

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.*

**OCD Artesia**

5. Lease Serial No.  
NM-121942 SH & VA-3054 BH

6. If Indian, Allottee or Tribe Name  
NA

**SUBMIT IN TRIPLICATE - Other instructions on page 2.**

1. Type of Well



Oil Well



Gas Well



Other

2. Name of Operator

Yates Petroleum Corporation

3a. Address

105 S. 4th Str., Artesia, NM 88210

3b. Phone No. (include area code)

575-748-1471

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

Surface - 660'FNL & 330'FWL of Section 22-T25S-R28E (Unit D, NWNW)  
BHL - 660'FNL & 330'FEL of Section 22-T25S-R28E (Unit A, NENE)

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

8. Well Name and No.

Pinochle BNP State Com #2H

9. API Well No.

30-015-38316

10. Field and Pool or Exploratory Area

Wildcat, Bone Spring

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 surface casing</u>
	<input type="checkbox"/> Change Plans	<input 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 recompleate 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 recompleation 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.

12/14/10 Spudded 26" hole at 10:00 AM. Set 80' of 20" conductor and cemented to surface with redi-mix.

12/18/10 Resumed drilling at 11:30 PM.

12/19/10 TD 17-1/2" hole to 448'. Set 13-3/8" 48# J-55 ST&C casing at 440'. Cemented with 180 sx Class "C" + 4% D020 + 0.2% D046 + 0.125#/sx D130 + 2% S001 (yld 1.97, wt 12.9). Tailed in with 200 sx Class "C" + 0.125#/sx D130 (yld 1.33, wt 14.8). Cement did not circulate. Ran temperature survey and found TOC at 320'. Ran 1" cement to surface with 472 sx Class "C" cement. Tested casing to 600 psi for 30 min with no pressure loss. NOTE: Richard Carrasco with Carlsbad-BLM was on location to witness 1" cementing. WOC 05 hrs.  
Reduced hole to 12-1/4" and resumed drilling.

**RECEIVED**

**JAN 12 2011**

**NMOCD ARTESIA**

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

Tina Huerta

Title Regulatory Compliance Supervisor

Signature

*Tina Huerta*

Date December 30, 2010

**ACCEPTED FOR RECORD**

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

Title

**JAN 9 2011**

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