

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. OIL CONS. DIV-DIST. 2

FORM APPROVED
OMB NO 1004-0135
Expires: July 31, 2010

EC

SUNDRY NOTICES AND REPORTS ON OIL AND GAS 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.1301 W. Grand Avenue
Artesia, NM 88210**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No NMNM40623
2. Name of Operator YATES PETROLEUM CORPORATION		6. If Indian, Allottee or Tribe Name
3a. Address 105 SOUTH 4TH STREET ARTESIA, NM 88210		7. If Unit or CA/Agreement, Name and/or No. NMNM72550
3b. Phone No. (include area code) Ph: 575-748-4168 Fx: 575-748-4585		8. Well Name and No MARIOLA ACR FEDERAL COM 1 ✓
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 35 T6S R26E NWNW 660FNL 660FWL ✓		9. API Well No 30-005-62279-00-S1
10. Field and Pool, or Exploratory PECOS SLOPE-ABO		11. County or Parish, and State CHAVES COUNTY, NM

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 type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input checked="" type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

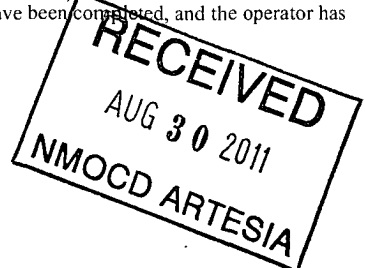
13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompletable horizontally, give subsurface locations and measured and true vertical 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 recompletable 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.)

7/20/11 - NU BOP.

7/21/11 - Loaded hole with 22 bbls fresh water. Casing would not test. Pumped 40 bbls down tubing. Released packer and start to POOH. Packer was dragging coming up hole. Tubing parted. Break out casing valves and replace.

7/25/11 - Made a 1.5" GR run down to 4150'. Bottom of packer at 4122'. RIH with freepoint and tubing was free 1 jt above packer. Backoff tubing at 4089'. Tagged up at 1906'. Pumped 44 bbls fresh water to break circulation. Tagged on parted casing. Ran tubing down to 2204' and PUH with tubing to 1876'.

7/26/11 - TIH with tubing open-ended to 4077', tagged up on tubing left in hole. Spotted 60 sx Class "C" cement with 2% Calcium. WOC. Tagged TOC at 3193'. Circulated 50 bbls salt gel. Well pressured up to 1500 psi, could not establish injection rate. TOH with packer. TIH with open-ended tubing to 2213', spotted 40 sx Class "C" cement with 2% Calcium. Calc TOC at 1538'.

APPROVED AS TO PLUGGING OF THIS
WELL BORE. LIABILITY UNDER BOND
IS RETAINED UNTIL SURFACE RESTORATION
IS COMPLETED

14. I hereby certify that the foregoing is true and correct	
Electronic Submission #114446 verified by the BLM Well Information System For YATES PETROLEUM CORPORATION, sent to the Roswell Committed to AFMSS for processing by DAVID GLASS on 08/03/2011 (11RJS0287S)	
Name (Printed/Typed) TINA HUERTA	Title REG COMPLIANCE SUPERVISOR
Signature (Electronic Submission)	Date 08/03/2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By DAVID R GLASS	Title PETROLEUM ENGINEER	Date 08/05/20
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 Roswell		

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.

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

APPROVED FOR 6 MONTH PERIOD
ENDING JAN 29 2012ENTERED IN
AFMSS