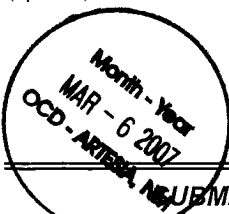


UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

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 P&A

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'FSL & 1100'FEL of Section 29-T18S-R27E (Unit I, NESE)

5. Lease Serial No.

NM-025605

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

Rio Pecos MH Federal #1

9. API Well No.

30-015-23150

10. Field and Pool, or Exploratory Area

Red Lake Penn

11. County or Parish, State

Eddy 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 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 recomple 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.)

1/31/07 Tested to 500 psi, held OK.

2/4/07 BLM Ok'd cutting tubing at 9060'. Cut tubing 2nd time. Pumped 200 bbls fresh water. Still could not move tubing.

2/5/07 Found freepoint at 8700'. Spotted 50 sx Class "H" cement at 9060'. WOC. Tagged at 8150'.

2/6/07 Cut tubing at 8100'. Pumped 2 bbls, held 700 psi. Found pipe free at 7644'. Cut tubing at 6342'. Spotted 50 sx cement at 6310'.

2/7/07 Finished POOH with tubing. Circulated plugging mud. Perforated at 5142'.

2/8/07 Pumped 50 sx cement. WOC. Tagged at 4862'. Perforated at 3943'. Pumped 50 sx cement. WOC.

2/11/07 Tagged at 3795'. Perforated at 3234'. Pumped 50 sx cement. WOC. Tagged at 2900'. Perforated at 2060'. Pumped 50 sx cement. WOC. Tagged at 1800'. Perforated at 415'. Pumped 50 sx cement. WOC.

2/12/07 Tagged at 200'. Perforated at 150'. Pumped 48 sx cement circulating to surface. Cut off wellhead. Installed dry hole marker. **WELL IS PLUGGED AND ABANDONED. FINAL REPORT.**

Please notify Jim Krogman (505-365-8340) 3 days prior to BLM inspection, so we have the opportunity to meet with the inspector on location to confirm all reclamation requirements before receiving the notice of written order.

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

Name (Printed/Typed)

Tina Huerta

Title

Regulatory Compliance Supervisor

Signature

Date

February 15, 2007

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

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

Accepted for record  
NMOCD/

ACCEPTED FOR RECORD

Per  
MAR 5 2007

PRESTON K WRIGHT  
PETROLEUM ENGINEER