New Mexico Oil Conservation Division, District I
1625 N. French Drive
Hobbs, NM 88240

RM

Form 3160-5
(August 2007)

RECEIVED
JUN 17 2009
HOBBS OCD

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

SUNDRY 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.

JUN 19 2009

5 Lease Serial No: NM-106905

6 If Indian, Allottee or Tribe Name: NA

SUBMIT IN TRIPLICATE - Other instructions on page 2.

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

1 Type of Well: [ ] Oil Well [X] Gas Well [ ] Other

8 Well Name and No: Touchdown BJC Federal #2

2. Name of Operator: Yates Petroleum Corporation

9 API Well No.: 30-005-64090

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

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

10. Field and Pool or Exploratory Area: Wildcat; Devonian

4 Location of Well (Footage, Sec.,T.,R.,M., OR Survey Description): 370'FNL & 660'FEL of Section 11-T12S-R26E (Unit A, NENE)

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	TYPE OF ACTION			
[ ] Notice of Intent	[ ] Acidize	[ ] Deepen	[ ] Production (Start/Resume)	[ ] Water Shut-Off
[X] Subsequent Report	[ ] Alter Casing	[ ] Fracture Treat	[ ] Reclamation	[ ] Well Integrity
[ ] Final Abandonment Notice	[ ] Casing Repair	[ ] New Construction	[ ] Recomplete	[X] Other Production Casing
	[ ] Change Plans	[ ] Plug and Abandon	[ ] Temporarily Abandon	
	[ ] Convert to Injection	[ ] Plug Back	[ ] Water Disposal	

13 Describe Proposed of 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.

5/3/09 Reached TD 7-7/8" hole to 6450' at 7:45 AM.

5/5/09 Set 5-1/2" 17# L-80 LT&C casing at 6450'. Float collar at 6405'. Cemented with 510 sx Litecrete + 1#/sx D042 + 0.2#/sx D046 + 37#/sx D049 + 23.2#/sx D178 + 39.8#/sx D124 Litefil Extender + 0.2#/sx D13 retarder + 0.6#/sx D167 Uniflac-s (yld 2.34, wt 9.9). Tailed in with 350 sx PVL + 2#/sx D042 + 0.797#/sx D044 + 0.15#/sx D046 + 75#/sx D049 + 0.15#/sx D065 + 0.15#/sx D13 retarder + 0.15#/sx D167 Uniflac-s (yld 1.42, wt 13). No sacks circulated to pit. Calculated top of lite cement at 600'.

5/6/09 Rig Released at 2:00 AM.

14 I hereby certify that the foregoing is true and correct

Name (Printed/Typed): Tina Huerta

Title: Regulatory Compliance Supervisor

Signature: Tina Huerta

Date: May 26, 2009

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

ACCEPTED FOR RECORD
/S/ DAVID R. GLASS
JUN 9 2009
DAVID R. GLASS
PETROLEUM ENGINEER

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 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.

(Instructions on page 2)