

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter 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 South Fourth Street, Artesia, NM 88210

3b. Phone No. (include area code)

(575) 748-1471

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

Surface: Section 18, 1940' FNL & 240' FEL, Unit H

BHL: Section 17, 1880' FNL & 660' FEL, Unit H

T16S-R25E

5. Lease Serial No

NM-10266

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

Link BKT Federal Com. #1Y

9 API Well No

30-015-36914

10 Field and Pool, or Exploratory Area

Cottonwood Creek Wolfcamp

11. County or Parish, State

Eddy, 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"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>Production cement</u>	
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon		
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal		

13. Describe Proposed or Completed Operations (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 recomplate 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 respectfully requests permission to alter the production cement plan.


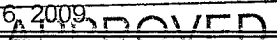
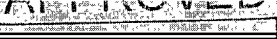

Due to lost circulation while drilling the lateral, Yates Petroleum would like to cement the production casing in two stages. A DV tool will be placed at approx. 4100'-4200'. Slurries are as follows:

Stage I: (Assuming DV tool at 4170') Cement w/975sx Pecos Valley Lite (YLD 1.85 Wt. 13) TOC=4170'

Stage II: Cement w/650sx 35:65 Poz C (YLD 2.05 Wt. 12.6) Tail w/100sx, C-neat (YLD 1.34 Wt. 14.8) TOC= Surface

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

Thank-you,

14. I hereby certify that the foregoing is true and correct			
Name (Printed/Typed) Jeremiah Mullen		Title Drilling Engineer Asst.	
Signature 		Date February 6, 2009	
THIS SPACE FOR FEDERAL OR STATE USE			
Approved by		Title	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		Office	 
Title 18 U.S.C. Section 1001, 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.			
			

(Instructions on reverse)

**Link BKT Federal Com #1Y
30-015-36914
Yates Petroleum Corporation
February 6, 2009
Conditions of Approval**

1. The minimum required fill of cement behind the 5-1/2 inch production casing is:

a. First stage to DV tool, cement shall:

☒ **Cement to circulate. If cement does not circulate, contact the appropriate BLM office, before proceeding with second stage cement job.**

b. Second stage above DV tool, cement shall:

☒ **Cement to circulate. If cement does not circulate, contact the appropriate BLM office.**

WWI 020609