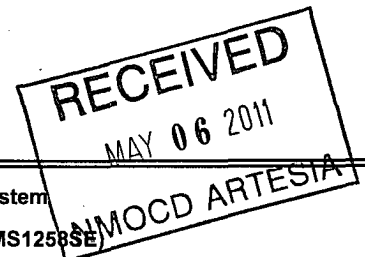
1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM78215
2. Name of Operator <input checked="" type="checkbox"/> YATES PETROLEUM CORPORATION Contact: TINA HUERTA Mail: tinah@yatespetroleum.com		6. If Indian, Allottee or Tribe Name
3a. Address 105 SOUTH FOURTH STREET ARTESIA, NM 88210	3b. Phone No. (include area code) Ph: 575-748-4168 Fx: 575-748-4585	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 17 T22S R24E NENW 99FNL 2038FWL UL C		8. Well Name and No. HICKORY ALV FEDERAL 7 <input checked="" type="checkbox"/>
		9. API Well No. 30-015-32996-00-S1
		10. Field and Pool, or Exploratory INDIAN BASIN-UPPER PENN ASSOC
		11. County or Parish, and State EDDY COUNTY, NM

**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 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 type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input checked="" 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 recompleate 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 recompleation 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.)

Yates Petroleum Corporation plans to plugback and recompleate this well as follows: MIRU any safety equipment as needed. NU BOP. Set a CIBP at 8072' with 35' cement on top. Spot cement plugs from 7150'-7310' with 30 sx Class "H", 5211'-5371' with 30 sx Class "C" and 3113'-3273' with 30 sx Class "C". Perforate Yeso 2464'-2470'(7), 2476'-2482'(7), 2484'-2488'(5), 2498'-2500'(3), 2506'-2510'(5), 2520'-2524'(5), 2536'-2542'(7), 2552'-2554'(3), 2562'-2570'(9), 2586'-2592'(7), 2602'-2604'(3), 2612'-2616'(5) and 2622'-2630'(9) for a total of 75 holes. Stimulate as needed. Wash sand down to 3000'. TIH with tubing and pumping equipment. Turn well to production.

**SUBJECT TO LIKE  
APPROVAL BY STATE****SEE ATTACHED FOR  
CONDITIONS OF APPROVAL**

14. I hereby certify that the foregoing is true and correct. <b>Electronic Submission #105436 verified by the BLM Well Information System For YATES PETROLEUM CORPORATION, sent to the Carlsbad Committed to AFMSS for processing by KURT SIMMONS on 03/31/2011 (11KMS12585E)</b>	
Name (Printed/Typed) TINA HUERTA	Title REG COMPLIANCE SUPERVISOR
Signature (Electronic Submission)	Date 03/29/2011

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

Approved By (BLM Approver Not Specified)	Title	Date 05/02/2011
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 Carlsbad	MAY 2 2011

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.

WELL NAME: Hickory ALV Federal #7 FIELD: Indian Basin

LOCATION: 660' FNL & 1,980' FWL of Section 17-22S-24E Eddy Co., NM

GL: 4,111' ZERO: 18' KB: 4,129'

SPUD DATE: 3/25/03 COMPLETION DATE: 3/22/03

COMMENTS: API No.: 30-015-32996

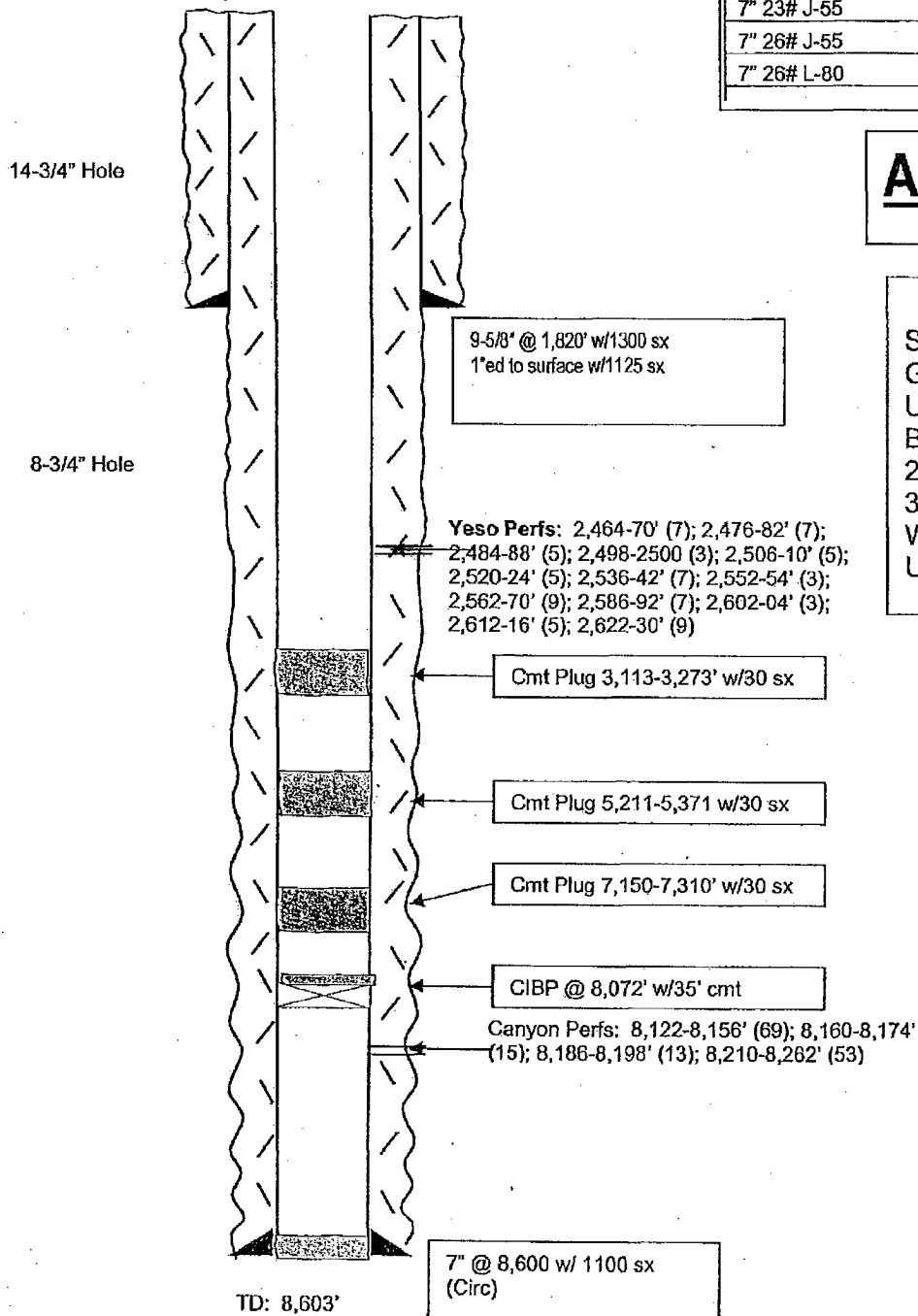
#### CASING PROGRAM

9-5/8" 36# J-55	1,820'
7" 26# J-55	213'
7" 23# J-55	5,499'
7" 26# J-55	2,322'
7" 26# L-80	580'
	8,600'

**After**

#### TOPS

SA	812'
Glorieta	2,459'
U. Yeso	2,743'
BS	3,223'
2 <sup>nd</sup> BS	4,322'
3 <sup>rd</sup> BS	6,894'
WC	7,260'
U. Penn	8,100'



Not to Scale  
3/24/11  
DC/Hill