FORM APPROVED OCD-ARTESIA DEPARTMENT OF THE INTERIOR OMB No. 1004-0135 BUREAU OF LAND MANAGEMENT Expires January 31, 2004 ARTES DO REPORTS ON WELLS 5. Lease Serial No. NM-043625 abangoned well. Use Form 3160-3 (APD) for such proposals. 6. If Indian, Allottee or Tribe Name ະເວັດການ TRIPLICATE - Other instructions on reverse side 7. If Unit or CA/Agreement, Name and/or No. NM 84604 Gas Well X Other 8. Well Name and No. Oil Well Saguaro AGS Federal Com #8 2. Name of Operator Yates Petroleum Corporation 9. API Well No. 3b. Phone No. (include area code) 30-015-26517 3a. Address 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) Dagger Draw Upper Penn, South 11. County or Parish, State 660'FSL & 1980'FEL of Section 14-T20S-R24E (UNIT O, SWSE) Eddy County, New Mexico 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Production (Start/Resume) Water Shut-Off Deepen Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Casing Repair New Construction Recomplete Subsequent Report X Plug and Abandon Change Plans Temporarily Abandon Final Abandonment Notice Convert to Injection 13. Describe Proposed of 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 lesting 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.) SEE ARTA CHED FUR Yates Petroleum Corporation plans to plug and abandon this well as follows: NARREY ONE OF APPROVAL NOTE: CIBP at 7640' + 35' cement 1. Rig up safety equipment as needed. APPROVED 2. Spot 100' cement plug (25 sx) across the Wolfcamp from 5834'-5934'. 3. Spot 100' cement plug (25 sx) across the DV tool from 5481'-5581'. 4. Spot 100' cement plug (25 sx) across the Bone Spring from 3244'-3344'. JAN 11 2007 5. Spot 100' cement plug (25 sx) from 1038'-1138'. Tag plug. 6. Spot 100' cement plug (25 sx) from 100' to surface. Tag plug. 7. Cut off wellhead and install dry hole marker. LES BABYAK PETROLEUM ENGINEER 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 Huterta Regulatory Compliance Supervisor January 3, 200**g/7** Date Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE Title 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 B 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

WELL NAME: Saguaro AGS Federal #8

FIELD:

Dagger Draw

LOCATION: 660' FSL & 1,980' FEL of Section 14-20S-24E

Eddy Co., NM

GL: 3,619'

ZERO:

KB: 3,635

SPUD DATE: 12/11/91 **COMPLETION DATE**: 2/23/92 **COMMENTS**: API No.: 30-015-26517

7" @ 8,120' 1st Stage: 830 sx (Circ)

2nd Stage: 1300 sx (Circ)

CASING PROGRAM

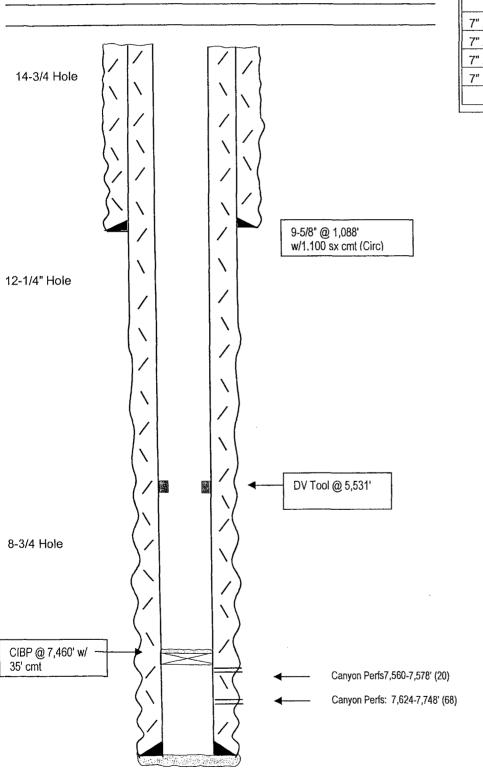
9-5/8" 36#		1,088'
7" 26# N80	464'	
7" 26# J55	2,671'	
7" 23# J55	3,757'	
7" 26# J55	1204	8,120'



TOPS SA 522' 2,080' Glorieta BS Lm 3,294' BS Sand 5,342' Abo Gr Sh 5,540' WC Lm 5,884' 7,522' Canyon Lm Canyon Dolo 7,550' B Cnyn Dolo 7,810'

Accepted for record **NMOCD**

Not to Scale 1/21/06 DC/Moss

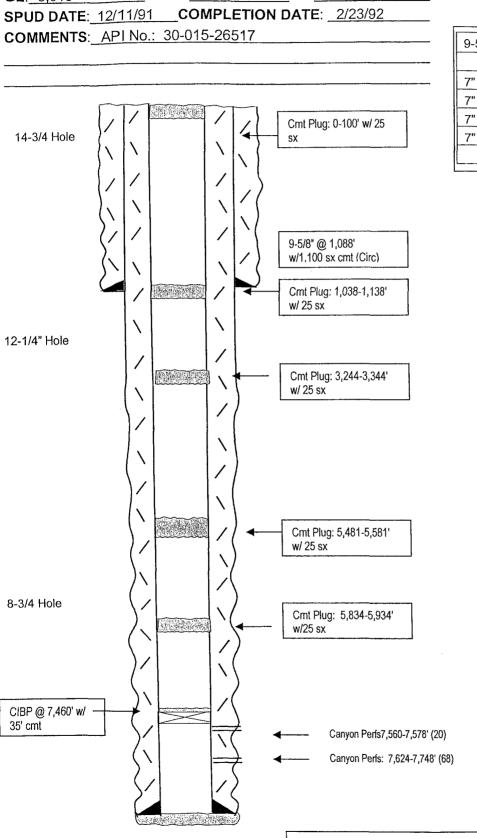


TD: 8,120'

WELL NAME: Saguaro AGS Federal #8 FIELD: Dagger Draw

LOCATION: 660' FSL & 1,980' FEL of Section 14-20S-24E Eddy Co., NM

GL: 3,619' ZERO: KB: 3,635



CASING PROGRAM

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7" 26# N80	464'	
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<u>After</u>

TOPS		
SA Glorieta BS Lm BS Sand Abo Gr Sh WC Lm Canyon Lm Canyon Dolo B Cnyn Dolo	522' 2,080' 3,294' 5,342' 5,540' 5,884' 7,522' 7,550' 7,810'	

Accepted for record NMOCD

Not to Scale 12/29/06 DC/Moss

TD: 8,120'

7" @ 8,120' 1st Stage: 830 sx (Circ) 2nd Stage: 1300 sx (Circ)