

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTNMOCD
ArtesiaFORM 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.**5. Lease Serial No.
NMNM103850

6. If Indian, Allottee or Tribe Name

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

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

YATES PETROLEUM CORPORATION

Contact: TINA HUERTA

E-Mail: tinah@yatespetroleum.com

3a. Address

105 SOUTH FOURTH STREET
ARTESIA, NM 88210

3b. Phone No. (include area code)

Ph: 575-748-4168
Fx: 575-748-45858. Well Name and No.
NITRAM AVN FEDERAL 1

9. API Well No.

30-005-62326-00-S2

10. Field and Pool, or Exploratory
FOOR RANCH-WOLFCAMP
PECOS SLOPE-ABO

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

Sec 34 T8S R26E SWSW 660FSL 660FWL

11. County or Parish, and State

CHAVES COUNTY, NM

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

TYPE OF SUBMISSION

- ☒
- Notice of Intent
-
- ☐
- Subsequent Report
-
- ☐
- Final Abandonment Notice

TYPE OF ACTION

- | | | | |
|---|--|--|---|
| <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <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 recomple 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 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 plug and abandon this well as follows:

1. MIRU any safety equipment as needed. NU BOP.
2. RIH and tag CIBP at 4441 ft and dump 35 ft Class C cement on top. This will cover the top of the Abo.
3. Perforate at 2256 ft. Spot a 35 sx Class C cement plug from 2136 ft - 2256 ft. This will cover the Glorieta inside and outside the casing. **WOC & Tag**
4. Perforate at 1195 ft. Spot a 30 sx Class C cement plug from 1085 ft - 1195 ft. This will cover the 8-5/8 inch casing shoe inside and outside the casing. **WOC & Tag**
5. Perforate at 60 ft. Spot a 25 sx Class C cement plug from 60 ft up to surface inside and outside the 4-1/2 inch casing.
6. Cut off wellhead. If needed backfill between 4-1/2 inch and 8-5/8 inch casing.

NM OIL CONSERVATION
ARTESIA DISTRICT
JUN 24 2016
RECEIVED

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

**Electronic Submission #342392 verified by the BLM Well Information System
For YATES PETROLEUM CORPORATION, sent to the Roswell
Committed to AFMS for processing by DAVID GLASS on 06/17/2016 (16DRG0290SE)**

Name (Printed/Typed) TINA HUERTA

Title REG REPORTING SUPERVISOR

Signature (Electronic Submission)

Date 06/17/2016

Accepted for record
NMOCD**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**Approved By DAVID R GLASSTitle PETROLEUM ENGINEERDate 06/17/2016

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 Roswell

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ******APPROVED FOR 3 MONTH PERIOD**
ENDING SEP 17 2016**SEE ATTACHED FOR**
CONDITIONS OF APPROVAL

Additional data for EC transaction #342392 that would not fit on the form

32. Additional remarks, continued

7. Install dry hole marker and clean location.

Wellbore schematics attached

WELL NAME: Nitram AVN Federal #1 FIELD: _____

LOCATION: 660' FSL & 660' FWL Sec. 34-8S-26E Chaves Co., NM

GL: 3,880.6' ZERO: _____ KB: _____

SPUD DATE: 04-25-1986 COMPLETION DATE: 08-09-2004

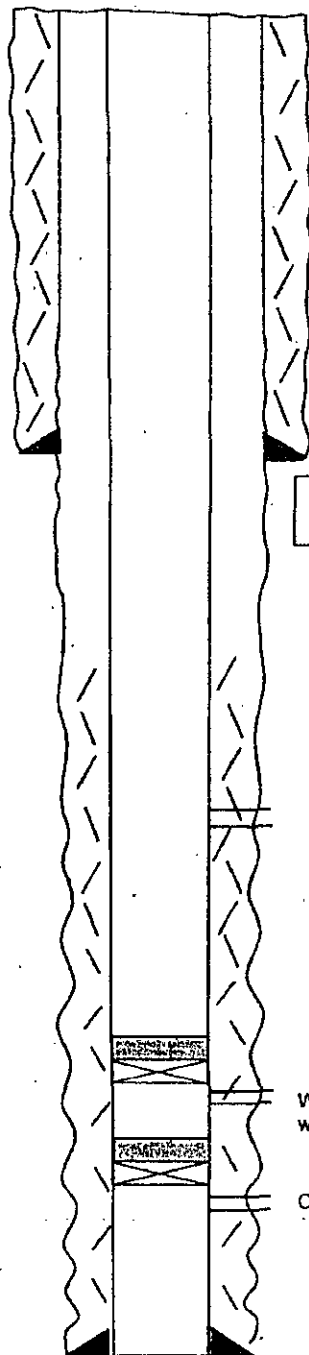
COMMENTS: API# 30-005-62326

CASING PROGRAM

8-5/8" 24# J-55	1,145'
4-1/2" 10.5# J-55	6,525'

12-1/4" Hole

7-7/8" Hole



8-5/8" 24# J-55 @ 1145'. Cemented
w/ 600sx. Circulated

Abo perms @ 4466'-4848' (86)

Wolfcamp perms @ 5136' - 5510'. Squeezed w/ 100sx and capped w/ a CIBP @ 5050
w/ 35' of cement.

Ordovician perms @ 6225' - 6380'. Capped w/ CIBP @ 6200' w/ 35' of cement.

PBTD: 6,469'
TD : 6,525'

4-1/2" 10.5# J-55 @ 6525'. Cemented w/ 800 sx.
Did not circulate. TOC @ 3600', CBL.

Before

San Andres	1088'
Glorieta	2206'
Yeso	2272'
Abo	4444'
Wolfcamp	5140'
Penn	5744'
Mississippian	6072'
Ordovician	6226'
Pre-Cambrian	6432

Not to Scale
5/25/2016
SAA

WELL NAME: Nitram AVN Federal #1 FIELD:

LOCATION: 660' FSL & 660' FWL Sec. 34-8S-26E Chaves Co., NM

GL: 3,880.6' ZERO: KB:

SPUD DATE: 04-25-1986 COMPLETION DATE: 08-09-2004

COMMENTS: API# 30-005-62326

CASING PROGRAM

8-5/8" 24# J-55	1,145'
4-1/2" 10.5# J-55	6,525'

Perfs @ 60'. 25sx class "C" cement plug from 60' to surface inside and outside the 4-1/2" casing.

12-1/4" Hole

Perfs @ 1195'. 110' (30sx) Class "C" cement plug from 1085'-1195' covering the 8-5/8" casing shoe inside and outside the casing.

7-7/8" Hole

Perfs @ 2256'. 120' (35sx) Class "C" cement plug from 2136'-2256' covering the Glorieta inside and outside the casing.

CIBP @ 4440' w/ 35' of cement on top covering the top of the Abo.

8-5/8" 24# J-55 @ 1145'. Cemented w/ 600sx. Circulated

Abo perfs @ 4466'-4848' (86)

Wolfcamp perfs @ 5136' - 5510'. Squeezed w/ 100sx and capped w/ a CIBP @ 5050 w/ 35' of cement.

Ordovician perfs @ 6225' - 6380'. Capped w/ CIBP @ 6200' w/ 35' of cement.

PBTD: 6,469'
TD : 6,525'

4-1/2" 10.5# J-55 @ 6525'. Cemented w/ 800 sx.
Did not circulate. TOC @ 3600'. CBL.

After

San Andres	1088'
Glorieta	2206'
Yeso	2272'
Abo	4444'
Wolfcamp	5140'
Penn	5744'
Mississippian	6072'
Ordovician	6226'
Pre-Cambrian	6432'

Not to Scale
5/25/2016
SAA

BUREAU OF LAND MANAGEMENT
Roswell Field Office
2909 West Second Street
Roswell, New Mexico 88201
(575) 627-0272

Permanent Abandonment of Federal Wells
Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. **Plugging operations** shall commence within **ninety (90) days** from the approval date of this Notice of Intent to Abandon. **If you are unable to plug the well by the 90th day provide the BLM Roswell Field Office (RFO), prior to the 90th day, with the reason for not meeting the deadline and a date when the BLM Roswell Field Office can expect the well to be plugged. Failure to do so will result in enforcement action. Unless the well has been properly plugged, the rig shall not be removed from over the hole without prior approval.**

2. **Notification:** Contact the BLM Roswell Field Office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, during office hours or after office hours call (575) 627-0205. Engineer on call during office hours phone (575) 627-0275 or phone (after hours) call (575) 626-5749.

3. **Blowout Preventers:** A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The minimum BOP requirement is a 2M system for a well not deeper than 9090 feet; a 3M system for a well not deeper than 13636 feet; and a 5M system for a well not deeper than 22727 feet.

4. **Mud Requirement:** Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at a rate of 25 sacks (50 pounds each) of gel per 100 barrels of water. Minimum nine (9) pounds per gallon.

5. **Cement Requirement:** Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. In lieu of a cement plug in cased hole, a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 50 feet of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either class "C" for up to 7500 feet of depth, mixed at 14.8 lbs./gal with 6.3 gallons of fresh water per sack or class "H" for deeper than 7500 feet plugs, mixed at 16.4 lbs./gal with 4.3 gallons of fresh water per sack.

6. **Dry Hole Marker:** All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The well bore shall then be capped with a 4-inch pipe, 10 feet in length, 4 feet above the ground and embedded in cement. The following information shall be permanently inscribed on the dry hole marker: Well name and number, the name of the operator, the lease serial number, the surveyed location (the quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer; such as metes and bounds).

7. **Subsequent Plugging Reporting:** Within 30 days after plugging work is completed, file one original and five copies of the Subsequent Report of Abandonment, Form 3160-5 to the BLM Roswell Field Office. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. **Show date well was plugged.**

Following the submittal and approval of the Subsequent Report of Abandonment, a Notice of Intent for Final Abandonment with the proposed surface restoration procedure must be submitted for approval.