

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

S

FORM APPROVED
OMB No. 1004-0135
Expires January 31, 2004

Month - Year
FEB 26 2007
OCD - ARTESIA, NM

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.

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 St., Artesia, NM 88210

3b. Phone No. (include area code)

505-748-1471

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

660' FSL & 1980' FEL Section 14-T20S-R24E

5. Lease Serial No.

NM-043625

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

Saguaro AGS Fed Com #8

9. API Well No.

30-015-26517

10. Field and Pool, or Exploratory Area

Dagger Draw Upper Penn; South

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 checked="" type="checkbox"/> Other <u>Extend TA</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>Status</u>
	<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 recompleat 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 recompleat 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 respectfully requests permission to extend the Temporary Abandon status of this well. This well is a candidate for the horizontal wolfcamp shale that we are currently in the process of gathering information on to evaluate which has been discussed with Fred Wright (BLM). We hope to have the Wolfcamp shale fully evaluated in a year + depending on the results of other wells testing.

Upon approval of this intent a 24 hr notice will be given prior to performing the MIT and a Sundry will be sent with the chart attached.

MIT was conducted on 3/15/02. The test was witnessed by Jerry Guy w/ OCD.

Approved For 12 Month Period

2/28

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

Accepted for record
NMOC 10

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

Name (Printed/Typed)

Elaina Davis

Title Regulatory Compliance Tech.

Signature

Elaina Davis

Date

February 15, 2007

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 which would entitle the applicant to conduct operations thereon.

Title

Office

APPROVED

FEB 26 2007

FREDERICK WRIGHT
PETROLEUM ENGINEER

SUNDRY NOTICE SPECIAL STIPULATIONS

1. Approval is granted to T/A this well through 2/19/08 subject to Operator providing a CIT that is witnessed by a BLM or OCD inspector.

Engineering
can be reached at 505-706-2779 for any variances that might be necessary.

F Wright 2/19/07