

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.*5. Lease Serial No.
NMNM62210 / **NM 89049** *BHL*

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

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

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

8. Well Name and No.

NUCLEUS BGN FEDERAL COM 1H

2. Name of Operator

YATES PETROLEUM CORPORATION

Contact: LAURA WATTS

E-Mail: laura@yatespetroleum.com

9. API Well No.

30-015-39241

3a. Address

105 SOUTH FOURTH STREET
ARTESIA, NM 88210

3b. Phone No. (include area code)

Ph: 575-748-4272

Fx: 575-748-4585

10. Field and Pool, or Exploratory
PARKWAY; BONE SPRING

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 31 T19S R30E SWNW 1750FNL 330FWL

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

☐ 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☐ Production (Start/Resume)☐ Reclamation☐ Recomplete☐ Temporarily Abandon☐ Water Disposal☐ 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 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 shall 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 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.)

5/8/14 - Tagged at 6,100 ft. Drilled out DV tool. Circulated clean. Tested casing to 1500 psi for 30 mins, good. Circulated and displaced hole with 3 percent KCL with CRW-132 oxygen scavenger and corrosion inhibitor.

5/11/14 - TIH to 8,400 ft and circulated 185 BBLS of 3 percent KCL with CRW-132 chemical. Ran scraper across DV tool. Ran CBL log from 8,540 ft to 3,400 ft.

5/12/14 - Increased pressure to open toe sleeve at 12,771 ft at 8100 psi. Established rate of 13 BPM at 4100 psi. Used 507 bbls of 3 percent KCL with CRW-132 to pump down logging tool.

7/29/14-8/1/14 - Perforated Bone Spring 8,723 ft - 12,679 ft (396 holes). Acidized with 51,000 gallons 15 percent HCL acid, frac with a total of 4,427,678 lbs 16/30 RCS and 20/40 White Sand.

2-7/8 inch 8.70 lb L-80 tubing at 7,902 ft.

Accepted for record

NMOC

NM OIL CONSERVATION
ARTESIA DISTRICT

DEC 03 2014

RECEIVED

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #259102 verified by the BLM Well Information System
For YATES PETROLEUM CORPORATION, sent to the Carlsbad
Committed to AFMSS for processing by DEBORAH HAM on 11/24/2014

Name (Printed/Typed) LAURA WATTS

Title REG REPORTING TECHNICIAN

Signature (Electronic Submission)

Date 08/29/2014

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

Approved By

Title

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.

**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****