

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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JUN 22 2005

GOOD-ANTECIP

FORM APPROVED
OMB No. 1004-0135
Expires March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or re enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

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)

505-748-1471

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

1980'FNL & 1980'FEL of Section 1-T8S-R21E (Unit G, SWNE)

5. Lease Serial No.

NM-42554

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

Salt Creek ACL Federal #1

9. API Well No.

30-005-62837

10. Field and Pool, or Exploratory Area

Border Hill Abo

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			
<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>Squeeze</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>holes in casing,</u>
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	<u>perf & stimulate</u>

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 recompleate 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 recompleation 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.)

- 5/24/05 Found casing to be bad from 1956' down to 2208'. Tested good below and above this spot. Found 2 holes, 1 at 2154' and 1 at 2102'. Ran CBL from 3000' up to 1100', estimated TOC 1600'.
- 5/26/05 Set 5-1/2" cement retainer at 1792'. Squeezed holes in casing 1952'-2207' with 100 sx "C" Neat and 50 sx with 2% Cal-Seal. Pumped 100 sx cement into formation. Squeezed off at 2000 psi. Drilled out retainer. Drilled cement from 1795' to 1922'. Tested casing to 2000 psi every connection.
- 6/1/05 Drilled cement from 1922'-2205'. Fell out of cement at 2205'. Tested 5-1/2" casing to 2000 psi. Held good.
- 6/3/05 Perforate Abo 2843'-2849' (7), 2852'-2866' (15), 2880'-2886' (7), 2892'-2904' (13), 2928'-2938' (11), 2958'-2962' (5), 2972'-2986' (15), 3012'-3016' (5) and 3082'-3094' (13).
- 6/6/05 Acidize Abo with 2250g 7-1/2% IC acid and 137 balls.
- 6/9/05 Frac Abo with 42,000g Waterfrac 30 and 150K 16/30 Brady. Perforate Abo 2578'-2594', 2606'-2612' 2618'-2630', 2648'-2650', 2654'-2664', 2670'-2674', 2680'-2684' and 2706'-2724' for a total of 80 holes. Frac with 42,000g WF-30 and 150K 16/30 Brady. 2-3/8" tubing and SN at 2500'.
WELL IS SHUT-IN WAITING ON PIPELINE.

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

Tina Huerta

Title

Regulatory Compliance Supervisor

Signature

Tina Huerta

Date

June 20, 2005

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