

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0135
Expires: November 30, 2000

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.
SHL NM-2538, BHL NM-106718

6. If Indian, Allottee or Tribe Name

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

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

RECEIVED

JAN 10 2006

OUTARTESOM

1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator
HARVEY E. YATES COMPANY

Contact: Jen Serrano

3a. Address
PO BOX 1933, ROSWELL, NM 88202-1933

3b. Phone No. (include area code)
(505)623-6601

8. Well Name and No
Cholla 1 Federal #05 H

9. API Well No.
30-015-26256

10. Field and Pool, or Exploratory
Tamano Bone Spring

4. Location of Well(Footage, Sec., T., R., M., or Survey Description)
330' FSL & 1,930' FWL (SE SW) Unit N

11. County or Parish, and State
Eddy County, New Mexico

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 type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input checked="" type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<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 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.)

12/28/05 GIH with 7 7/8" mill tooth bit & drill out surface plug to 77'. RIH & tag up on 2nd plug at 296'. Drilled out to 435'. RIH and tag top of casing stub at 1,334.65'.

12/31/05 Ran casing inspection log. Shut down for holiday weekend.

1/04/06 Casing inspection log indicated too much damage to 8 5/8" casing to continue with re-entry. RU BJ & spot 50 sack plug at 400'. WOC 3 hrs & tag plug @ 215'. Spot 50' plug at Surface. Used Class "C" w/3% CaCl.

1/05/06 Install dry hole marker.

***CEMENT PLUGS WITNESSED BY RUSS DAVIS, BLM ***

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

Name (Printed/Typed) Jen Serrano

Title Eng. Tech

Signature

Jen Serrano

Date

1/9/06

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 intentionally 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.

Approved for record - NMOCD