September 2001)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED OMB No. 1004-0135 Expires January 31, 2004

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or re enter an

5. Lease Serial No. NM-82845

abandoned well. Use Form 3160-3 (APD) for such proposals.					e or Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on reverse side					7. If Unit or CA/Agreement, Name and/or No.	
1. Type of Well				NMNM94481	1	
X Oil Well Gas Well Other				8. Well Name and No.		
2. Name of Operator					Polo AOP Federal Com #2	
Yates Petroleum Corporation					9. API Well No.	
3a. Address 3b. Phone No. (inclu			e)	30-015-2033	34	
105 S. 4th Str., Artesia, NM	505-748-1471		10. Field and Pool	, or Exploratory Area		
4. Location of Well (Footage, Sec., T., R., M., OR Survey Description)					Dagger Draw Upper Penn, North	
				11. County or Pari	sh, State	
1980'FSL & 1980'FEL of Section 10-T19S-R25E (UNIT J, NWSE)					Eddy County, New Mexico	
12. CHECK APPROPE	RIATE BOX(ES) TO	INDICATE NATURE OF	NOTICE, RE	PORT, OR OT	THER DATA	
TYPE OF SUBMISSION		TYPE	OF ACTION			
X Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	Production (Start/Resume)	Water Shut-Off Well Integrity	
Notice of Intent		Practure Treat			Wen integrity	
Sul account Paragra	Casing Repair	New Construction	Recomplete		Other	
Subsequent Report	Change Plans	X Plug and Abandon	Temporarily	Abandon		

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 shall 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 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.)

Convert to Injection

Yates Petroleum Corporation plans to plug and abandon this well as follows: NOTE: Cement retainer at 7710'. CIBP at 8900' with 35' cement on top.

SEE ATTACHED FOR CONDITIONS OF APPROVAL

Water Disposal

- 1. Spot a 100' cement plug across the Wolfcamp from 5334'-5434'.
- 2. Spot a 100' cement plug across the Bone Spring from 3715'-3815'.
- 3. Spot a 100' cement plug across the Glorieta from 2357'-2457'. POOH laying down all but 1180' of the tubing.
- 4. Perforate squeeze holes at 1280'.

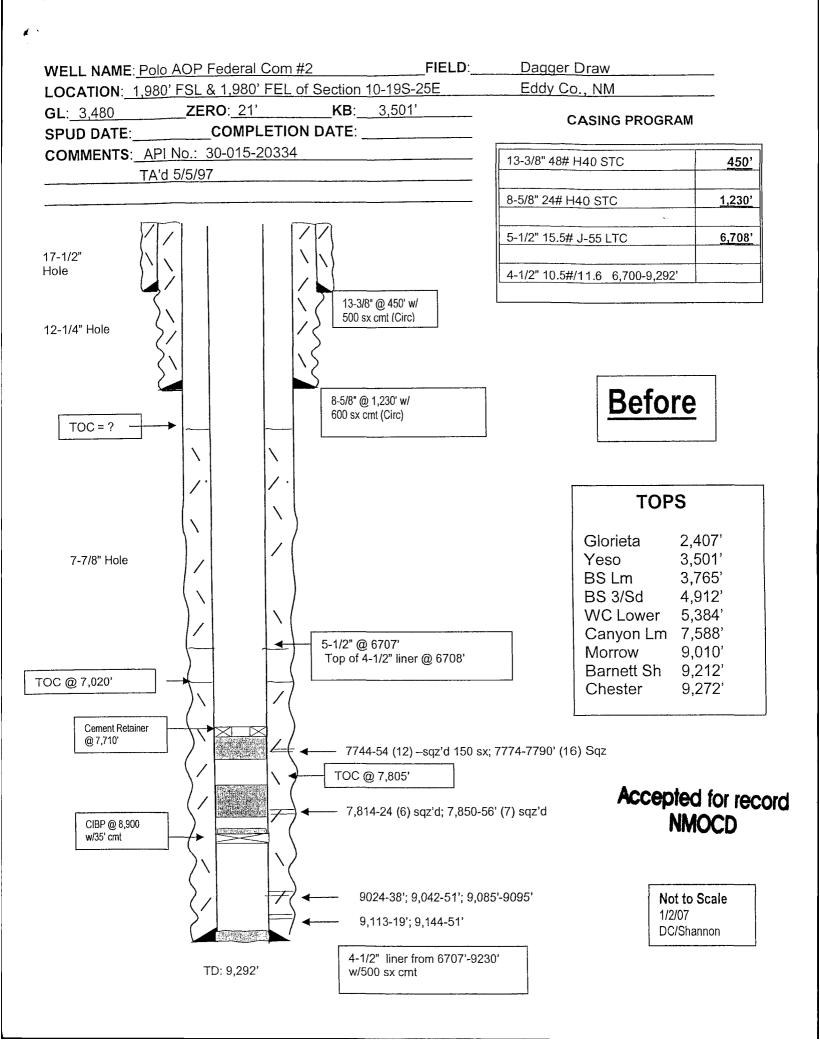
Final Abandonment Notice

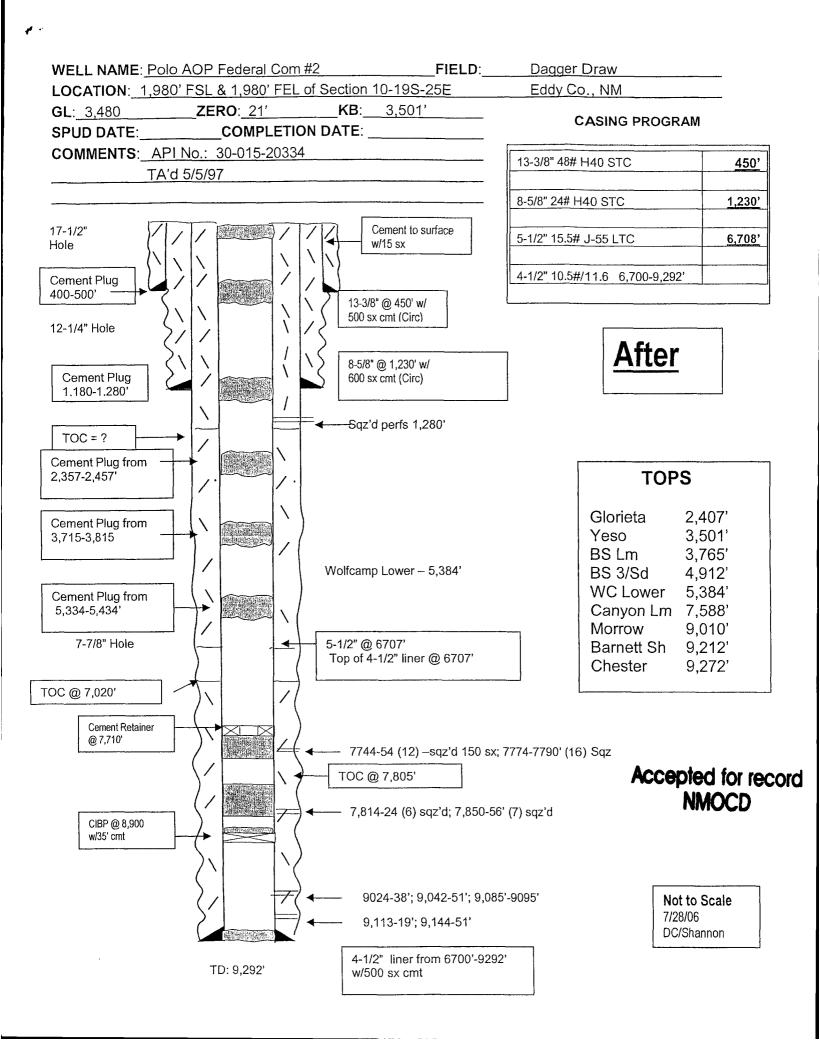
- 5. Spot a 100' cement plug from 1180'-1280'. Tag plug.
- 6. Spot a 100' cement plug from 400'-500'. Tag plug.
- 7. Spot a 100' cement plug from 100' to surface. Tag plug.
- 8. Cut off wellhead and install dry hole marker. Clean location as per regulated.

Accepted for record NMOCD

NOTE: Yates Petroleum Corporation will use steel pits and no earth pits

4. The second of					
14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Tina Huerta	Title	Title Regulatory Compliance Supervisor			
Signature (Lina) Luenta)	Date	January 12, 2007	APPROVED		
THIS SPACE FOR	FEDERAL O	R STATE OFFICE USE			
Approved by		Title	d-A-N 2 5 2007		
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 swhich would entitle the applicant to conduct operations thereon.	subject lease	Office	EREDERICK WRIGHT		
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 a	any OPETROPEUM ENGUNEER		
States any false, fictitious or fraudulent statements or representations as to an	y matter within it	ts jurisdiction			





SUNDRY NOTICE SPECIAL STIPULATIONS

1.	Approval is granted to P/A this well with the following modifications to the
	program:

* All plugs, including the surface plug, should be at least 25 sacks of cement and 100 feet.

All of the work approved here must be completed within 90 days

Engineering can be reached at 505-706-2779 for any variances that might be necessary.

F Wright 1/25/07

Accepted for record NMOCD