Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

JUL **1 1** 2013

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

Lease Serial No.

NMNM101583

6. If Indian, Allottee or Tribe Name

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to manning ARTESIA abandoned well. Use form 3160-3 (APD) for sudir proposals

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SUBMIT IN TR	IPLICATE - Other instruc	ctions on reverse side.		7. If Unit or CA/Agr	eement, Name and/or No.	
Type of Well	8. Well Name and No. BLEU BBP FEDERAL COM 1					
Name of Operator YATES PETROLEUM CORP		TINA HUERTA espetroleum.com		9. API Well No. 30-015-33276		
3a. Address 3b. Phone No. (include area con Ph: 575-748-4168 ARTESIA, NM 88210 Fx: 575-748-4585			de)	10. Field and Pool, or Exploratory WILDCAT; CISCO		
4. Location of Well (Footage, Sec., 7	L., R., M., or Survey Description)		11. County or Parish	, and State	
Sec 34 T16S R27E NWNW 6	60FNL 660FWL			EDDÝ COUNT	Y, NM	
12. CHECK APP	ROPRIATE BOX(ES) TO) INDICATE NATURE OF	F NOTICE, R	EPORT, OR OTHE	ER DATA	
TYPE OF SUBMISSION		TYPE	OF ACTION	• ;		
☑ Notice of Intent ☐ Subsequent Report ☐ Final Abandonment Notice	☐ Acidize ☐ Alter Casing ☐ Casing Repair ☐ Change Plans ☐ Convert to Injection	☐ Deepen ☐ Fracture Treat ☐ New Construction ☐ Plug and Abandon ☑ Plug Back	☐ Reclan	plete rarily Abandon	☐ Water Shut-Off ☐ Well Integrity ☐ Other	

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 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 shall 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 shall be filed once following completion of the involved operations. If the operation results in a multiple completion of recompletion in a now site of the involved operations. If the operator has 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 recomplete this well as follows:

- MIRU any safety equipment as needed. NU BOP.
 Set a CIBP at 8100 ft with 35 ft cement on top. Perforate Cisco 7446 ft 7528 ft (62).
- Acidize with 4500g 15 percent NEFE HCL and 120 BS.
- If zone is productive, run appropriate production string and turn to production.
 If zone is not productive, Set a 2nd CIBP at 7400 ft with 35 ft cement on top. Perforate Wolfcamp 6009 ft - 6042 ft (46).
- 6. If CIBP was not set in step #5, a RBP at 6100 ft and packer at 5950 ft. Swab tubing down. Acidized interval with 3500g 15 percent NEFE HCL and 90 BS.

SUBJECT TO LIKE APPROVAL BY STATE

7. If a frac is warranted, TOH with tubing and packer. If frac gradient is sufficiently low, frac the well down casing. Frac Wolfcamp down casing at 50 BPM (Max TP 3800 psi) with 41000g SCHE ATTACHED FOR borate x-linked gel and 50000Lb 20/40 sand as attached. Flow the frac back to remove all frac SCHE ATTACHED FOR CONDITIONS OF APPROVAL

14. I hereby certify t	that the foregoing is true and correct. Electronic Submission #210062 veri For YATES PETROLEUM COI Committed to AFMSS for processi	RPORÁTIO	ON, sent to the C	Carlsbad
Name(Printed/Ty	ped) TINA HUERTA	Title	REG REPOR	RTING SUPERVISOR
Signature	(Electronic Submission)	Date	06/07/2013	APPROVED
,	THIS SPACE FOR FEDEI	RAL OR	STATE OFFI	¢E U\$E
Approved By		Title		JUL 9 2013
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.			e	BUREAU OF LAND MANAGEMENT CARL SRAD FIFL D. 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.

Additional data for EC transaction #210062 that would not fit on the form

32. Additional remarks, continued

fluids and gels.

8. When well dies, turn to production.

9. Retrieve RBP, if run. TiH with tubing, rods and pump.

Wellbore schematic and frac details attached.

Stage 1	Fluid	Sand Conc.	Lbs of Sand	
8200 gal. 20# Bor 9000 gal. 20# Bor 8700 gal. 20# Bor 8500 gal. 20# Bor 6600 gal. 20# Bor 5873 gal. 20# Line	ate gel ate gel ate gel ate gel	pad 0.5ppg 1 ppg 2 ppg 3 ppg 0 ppg	none 4500 lbs 20/40 White sand 8700 lbs 20/40 White sand 17000 lbs 20/40 White sand 19800 lbs 20/40 RCS flush – no sand	
41000 gallons + flush			50,000# total	
			·	. 10

Well Name: Bleu BBP Feder	'41 Field	:
Location: 660' FNL & 660' FWL	Sec. 34-16S-27E Edd	/ Co, NM.
GL: 3409' Zero:	AGL:	KB: 3426'
Spud Date:	Completion Date	*
Comments:		

Casing Program ·				
Size/Wt/Grade/Conn	Depth			
9 5/8" 36# J55	1424'			
5 ½" 15.5&17# J55&P110	9150'			
·				

PROPOSED CONFIGURATION

9 5/8" csg @ 1424'. Cmtd w/ 700 sx. Cmt circ.

Wolfcamp perfs 6009-14', 16-24', 27-31', 36-42'

Cisco perfs 7446-54', 7505-28'

Strawn perfs 8132-42'

DV @6075'

CIBP@8100'+35'

CIBP@8410'

CIBP@8680'

CIBP@9000'

TD 9150'

cement

Atoka perfs 8468-72', 8490-94['], 8508-10', 8563-66', 8584-90', 8600-04'

Morrow perfs 8736-68'

Mississippian perfs 9058-66

5 ½" csg @ 9150' Cmtd 1st stg w/ 1200 sx, 2nd stg w/ 1700 sx. Cmt circ.

Date: 2/28/13

Bleu #1A

BLEU BBP Federal Com 1 30-015-33276 Yates Petroleum Corporation July 9, 2013 Conditions of Approval

Notify BLM at 575-361-2822 a minimum of 24 hours prior to commencing work.

Work to be completed by October 9, 2013.

- 1. Operator shall set CIBP at 8,082' and place 25 sx class H cement. Tag required.
- 2. Must conduct a casing integrity test before perforating and fracturing. Submit results to BLM. The CIT is to be performed on the production casing to max treating pressure. Notify BLM if test fails.
- 3. If Cisco is not productive operator shall set CIBP 50-100' above upper perfs with 25 sx cement.
- 4. **NOT** approved for DHC.
- 5. Before casing or a liner is added or replaced, prior BLM approval of the design is required. Use notice of intent Form 3160-5.
- 6. Surface disturbance beyond the originally approved pad must have prior approval.
- 7. Closed loop system required.
- 8. All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of work over operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area. Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.
- 9. Operator to have H2S monitoring equipment on location.

- 10. A minimum of a 2000 (2M) BOP to be used. All blowout preventer (BOP) and related equipment (BOPE) shall comply with reasonable well control requirements. A two ram system with a blind ram and a pipe ram designed for the size of the work string shall be adequate. Tapered work strings will require an additional pipe ram. The manifold shall comply with Onshore Oil and Gas Order #2 Attachment I (2M Diagrams of Choke Manifold Equipment). The accumulator system shall have an immediately available power source to close the rams and retain 200 psi above pre-charge. The pre-charge test shall follow requirements in Onshore Order #2.
- 11. Subsequent sundry required detailing work done and completion report for the new formations. Operator to include well bore schematic of current well condition when work is complete.

JAM 070913