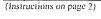
N.M. Oil Cons. DIV-Dist. 2 1301 W. Grand Avenue

Form 3160-5 (February 2005) UNITED STATES Artesia, NM 88210

FORM APPROVED OMB No. 1004-0137

BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS		5. Lease Serial No. NM-2357		
Do not use this form for prop abandoned well. Use Form 310			5,7,36	
SUBMIT IN TRIPLICATE — Other instructions on page 2.		7. If Unit of CA/Agr	eement, Name and/or No.	
1. Type of Well Oil Well Gas Well G	Other SWD	Federal HJ SWD N	8. Well Name and No. Federal HJ SWD No. 1	
2. Name of Operator Yates Petroleum Corporation		9, API Well No. 30-005-60412	9. API Well No. 30-005-60412	
3a. Address 105 South Fourth Street, Artesia, NM 88210	3b. Phone No. (include area coa (575) 748-4168	(e) 10. Field and Pool or Linda San Andres	10. Field and Pool or Exploratory Area Linda San Andres	
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Do Unit Letter A (NEWNEW): 330 Feet FNL & 330 Feet FEL Section 31, T	escription) . 6 S., T. 26 E., NMPM /		11. Country or Parish, State Chaves County, NM	
12. CHECK THE APPROPR	LIATE BOX(ES) TO INDICATE NATURE	OF NOTICE, REPORT OR OT	HER DATA	
TYPE OF SUBMISSION	TYI	PE OF ACTION		
Notice of Intent Acidize Alter Casin		Production (Start/Resume) Reclamation	Water Shut-Off Well Integrity	
Subsequent Report Casing Rep		Recomplete Temporarily Abandon	Other	
Final Abandonment Notice Convert to	,	Water Disposal		
following completion of the involved operations. If it testing has been completed. Final Abandonment Notice determined that the site is ready for final inspection.) Yates Petroleum Corporation Plans To Plug And Abandonment Notice and Plans To Plug And Abandonment Plans To Plug And Abandon Nicola Plans To Plug And Spot A 25 Sx. Corrculate Hole With 9.5 Ppg Mud. Spot A 25 Sx. Comment Plug At Surface. 5. Cut Off Well head, Install Marker, And Clean Local	ces must be filed only after all requirement andon This Well As Follows: 50'. O' And Dump 35' Cement On Top. Cement Plug From 294-194'Tag	s, including reclamation, have been		
Accepted for record				
NMOCD	APPRO	OVED FOR 3 M	NTH PERION	
2 5/18/2011	ENDIN	1110 0		
F4. Thereby certify that the foregoing is true and correct. Name (Printed/Typed) Tina Huerta Title Regulatory Compli		ry Compliance Supervisor		
Signature (Sina) went	Date 04/14/20	Date 04/14/2011		
THIS S	PACE FOR FEDERAL OR STA	ATE OFFICE USE		
Approved by /S/ DAVID R. G	LASS PETR	OLEUM ENGINEER	MAY 0 3 2011	
Conditions of approval, if any, are attached. Approval of this i				

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.



entitle the applicant to conduct operations thereon.

that the applicant holds legal or equitable title to those rights in the subject lease which would



BUREAU OF LAND MANAGEMENT

Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201 (575) 627-0272

Permanent Abandonment of Federal Wells Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

- 1. Plugging operations shall commence within ninety (90) days from the approval date of this Notice of Intent to Abandon. If you are unable to plug the well by the 90th day provide the BLM Roswell Field Office, prior to the 90th day, with the reason for not meeting the deadline and a date when the BLM Roswell Field Office can expect the well to be plugged. Failure to do so will result in enforcement action.
- 2. <u>Notification:</u> Contact the BLM Roswell Field Office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, during office hours call (575) 627-0205 or after office hours call (575) 420-2832. Engineer on call during office hours phone (575) 627-0275 or phone (after hours) call (575) 626-5749.
- 3. <u>Blowout Preventers:</u> A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The minimum BOP requirement is a 2M system for a well not deeper than 9090 feet; a 3M system for a well not deeper than 13636 feet; and a 5M system for a well not deeper than 22727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at a rate of 25 sacks (50 pounds each) of gel per 100 barrels of water. Minimum nine (9) pounds per gallon.
- 5. <u>Cement Requirement:</u> Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. In lieu of a cement plug in cased hole, a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 50 feet of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either class "C" for up to 7500 feet of depth, mixed at 14.8 lbs./gal with 6.3 gallons of fresh water per sack or class "H" for deeper than 7500 feet plugs, mixed at 16.4 lbs./gal with 4.3 gallons of fresh water per sack.

- 6. <u>Dry Hole Marker:</u> All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The well bore shall then be capped with a 4-inch pipe, 10 feet in length, 4 feet above the ground and embedded in cement. The following information shall be permanently inscribed on the dry hole marker: Well name and number, the name of the operator, the lease serial number, the surveyed location (the quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer; such as metes and bounds).
- 7. <u>Subsequent Plugging Reporting:</u> Within 30 days after plugging work is completed, file one original and five copies of the Subsequent Report of Abandonment, Form 3160-5 to the BLM Roswell Field Office. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. <u>Show date well was plugged.</u>

Following the submittal and approval of the Subsequent Report of Abandonment, a Notice of Intent for Final Abandonment with the proposed surface restoration procedure must be submitted for approval.