

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

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



SUNDRIY 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.

NOV 18 2008
OCD-ARTESIA

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1 Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5 Lease Serial No NM-10266
2 Name of Operator Yates Petroleum Corporation		6 If Indian, Allottee or Tribe Name
3a Address 105 S. 4th Str., Artesia, NM 88210	3b Phone No. (include area code) 575-748-1471	7 If Unit or C/A Agreement, Name and/or No
4 Location of Well (Footage, Sec., T., R., M., OR Survey Description) Surface - 760'FSL & 240'FEL of Section 18-T16S-R25E (Unit P, SESE) BHL - 760'FSL & 660'FEL of Section 17-T16S-R25E (Unit P, SESE)		8 Well Name and No Link BKT Federal Com #2H
		9 API Well No 30-015-36374
		10 Field and Pool or Exploratory Area Cottonwood Creek; Wolfcamp
		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 type="checkbox"/> Water Shut-Off
<input checked="" 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>Spud and surface casing</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<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 recompleate 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 recompleation 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.

10/27/08 Spudded well at 2:45 PM. Set 80' of 20" conductor and cemented to surface with redi-mix.
10/28/08 Resumed drilling at 9:00 PM.
10/29/08 TD 17'-1/2" hole and set 13'-3/8" 48# H-40 ST&C casing at 400'. Cemented with 265 sx Class "C" + 3.76#/sx D20 + 0.188#/bbl D46 + 1.88#/sx S1 (yld 1.98, wt 12.9). Tailed in with 200 sx Class "C" + 1.88#/sx S2 (yld 1.34, wt 14.8). Cement circulated to surface. Tested casing to 1200 psi as per onshore order #2. WOC. Reduced hole and resumed drilling.

ACCEPTED FOR RECORD

NOV 19 2008

Gerry Guye, Deputy Field Inspector
NMOCD-District II ARTESIA

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) Tina Huerta		Title Regulatory Compliance Supervisor
Signature		Date October 30, 2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

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

ACCEPTED FOR RECORD

NOV 15 2008

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE