

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

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.

5 Lease Serial No
NM-101584 and VA-1750

6 If Indian, Allottee or Tribe Name
NA

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

8 Well Name and No

Gem Dandy BCG State Com #2H

9 API Well No
30-015-37892

10 Field and Pool or Exploratory Area
Empire; Wolfcamp, NW

11 County or Parish, State
Eddy County, New Mexico

SUBMIT IN TRIPLICATE - Other instructions on page 2.

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)

575-748-1471

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

Surface - 350'FNL & 200'FWL of Section 35-T16S-R27E (Unit D, NWNW)
BHL - 970'FNL & 330'FEL of Section 35-T16S-R27E (Unit A, NENE)

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</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>surface casing</u>
	<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 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.

7/4/10 Spudded well at 4:30 PM. Set 40' of 20" conductor and cemented to surface with redi-mix. Notified NMOCD via voice mail.
7/7/10 Resumed drilling.
7/8/10 TD 17-1/2" hole to 422'. Set 13-3/8" 48# H-40 ST&C casing at 422'. Cemented with 50 sx TXL Liteweight + 50#/sx Calseal + 0.25#/bbl Poly-E-Flake + 1% CaCl (yld 1.63, wt 14.2) and 200 sx Premium Plus + 0.125#/bbl Poly-E-Flake + 0.2% CaCl (yld 1.35, wt 14.8). Tailed in with 200 sx Premium Plus "C" + 2% CaCl (yld 1.35, wt 14.8). Circulated 120 sx to pit. WOC 25 hrs 30 min. Tested casing to 1500 psi. Ok.
Reduced hole to 12-1/4" and resumed drilling

ACCEPTED FOR RECORD
JUL 16 2010
/s/ Roger Hall
BUREAU OF LAND MANAGEMENT
Superior SBAD FIELD OFFICE

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

Tina Huerta

Title Regulatory Compliance Supervisor

Signature

Tina Huerta

Date

July 13, 2010

THIS SPACE FOR FEDERAL OR STATE OFFICE 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 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.

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