

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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.

OCD-ARTESIA

MAR 03 2009

FORM APPROVED
OMB No 1004-0137
Expires July 31, 2010

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1 Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other P&A		5 Lease Serial No NM-78213
2 Name of Operator Yates Petroleum Corporation		6 If Indian, Allottee or Tribe Name
3a Address 105 S. 4th Str., Artesia, NM 88210	3b Phone No (include area code) 575-748-1471	7 If Unit or CA/Agreement, Name and/or No.
4 Location of Well (Footage, Sec., T., R., M., OR Survey Description) 1830'FNL & 2027'FEL of Section 3-T22S-R24E (Unit G, SWNE)		8 Well Name and No Walt Canyon AMA Federal #5
		9 API Well No 30-015-32267
		10 Field and Pool or Exploratory Area Indian Basin Upper Penn Assoc.
		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 recompleat 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 recompleat 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.

2/4/09 Safety meeting. NU BOP. POH with tubing.
2/10/09 Set a 7" CIBP at 7904'.
2/11/09 Tagged CIBP. Circulated plugging mud. Spotted 25 sx cement. Spotted 35 sx cement at 7623'.
2/12/09 Tagged at 7396'. Spotted 35 sx cement at 7362'. Spotted 35 sx cement at 4384'. Perforated at 3113'.
Pumped 65 sx cement to 1500 psi
2/13/09 Tagged at 2874'. Perforated at 2010'. Pumped 65 sx cement to 1500 psi
2/16/09 Tagged at 1800'. Perforated at 1659'. Pumped 65 sx cement. WOC. Tagged at 1421'. Perforated at 650'.
Pumped 65 sx cement. WOC
2/17/09 Tagged at 425'. Perforated at 150'. Circulated 45 sx cement to surface. Cut off wellhead. Installed dry hole marker. Clean location as per regulated. **WELL IS PLUGGED AND ABANDONED.**

Approved as to plugging of the well bore.
Liability under bond is retained until
Surface restoration is completed.

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) Tina Huerta		Title Regulatory Compliance Supervisor
Signature <i>Tina Huerta</i>		Date February 19, 2009
THIS SPACE FOR FEDERAL OR STATE OFFICE USE		
Approved by	Title	<div style="border: 2px solid black; padding: 5px; text-align: center;"> APPROVED FEB 28 2009 JAMES A. AMOS SUPERVISOR EPS </div>
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.		