OCD-ARTESIA

Form 3160-5 (August 2007)

3a. Address

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

5. Lease Serial No. NM-81952

| abandoned well. Use Form 3160-3 (Al | | 6. If Indian, Allottee or Tribe Name |
|--|----------------------------|---|
| SUBMIT IN TRIPLICATE - Othe | r instructions on page 2.F | 7. If Unit or CA/Agreement, Name and/or No. |
| 1. Type of Well X Oil Well Gas Well O | other RECENT 20 2.011 | NA 8. Well Name and No. |
| Name of Operator Yates Petroleum Corporation | OCD ARTE | Llama ALL Federal #10H |

105 S. 4th Str., Artesia, NM 88210 748-1471 4. Location of Well (Footage, Sec., T., R., M., OR Survey Description)

30-015-37190 10. Field and Pool or Exploratory Area

Cabin Lake; Delaware

Surface - 330'FSL & 1980'FWL of Section 7-T22S-R31E (unit N, SESW) BHL - 7566'FSL & 1968'FWL of Section 6-T22S-R31E (Unit K, NESW)

11. County or Parish, State Eddy County, New Mexico

12 CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE REPORT OR OTHER DATA

3b. Phone No

| 12. CHECK APPROPRIATE BOX(E3) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA | | | | | |
|---|--|---|---|--|--|
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | |
| Notice of Intent X Subsequent Report Final Abandonment Notice | Acidize Alter Casing Casing Repair Change Plans Convert to Injection | Deepen Fracture Treat New Construction Plug and Abandon Plug Back | X Production (Start/Resume) Reclamation Recomplete Temporarily Abandon Water Disposal | Water Shut-Off Well Integrity X Other Completion Operations | |
| 6 1 6 1 (0 1 1 0 1 0 | | | | | |

- 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.
- 3/1/11 NU BOP.
- 3/2/11 Tagged at 3930'. Drilled DV tool at 3930'. Tested DV tool to 1000 psi, held good. Circulated hole clean. Tagged at 6722'. Drilled DV tool at 6722'. Tested DV tool to 1000 psi, held good. Circulated hole clean.
- Worked scraper across DV tools. Ran CBL/GR/CC log from 7680' to surface. 3/3/11
- Tested casing to 3200 psi, held good. 3/7/11
- 3/9/11 Drilled cement down to 14,630' and circulated hole clean.
- 3/10/11 Pumped 500g Xylene, 1200g 15% HCL at 14,460'. Pickled acid down annulus and up tubing. Circulated hole with 3% KCL. Spotted 2500g 7-1/2% IC HCL triple inhibitor acid at 14,460'. Pumped 100 bbls fluid down annulus thru shoe joint and out of toe in openhole.
- 3/11/11 ND BOP.

(Instructions on page 2)

Accepted for record - NMOSONTINUED ON NEXT PAGE:

| 14. I hereby certify that the foregoing is true and correct | | | | |
|---|------------------|----------------------------------|--|--|
| Name (Printed/Typed) | | | | |
| Tina Huerta Title | | Regulatory Compliance Supervisor | | |
| Signature Uin burta | Date | May 6, 2011 | TED FOR RECORD | |
| THIS SPACE FOR | FEDERAL OF | R STATE OFFICE USE | | |
| Approved by | | Title | McAYe 1 5 2011 | |
| Conditions of approval, if any, are attached. Approval of this notice does no certify that the applicant holds legal or equitable title to those rights in the s which would entitle the applicant to conduct operations thereon. | Office | Almo | | |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime | e 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 | | | ' CARLSBAD FIFLD OFFICE | |

Yates Petroleum Corporation Llama ALL Federal #10H Section 7-T22S-R31E Eddy County, New Mexico Page 2

Form 3160-5 continued:

- 4/11/11 Acidized with 2500g 7-1/2% HCL acid. Frac using a 30# x-linked gel, 188,451# 20/40 Jordan-Unimin, 81,332# 20/40 Super LC. Spotted 2500g 7-1/2% HCL acid at 14,465'. Perforated Delaware 14,440' (12), 14,304' (12), 14,168' (12) and 14,032' (12) for a total of 48 holes. Acidized with 2500g 7-1/2% HCL acid. Frac using 30# x-linked gel, 188,056# 20/40 Jordan-Unimin, 83,133# 20/40 Super LC. Spotted 2500g 7-1/2% HCL acid at 13,964'. Perforated Delaware 13,896' (12), 13,760' (12), 13,624' (12) and 13,488' (12) for a total of 48 holes. Acidized with 2500g 7-1/2% HCL acid. Frac using a 30# x-linked gel. 184,805# 20/40 Jordan-Unimin, 86,436# 20/40 Super LC. Spotted 2500g 7-1/2% HCL acid at 13,420'. Perforated Delaware 13,352' (12), 13,216' (12), 13,080' (12) and 12,944' (12) for a total of 48 holes. Acidized with 2500g 7-1/2% HCL acid. Frac using a 30# x-linked gel, 188,228# 20/40 Jordan-Unimin, 82,666# 20/40 Super LC.
- Spotted 2500g 7-1/2% HCL acid at 12,876'. Perforated Delaware 12,808' (12), 4/12/11 12,672' (12), 12,536' (12) and 12,400' (12) for a total of 48 holes. Acidized with 2500g 7-1/2% HCL acid. Frac using a 30# x-linked gel, 187,671# 20/40 Jordan-Unimin. 79,328# 20/40 Super LC. Spotted 2500g 7-1/2% HCL acid at 12,332'. Perforated Delaware 12,264' (12), 12,128' (12), 11,992' (12) and 11,856' (12) for a total of 48 holes. Acidized with 2500g 7-1/2% HCL acid. Frac using a 30# x-linked gel, 179,156# 20/40 Jordan-Unimin, 85,129# 20/40 Super LC. Spotted 2500g 7-1/2% HCL acid at 11,788'. Perforated Delaware 11,720' (12), 11,584' (12), 11,448' (12) and 11,312' (12) for a total of 48 holes. Acidized with 2500g 7-1/2% HCL acid. Frac using a 30# x-linked gel. 190,097# 20/40 Jordan-Unimin, 80,839# Super LC.
- Spotted 2500g 7-1/2% HCL acid at 11,244'. Perforated Delaware 11,176' (12), 11,040' 4/13/11 (12), 10,904' (12) and 10,768' (12) for a total of 48 holes. Acidized with 2500g 7-1/2% HCL acid. Frac using a 30# x-linked gel, 185,058# 20/40 Jordan-Unimin, 77,475# 20/40 Super LC. Spotted 2500g 7-1/2% HCL acid at 10,700'. Perforated Delaware 10,632' (12), 10,496' (12), 10,360' (12) and 10,224' (12) for a total of 48 holes. Acidized with 2500g 7-1/2% HCL acid. Frac using a 30# x-linked gel, 176,406# 20/40 Jordan-Unimin, 86,787# 20/40 Super LC. Spotted 2500g 7-1/2% HCL acid at 10,156'. Perforated Delaware 10,088' (12), 9952' (12), 9816' (12) and 9680' (12) for a total of 48 holes. Acidized with 2500g 7-1/2% HCL acid. Frac using a 30# x-linked gel, 186.884# 20/40 Jordan-Unimin, 78,782# 20/40 Super LC. Spotted 2500g 7-1/2% HCL acid at 9612'. Perforated Delaware 9544' (12), 9408' (12), 9272' (12) and 9136' (12) for a total of 48 holes. Acidized with 2500g 7-1/2% HCL acid. Frac using a 30# x-linked gel, 185,368# 20/40 Jordan-Unimin, 89,969# 20/40 Super LC.
- Spotted 2500g 7-1/2% HCL acid at 9068'. Perforated Delaware 9000' (12), 8864' (12), 4/14/11 8728' (12) and 8592' (12) for a total of 48 holes. Acidized with 2500g 7-1/2% HCL acid. Frac using a 30# x-linked gel, 185,457# 20/40 Jordan-Unimin, 88,628# 20/40 Super LC. Perforated Delaware 8456' (12), 8320' (12), 8184' (12) and 8048' (12) for a total of 48 holes. Acidized with 2500g 7-1/2% HCL acid. Frac using a 30# x-linked gel, 181,426# 20/40 Jordan-Unimin, 106,792# 20/40 Super LC. Flow through plugs at 13,964' and 14,465'. 2-7/8" L-80 tubing at 7073'.
- 5/2/11 Date of 1st production - Delaware

Regulatory Compliance Supervisor May 6, 2011