

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| FORM APPROV | /ED |
|------------------|------|
| OMB No. 1004-0 | 0135 |
| Expires March 31 | 200 |

| Do not use this form for proposals to drill or regenter an abandoned well. Use Form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions of ever seconds. 1. Type of Well X Oil Well Gas Well Other | | 5. Lease Serial No. LC-064622 6. If Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No. 8. Well Name and No. | | | | | | |
|--|-------------------------------------|---|---|-----------------------------|--|-----------------|--------------|-----------------------|
| | | | | 2. Name of Operator | | | Northwesterr | Shores AAL Federal #1 |
| | | | | Yates Petroleum Corporation | | 9. API Well No. | | |
| 3a. Address | 3b. Phone No. (include area cod | de) | 30-015-25172 | | | | | |
| 105 S. 4th Str., Artesia, NM 88210 | 505-748-1471 | | 10. Field and Pool, or Exploratory Area | | | | | |
| 4. Location of Well (Footage, Sec.,T.,R.,M., OR Survey Description) | | | Atoka; Glorieta-Yeso | | | | | |
| | | | 11. County or Pa | rish, State | | | | |
| 1980'FSL & 1980'FEL of Section 36-T18S-R26E (Unit J, NWSE) Eddy Cor | | Eddy Count | y, New Mexico | | | | | |
| 12. CHECK APPROPRIATE BOX(ES) TO I | NDICATE NATURE O | F NOTICE, R | EPORT, OR O | THER DATA | | | | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | | | | |
| Acidize | Deepen | Production | (Start/Resume) | Water Shut-Off | | | | |
| X Notice of Intent Alter Casing | Fracture Treat | Reclamatio | সা | Well Integrity | | | | |
| Casing Repair | New Construction | Recomplet | e | Other | | | | |
| Subsequent Report Change Plans | X Plug and Abandon | Temporari | ly Abandon | | | | | |
| Final Abandonment Notice Convert to Injection | Plug Back | Water Dis | posał | | | | | |
| 13. Describe Proposed of Completed Operation (clearly state all pertinent details, in | | | | | | | | |
| If the proposal is to deepen directionally or recomplete horizontally, give subsurf Attach the Bond under which the work will be performed or provide the Bond N following completion of the involved operations. If the operation results in a mi | to on file with BLM/BIA. Required s | subsequent reports s | hall be filed within 30 | days. | | | | |

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. Rig up all safety equipment as needed. No casing recovery will be attempted.
- 2. Set a 5-1/2" CIBP at 2914' with 35' cement on top.
- 3. Spot a 25 sx Class "C" cement plug with additives from 1254'-1354'. WOC 2-1/2 hours and tag plug, reset if necessary. This will leave a 100' plug across the intermediate casing shoe.
- 4. Perforate the 5-1/2" casing at 500'. Pump a 50 sx cement plug and displace to 400'. This will leave a 100' plug across the surface casing shoe.
- 5, Perforate the 5-1/2" casing at 150'. Tie on the 5-1/2" casing and establish circulation. Pump a 60 sx plug and do not displace. This will leave plug from the surface to 150'.
- 6. Remove all surface equipment and weld dry hole marker per regulations.

SEE ATTACHED FUR CONDITIONS OF APPROVAL

NOTE: Yates Petroleum Corporation will use steel pits and no earth pits 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Regulatory Compliance Supervisor Tina H\uerta Title November 15, 2006 Signature Date THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by 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 Office which would entitle the applicant to conduct operations thereon Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willbully to make to any de 配价配价 取识效应 States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

Northwestern Shores AAL Federal #1 API No. 30-015-25172 Yates Petroleum Corporation Conditions of Approval November 17, 2006

Step 1 - Ok

Step 1a – Plug required at top of Abo Formation (NMOCD) approximately 6008' +/- 185' geologic marker from nearby wells

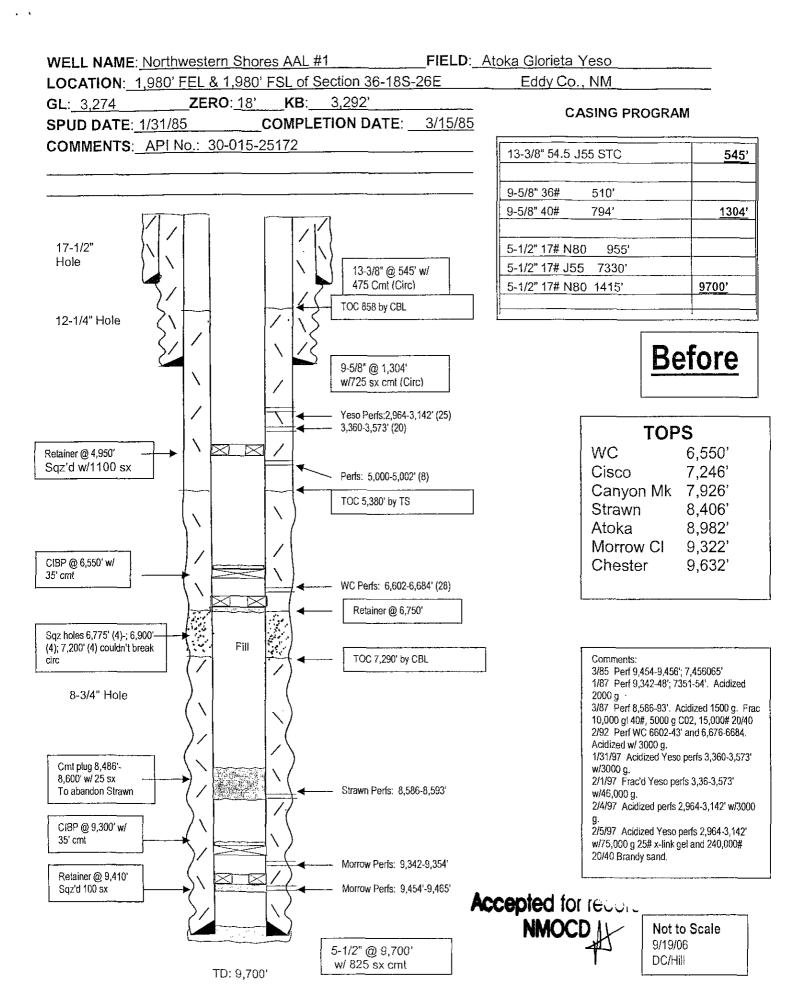
Step 2 - Ok

Step 3 - Ok/9-5/8" csg shoe

Step 4 - Check surface csg shoe set depth, plug does not go across shoe.

Step 5 – Ok

Step 6 - Ok



WELL NAME: Northwestern Shores AAL #1 FIELD: Atoka Glorieta Yeso **LOCATION**: 1,980' FEL & 1,980' FSL of Section 36-18S-26E Eddy Co., NM **ZERO**: 18' KB: 3,292' **GL**: 3,274 CASING PROGRAM **COMPLETION DATE**: 3/15/85 **SPUD DATE**: 1/31/85 COMMENTS: API No.: 30-015-25172 13-3/8" 54.5 J55 STC 545' 9-5/8" 36# 510' 9-5/8" 40# 794' 1304' Cmt plug 0-150' 5-1/2" 17# N80 955' 17-1/2" Hole 5-1/2" 17# J55 7330' 13-3/8" @ 545' w/ Cmt Plug 400-500' acrs 475 Cmt (Circ) 5-1/2" 17# N80 1415' 9700' csg shoe w/ 50 sx cmt TOC 858 by CBL 12-1/4" Hole After Cmt Plug 12,54-1,354'. 9-5/8" @ 1,304' Across Intermediate csg w/725 sx cmt (Circ) CIBP @ 2,914' w/ 35' cmt plug Yeso Perfs: 2,964-3,142' (25) 3,360-3,573' (20) TOPS WC 6,550 Retainer @ 4,950' Sqz'd w/1100 sx Cisco 7,246 Perfs: 5,000-5,002' (8) Canvon Mk 7.926' TOC 5,380' by TS Strawn 8,406 Atoka 8,982 Morrow Cl 9,322 CIBP @ 6,550' w/ Chester 9,632 35' cmt WC Perfs: 6,602-6,684' (28) Retainer @ 6,750' Sqz holes 6,775' (4)-; 6,900' (4), 7,200' (4) couldn't break Fill TOC 7,290' by CBL Comments: 3/85 Perf 9,454-9,456'; 7,456065' 1/87 Perf 9,342-48'; 7351-54'. Acidized 8-3/4" Hole 3/87 Perf 8,586-93'. Acidized 1500 g. Frac 10,000 gl 40#, 5000 g C02, 15,000# 20/40 2/92 Perf WC 6602-43' and 6,676-6684. Acidized w/ 3000 g. 1/31/97 Acidized Yeso perfs 3,360-3,573' Cmt plug 8,486'w/3000 g 8,600' w/ 25 sx 2/1/97 Frac'd Yeso perfs 3,36-3,573' Strawn Perfs: 8,586-8,593' To abandon Strawn w/46,000 g. 2/4/97 Acidized perfs 2,964-3,142' w/3000 CIBP @ 9,300' w/ 2/5/97 Acidized Yeso perfs 2,964-3,142' 35' cmt w/75,000 g 25# x-link gel and 240,000# 20/40 Brandy sand. Morrow Perfs: 9,342-9,354' Retainer @ 9,410' Sqz'd 100 sx Morrow Perfs: 9,454'-9,465' **Accepted** for record Not to Scale 10/16/06 5-1/2" @ 9,700' DC/Hill w/ 825 sx cmt TD: 9,700'