

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 abandoned well. Use Form 3160-3 (APD) for such proposals.

JAN 21 2009

OCD-ARTESIA

OCD-ARTESIA

5 Lease Serial No
NM-105211
6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1 Type of Well
 Oil Well Gas Well Other

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

2. Name of Operator
Yates Petroleum Corporation

8 Well Name and No
Pequeno Mike BLU Federal #1H

3a. Address
105 S. 4th Str., Artesia, NM 88210

3b. Phone No (include area code)
575-748-1471

9. API Well No
30-015-36390

4 Location of Well (Footage, Sec., T., R., M, OR Survey Description)
Surface - 200'FSL & 200'FWL of Section 2-T16S-R29E (Unit M, SWSW)
BHL - 950'FSL & 330'FWL of Section 3-T16S-R29E (Unit M, SWSW)

10 Field and Pool or Exploratory Area
County Line Tank; Wolfcamp
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 checked="" type="checkbox"/> Other <u>Production</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>Casing</u>
	<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 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.

- 12/1/08 Set a 175 sx Class "H" + .65% D65 + 0.1% D13 cement plug from 6870' back to 6450'. WOC. Drilled cement plugs from 6458'-6650' and continued to drill directionally. KOP at 6630'.
- 12/23/08 Reached TD 12,184'.
- 12/25/08 Set 5-1/2" 15.5# P-110 LT&C casing at 12,184'. Cemented with 400 sx 50/50 Poz + 0.2% D13 + 0.125#/sx D130 + 0.2% D167 + 10% D20 + 5% D44 + 0.2% D46 + 0.2% D65 (yld 2.47, wt 11.9). Tailed in with 750 sx PVL + 2% D112 + 30% D151 + 2% D174 + 0.2% D46 + 0.6% D65 + 1% S1 (yld 1.83, wt 14.2).

ACCEPTED FOR RECORD

JAN 21 2009

14 I hereby certify that the foregoing is true and correct
Name (Printed/Typed) Tina Huerta
Title Regulatory Compliance Supervisor
Signature *Tina Huerta*
Date January 14, 2009

Gerry Cuye, Deputy Field Inspector
NMOCD-District II ARTESIA

ACCEPTED FOR RECORD

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 _____

JAN 19 2009

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.

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE