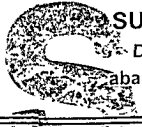


UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

JUN 29 2007

FORM APPROVED
OMB No. 1004-0135
Expires March 31, 2007

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.

OCD-ARTESIA

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)

660'FSL & 660'FWL of Section 3-T5S-R24E (Unit M, SWSW)

5 Lease Serial No.

NM-24613

6. If Indian, Allottee or Tribe Name

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

8 Well Name and No

Tesuque TQ Federal #1

9 API Well No

30-005-61859

10 Field and Pool, or Exploratory Area

Pecos Slope; Abo

11. County or Parish, State

Chaves County, New Mexico

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

☒

Notice of Intent

☐

Subsequent Report

☐

Final Abandonment Notice

TYPE OF ACTION

☐

Acidize

☐

Alter Casing

☐

Casing Repair

☐

Change Plans

☐

Convert to Injection

☐

Deepen

☐

Fracture Treat

☐

New Construction

☒

Plug and Abandon

☐

Plug Back

☐

Production (Start/Resume)

☐

Reclamation

☐

Recomplete

☐

Temporarily Abandon

☐

Water Disposal

☐

Water Shut-Off

☐

Well Integrity

☐

Other

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. RU all safety equipment as needed. No casing recovery will be attempted. This well is currently IAD.
2. Spot a 25 sx Class "C" cement plug from 1400'-1500'. This puts a 100' plug over the top of the Glorieta. WOC and tag plug.
3. Spot a 25 sx Class "C" cement plug from 797'-897'. This puts a 100' plug across the surface casing shoe. WOC and tag plug.
4. Spot a 15 sx Class "C" cement plug from 60' up to the surface.
5. Remove all surface equipment, weld dry hole marker and clean location as per regulations.

NOTE: Yates Petroleum Corporation will use steel pits and no earth pits.

APPROVED FOR 3 MONTH PERIOD
ENDING 9-27-07

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

Name (Printed/Typed)

Tina Huerta

Title Regulatory Compliance Supervisor

Signature

Date

ACCEPTED FOR RECORD
June 25, 2007

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

JUL 2 2007

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 which would entitle the applicant to conduct operations thereon.

Gerry Gove, Deputy Field Inspector
NMOCD-District II ARTESIA

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.

WELL NAME: Tesuque TQ Federal #1 FIELD: Pecos Slope ABO

LOCATION: 660'FSL & 660' FWL Sec 3-5S-24E Chaves County

GL: 3965' ZERO: KB:

SPUD DATE: 11-2-82 COMPLETION DATE: 11-22-82

COMMENTS:

CASING PROGRAM

10 3/4" 40.5# J-55	847'
4 1/2" 9.5# J-55	4031'

San Andres 471'
Glorieta 1456'
Abo 3456'

14 3/4"
hole

9 7/8"
hole

CIBP @ 3500'
w/35' cmt

2 % KCL
Wtr

10 3/4" @ 847'
w/700 sx(circ 25 sx)

1" to 1500' w/250 sx, cmt circ to
surface

TOC: 2,930', CBL

ABO
Perf's: 3510'-3701' w/18 .40" holes, shot on 11/16/82
Acidized: 3000 7 1/2%
Frac 3538-3695- 70000# 20/40 Sd, triple entry frac job

PBTD 3968'

4 1/2" @ 4031'
w/300 sx

TD 4050'

BEFORE

WELL NAME: Tesuque TQ Federal #1 FIELD: Pecos Slope ABO

LOCATION: 660' FSL & 660' FWL Sec 3-5S-24E Chaves County

GL: 3965' ZERO: KB:

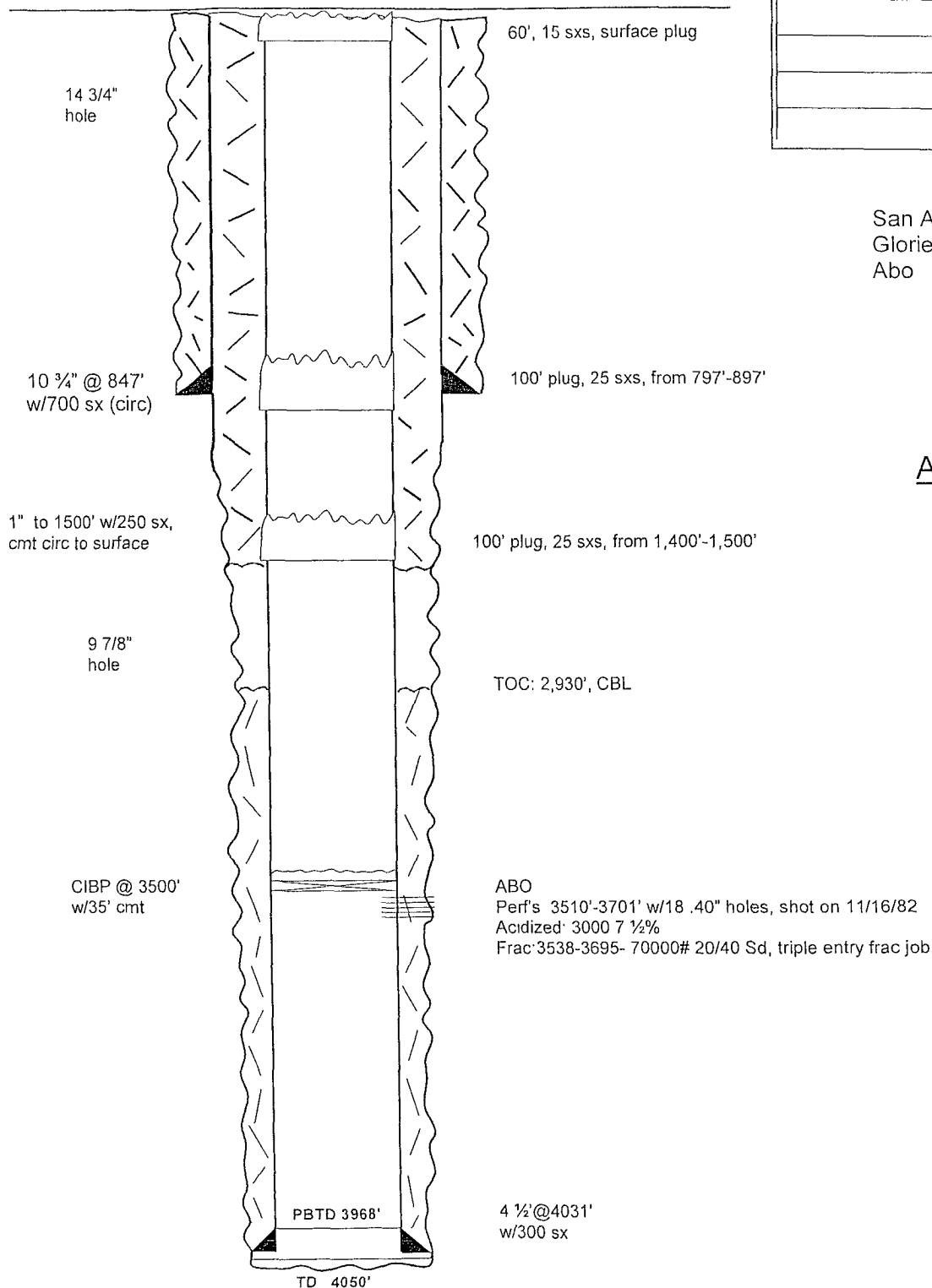
SPUD DATE: 11-2-82 COMPLETION DATE: 11-22-82

COMMENTS:

CASING PROGRAM

10 3/4" 40.5# J-55	847'
4 1/2" 9.5# J-55	4031'

San Andres 471'
Glorieta 1456'
Abo 3456'



AFTER