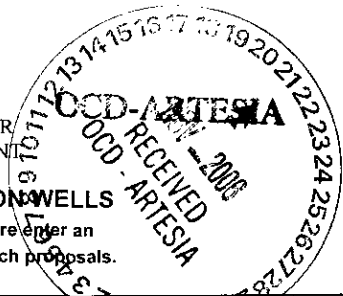


SUNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT**SUNDRY NOTICES AND REPORTS ON WELLS**Do not use this form for proposals to drill or re-enter an
abandoned well. Use Form 3160-3 (APD) for such proposals.FORM APPROVED
OMB No. 1004-0135
Expires March 31, 2007**SUBMIT IN TRIPLICATE - Other instructions on reverse side**

1. Type of Well



Oil Well



Gas Well



Other

2. Name of Operator

Yates Petroleum Corporation

3a. Address

105 S. 4th Str., Artesia, NM 88210

3b. Phone No. (include area code)

505-748-1471

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

Surface 900'FSL & 1815'FWL of Section 11-T20S-R29E (Unit N, SESW)
BHL 2216'FNL & 1689'FWL of Section 14-T20S-R29E (Unit F, SENW)

5. Lease Serial No.

NM-0506771

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

Burton Flat Federal Com #1

9. API Well No.

30-015-26289

10. Field and Pool, or Exploratory Area

Burton; Delaware, East

11. County or Parish, 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 checked="" 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 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 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 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. Tag CIBP at 3500' and load hole with plugging mud.
2. Spot a 25 sx cement plug from 2765' to 3144' across the 8-5/8" intermediate casing shoe. WOC and tag plug, reset the plug if necessary.
3. Perforate 4 squeeze holes at 1550'. Pump 85 sx Class "C" cement with additives. Displace the cement to 1450'. This will leave a 100' plug across the surface casing shoe. WOC and tag plug, reset if necessary.
4. Perforate 4 squeeze holes at 150'. Tie onto 4-1/2" casing and establish circulation. Pump 100 sx Class "C" with additives. Do not displace the cement. This will leave a solid plug from the surface down to 150' for a surface plug. WOC and tag plug, reset if necessary.
5. Remove all surface equipment and weld dry hole marker per regulations.

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)

Tina Huerta

Title

Regulatory Compliance Supervisor

Signature

Date

November 15, 2006

APPROVED**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

Title

Date NOV 17 2006

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

WESLEY W. INGRAM
PETROLEUM ENGINEER

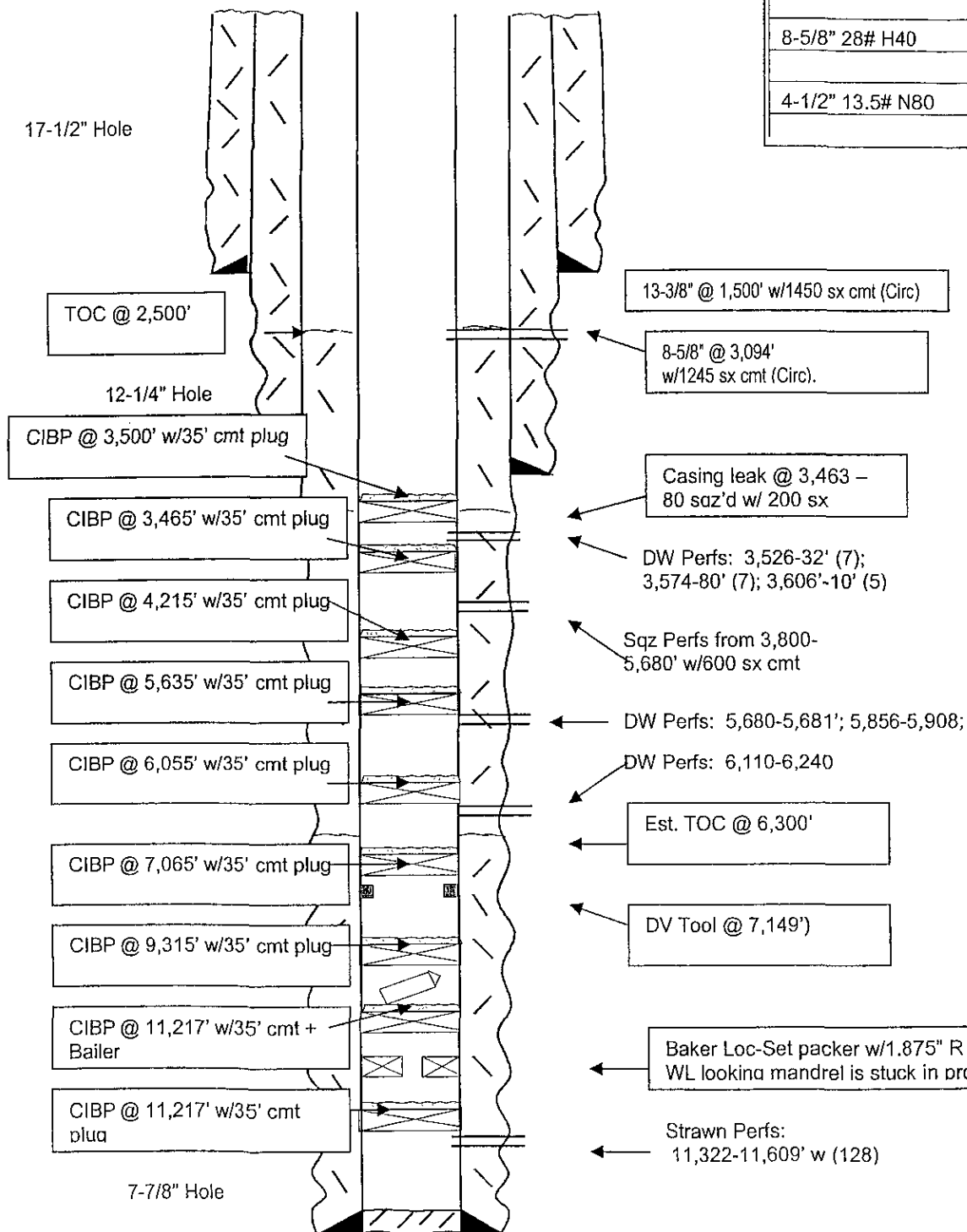
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Accepted for record
NMOC D

WELL NAME: Burton Flat Federal Com #1 FIELD: Burton Flat E. Strawn
 LOCATION: 990' FSL & 1,850' FWL Sec 12-20S-30E Eddy County, NM
 GL: 3,301' ZERO: 22.5 KB: _____
 SPUD DATE: 2/16/90 COMPLETION DATE: 4/17/90 CASING PROGRAM
 COMMENTS: API No.: 30-015-27375

13-3/4" 54.5# J55	1500'
8-5/8" 28# H40	3,094'
4-1/2" 13.5# N80	11,675'

Before



TOPS

Delaware	3,515'
WC	9,400'
Strawn A	11,302'
Strawn C	11,488'

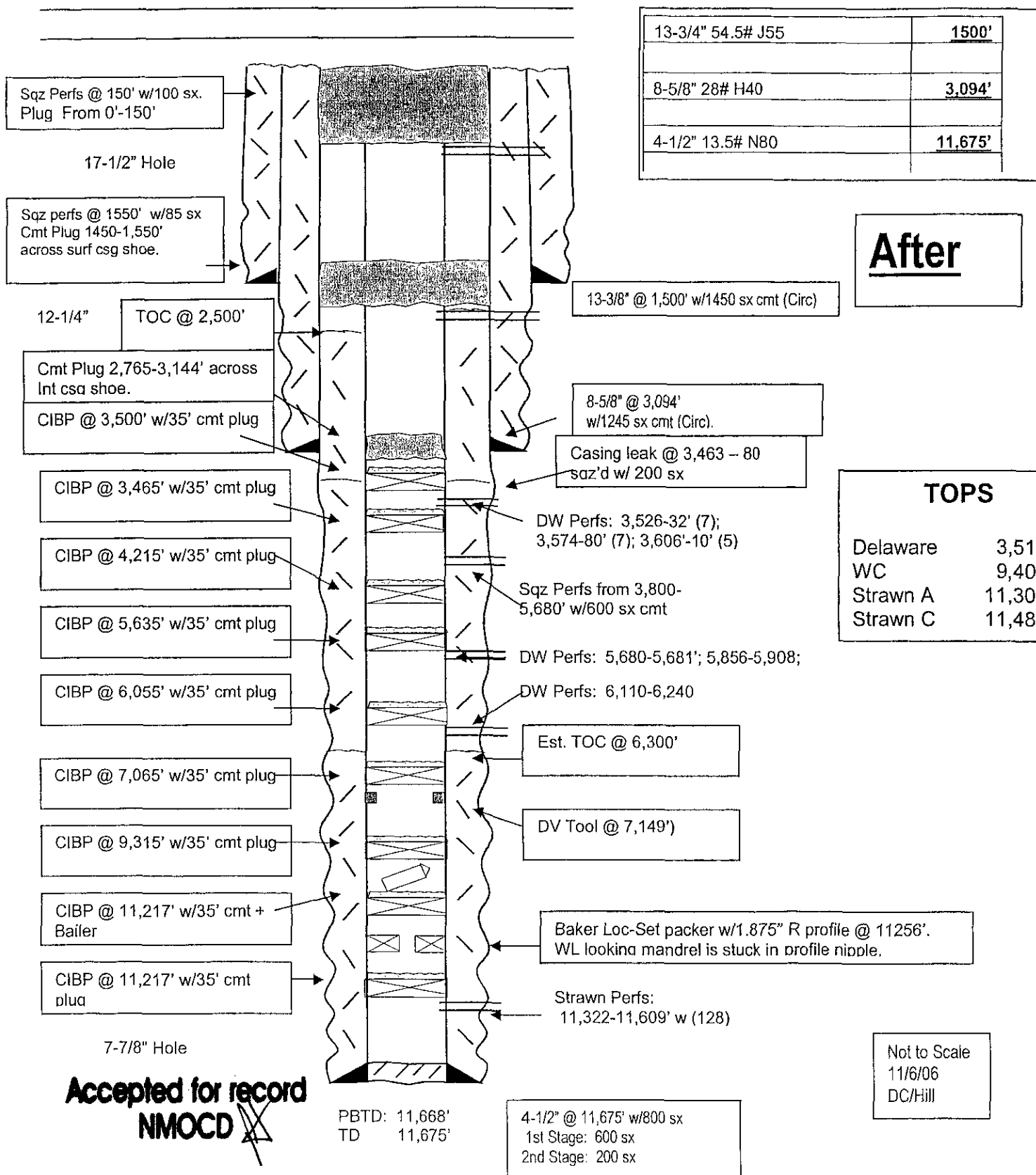
Not to Scale
 11/6/06
 DC/Hill

PBTD: 11,668'
 TD: 11,675'

4-1/2" @ 11,675' w/800 sx
 1st Stage: 600 sx
 2nd Stage: 200 sx

WELL NAME: Burton Flat Federal Com #1FIELD: Burton Flat E. StrawnLOCATION: 990' FSL & 1,850' FWL Sec 12-20S-30EEddy County, NMGL: 3,301' ZERO: 22.5 KB: SPUD DATE: 2/16/90 COMPLETION DATE: 4/17/90

CASING PROGRAM

COMMENTS: API No.: 30-015-27375Accepted for record
NMOCD