

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED  
OMB No 1004-0137  
Expires July 31, 2010

**S**UNDRY NOTICES AND REPORTS ON WELLS  
Do not use this form for proposals to drill or to re-enter an  
abandoned well. Use Form 3160-3 (APD) for such proposals.

5 Lease Serial No  
NM-0559535  
6 If Indian, Allottee or Tribe Name

**SUBMIT IN TRIPLICATE - Other instructions on page 2.**

1 Type of Well  
☒ Oil Well ☐ Gas Well ☐ Other

OCT 07 2008  
OCD-ARTESIA

2 Name of Operator  
Yates Petroleum Corporation

3a Address  
105 S. 4th Str., Artesia, NM 88210

3b Phone No (include area code)  
575-748-1471

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

2620'FSL & 850'FEL of Section 21-T16S-R30E (Unit I, NESE) - Surface  
2170'FSL & 670'FEL of Section 21-T16S-R30E (Unit I, NESE) - BHL

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

8 Well Name and No

Federal FR #4

9 API Well No  
30-015-36536

10 Field and Pool or Exploratory Area  
Wildcat; Devonian

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 type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Well Integrity
			<input checked="" type="checkbox"/> Other Intermediate Casing

ACCEPTED FOR RECORD

OCT 7 2008

Garry Guye, Deputy Field Inspector  
NMOC District II ARTESIA

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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

8/29/08 Lost returns at 402'. Dry drill to 467'. Pumped cement plug #1 at 426' with 100 sx Thixotropic and tailed in with 100 sx Class "C" + 2% CaCl<sub>2</sub>. TOC at 100' Calc.

8/30/08 Pumped cement plug #2 at 278' with 100 sx Thixotropic and tailed in with 100 sx Class "C" + 2% CaCl<sub>2</sub>. TOC at 100' Calc.

8/31/08 Tagged cement at 254'. Drilled cement to 426' and lost returns. Did not regain returns. Drilled to 475'. Pumped cement plug #3 at 467' with 150 sx Thixotropic and tailed in with 150 sx Class "C" + 2% CaCl<sub>2</sub>. Noticed cement at 407'. WOC. Tagged cement at 281'. Drilled through cement plug #3.

9/11/08 Set 9-5/8" 36# J-55 casing at 3050'. Cemented with 150 sx Thixotropic + 10# Calseal + 3# Phenoseal + 0.125#/sx Poly-E-Flake + 1% CaCl (yld 1.58, wt 14.4) and 620 sx Halliburton Lite Premium Plus "C" + 5#/sx gilsonite + 0.125#/sx Poly-E-Flake + 1% CaCl<sub>2</sub> (yld 1.89, wt 12.7). Tailed in with 200 sx Premium Plus + 1% CaCl<sub>2</sub> (yld 1.34, wt 14.8). Cement did not circulate. Ran 1" cement to surface with 275 sx Premium Plus. Tested casing to 1500 psi for 30 min. WOC 53 hrs 45 min. Reduced hole to 8-3/4" and resumed drilling.

14 I hereby certify that the foregoing is true and correct  
Name (Printed/Typed)

Tina Huerta

Title Regulatory Compliance Supervisor

Signature

*Tina Huerta*

Date

September 18, 2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date 2 2008

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

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 Federal department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

CARLSBAD FIELD OFFICE