

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FEB - 3 2009

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.

5 Lease Serial No
NM-10266
6 If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1 Type of Well
☐ Oil Well ☒ Gas Well ☐ Other **AMENDED PER WESLEY INGRAM**

2. Name of Operator
Yates Petroleum Corporation

3a Address 3b. Phone No (include area code)
105 S. 4th Str., Artesia, NM 88210 575-748-1471

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

Surface - 1880'FNL & 240'FEL of Section 18-T16S-R25E (Unit H, SENE)
BHL - 1880'FNL & 660'FEL of Section 17-T16S-R25E (Unit H, SENE)

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

8 Well Name and No

Link BKT Federal Com #1H

9 API Well No
30-015-36399

10. Field and Pool or Exploratory Area
Cottonwood Creek; 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>Spud and</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>surface 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.

11/28/08 Spudded 26" conductor hole and set 40' of 20" conductor and cemented to surface with redi-mix.

1/2/09 Resumed drilling at 11:00 PM.

1/3/09 - 1/12/09

Lost full returns at 500'. Continued drilling. Rotate to 1000'. TD 12-1/4" hole to 1000'. Run 7 joints casing to 298'. Work tite hole and pump thru casing. Hole circulating. Hole possibly bridged off. Laid down casing. TIH with 12-1/4" bit. Start reaming at approx. 300'. Washed and reamed from 300' to 450', then washed to TD at 1000'. Didn't see anything coming out of hole. Run 8 joints casing. Worked 8th joint thru tite spot. Ran 9th approx. 20' to approx. 380'. Hole is circulating again and no longer moving down, but free going up. Running freepoint. Backoff at 235', free point showed stuck at 278'. TOOH with fish. Received permission to run 13-3/8" casing at approx. 400'. Reamed hole to 17-1/2". Drilled to 385'. Circulated and mixed mud and LCM to attempt to stop losses. No success. Spotted 22#/bbl LCM pill on bottom.

CONTINUED ON NEXT PAGE:

14 I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Tina Huerta

Title Regulatory Compliance Supervisor

Signature

(Signature)

Date

January 26, 2009

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

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.

Title

Office

ACCEPTED FOR RECORD

JAN 31 2009

(Signature)

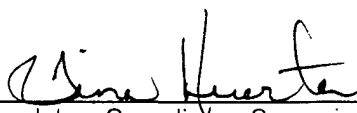
BUREAU OF LAND MANAGEMENT

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.

Form 3160-5 continued:

Dumped 1-1/2 yards of sand, gravel and bentonite mix straight down hole to create a bridge. TIH and tagged at 160'. Reamed from 160'-188'. TIH and tagged at 216'. Reamed from 216'-314'. TIH and tagged at 357'. Reamed from 357'-375'. Still have good returns and solid bridge. Run 4 joints 13-3/8" 48# H-40 ST&C casing. Tagged ledge and dropped elevators approx. 6" below collar. Chain on elevators came open dropping casing string in hole. Waiting on another set of elevators. Run 9 joints 13-3/8" 48# H-40 ST&C casing at 390'. Cemented with 50 sx RFC with additives. Tailed in with 100 sx Class "C" Neat with additives. WOC. TIH with 1" and tagged TOC at 212'. Cemented with 1" with 200 sx Class "C" Neat with 2% CaCl + 100 sx RFC. WOC. TIH with 1" and tagged TOC at 172'. Cemented with 1" with 50 sx Class "C" Neat + 4% CaCl. WOC. TIH with 1" and tagged TOC at 168'. Cemented with 1" with 50 sx Class "C" Neat with 4% CaCl. WOC. Tagged with 1" at 152'. Cemented 4th stage at 140' with 50 sx Class "C" + 4% CaCl. WOC. Tagged with 1" at 148'. Cemented 5th stage at 109' with 50 sx Class "C" + 4% CaCl. WOC. Tagged with 1" at 140'. Cemented 6th stage at 109' with 50 sx Class "C" + 4% CaCl. WOC. Dump 10 buckets of pea gravel. Permission came from BLM rep, Bob Hoskins, and Engineer, Wesley Ingram. Tagged with 1" at 139'. Cemented 7th stage at 109' with 100 sx Class "C" + 4% CaCl. WOC. Tagged 1" at 138'. Cemented 8th stage at 109' with 25 sx Class "C" + 4% CaCl. WOC. Tagged with 1" at 138'. Cemented 9th stage at 135' with 50 sx Class "C" + 4% CaCl. WOC. Tagged at 136'. Dumped 10 more buckets of pea gravel. Tagged 1" at 136'. Cemented 10th stage at 109' with 100 sx RFC. WOC. Tagged with 1" at 136'. Cemented 11th stage at 109' with 25 sx Class "C" + 5% CaCl. WOC. Tagged with 1" at 136'. Cemented 12th stage at 109' with 25 sx Class "C" + 5% CaCl. WOC. Tagged with 1" at 136'. Cemented 13th stage at 109' with 25 sx Class "C" + 5% CaCl. WOC. Tagged with 1" at 136'. Cemented 14th stage at 109' with 25 sx Class "C" + 5% CaCl. WOC. Dumped 60 - 5 gal buckets of pea gravel. TIH with 1" and tagged at 136'. Cemented 15th stage at 136' with 25 sx Class "C" + 5% CaCl₂ + 10 buckets pea gravel + 1 sack Cedar Fiber. WOC. TIH with 1" and tagged at 136'. Cemented 16th stage at 109' with 25 sx Class "C" + 5% CaCl + 35 buckets pea gravel. WOC. TIH with 1" and tagged at 136'. Cemented 17th stage at 109' with 25 sx Class "C" + 5% CaCl. WOC. TIH with 1" and tagged at 136'. Cemented 18th stage at 109' with 50 sx Class "C" + 5% CaCl. WOC. TIH with 1" and tagged at 100'. Cemented 19th stage at 78' with 25 sx

CONTINUED ON NEXT PAGE:


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Form 3160-5 continued:

Class "C" + 5% CaCl. WOC. TIH with 1" and tagged at 98'. Cemented 20th stage at 78' with 25 sx Class "C" + 5% CaCl. WOC. Dumped 10 buckets of pea gravel. TIH with 1" and tagged at 98'. Cemented 21st stage at 78' with 50 sx Class "C" + 5% CaCl. WOC. TIH with 1" and tagged at 98'. Cemented 22nd stage at 78' with 50 sx Class "C" + 5% CaCl. Plugged up pump truck before finishing last stage. TIH with 1" and tagged at 90'. Cemented 23rd stage at 78' with 25 sx Class "C" + 4% CaCl₂. WOC. Dumped 20 buckets pea gravel. TIH with 1" and tagged at 90'. Cemented 24th stage at 46' with 50 sx Class "C" + 4% CaCl. TIH with 1" and tagged at 25'. Cemented 25th stage at 45' with 50 sx Class "C" + 4% CaCl. WOC. TIH with 1" and tagged at 52'. Cemented 26th stage at 45' with 25 sx Class "C" + 4% CaCl + 15 buckets pea gravel. WOC. TIH with 1" and tagged at 52'. Cemented 27th stage at 45' with 25 sx Class "C" + 4% CaCl + 15 buckets pea gravel. WOC. Tested casing to 1000 psi. Cut off conductor and weld on flow nipple to 13-3/8". Verbally approved by BLM Engineer, Wesley Ingram, 1/11/09. Made up 12-1/4" bit. TIH and tagged at 215'. Try turning rotary, bushings jumping. Stop and make calls to Tim Bussell, YPC and David Taylor with Smith Fishing Tools. Wait calls back from Fishing Co. and get 8-3/4" and 11" bit reruns to use as stinger bit. Able to get in casing with 8-3/4" bit and 11" bit - having some difficulty. Determined casing to be parted at 215'. Made numerous attempts to work through part and run 8-5/8" casing to 1000'. No success. Received permission to plug and skid.



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