LINITED STATES FORM APPROVED Form 3160-5 DEPARTMENT OF THE INTERIOR OMB No. 1004-0135 BUREAU OF LAND MANAGEMENT Expires March 31, 2007 Month - Year SUNDRY NOTICES AND REPORTS ON WELLS OCD-RD SIA 5. Lease Serial No. MAR - 8 2007 NM-30629 Do not use this form for proposals to drill or re enter an OCD - ARTESIA, NI abandoned well. Use Form 3160-3 (APD) for such proposals. 6. If Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side 1. Type of Well Other P&A Oil Well Gas Well 8. Well Name and No. Eastern Shore QW Federal #2-Y 2. Name of Operator Yates Petroleum Corporation 9. API Well No. 3b. Phone No. (include area code) 30-015-25956 3a. Address 505-748-1471 105 S. 4th Str., Artesia, NM 88210 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., OR Survey Description) McMillan Upper Penn 11. County or Parish, State Eddy County, New Mexico 2310'FSL & 750'FWL of Section 8-T19S-R27E (Unit L, NWSW) 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) Water Shut-Off Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Casing Repair New Construction Recomplete Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Convert to Injection Plug Back Water Disposal Final Abandonment Notice 13. Describe Proposed of Completed Operation (clearly state all perlinent details, including estimated starting date of any proposed work and approximate duration thereol 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.) 2/15/07 Set a 7" CIBP at 7770' with 35' cement on top. Circulated plugging mud. 2/18/07 Spotted 30 sx cement at 7280'. WOC. Tagged at 7080'. Pumped 30 sx cement at 6207'. WOC. Tagged at 6050'. Perforated at 4200'. Pumped 50 sx cement. WOC. 2/19/07 Tagged at 3935'. Perforated at 2635'. Pumped 50 sx cement. WOC. Tagged at 2444'. Perforated at 2295'. 2/20/07 Pumped 50 sx cement. WOC. Tagged at 2157'. Perforated at 387'. Pumped 50 sx cement. 2/21/07 Tagged at 230'. Perforated at 150'. Pumped 50 sx cement circulating to surface. Cut off wellhead. Installed dry hole marker. WELL IS PLUGGED AND ABANDONED. FINAL REPORT. Please notify Jim Krogman (505-365-8340) 3 days prior to BLM inspection, so we have the opportunity to meet with the inspector on location to confirm all reclamation requirements before receiving the notice of written order. APPROV Accepted for record MAR 6 2007 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) LES BABYAK Tina Huerta Regulatory Compliance Expedisor Engineer Title February 27, 2007 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE Title Approved by Date 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 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