

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No 1004-0137
Expires March 31, 2007

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.

SUBMIT IN TRIPLICATE- Other instructions on reverse side.1 Type of Well ☒ Oil Well ☐ Gas Well ☐ Other2 Name of Operator **YESO ENERGY, INC.**3a Address **P.O. BOX 2248 ROSWELL, NM 88202**3b Phone No (include area code)
505-622-7355

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

**1980' FWL & 660' FSL
Sec 34-T18S-R32E**5 Lease Serial No
NM-67988

6 If Indian, Allottee or Tribe Name

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

8 Well Name and No
GULF McKAY FED #19 API Well No
30-025-2547110 Field and Pool, or Exploratory Area
QUERECHO PLAINS, BONE SPRING11 County or Parish, State **Lower**
LEA COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 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 checked="" type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<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 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 shall 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 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.)

Operator proposes the following workover operations to place well back into production:

MIRU Workover rig. POH w/ tbg. TIH w/ cement retainer. Set CR @ 6430'. Squeeze cement Brushy Canyon Delaware perms (6475-80' & 6882-6905') w/ 350 sx Class "H" cement. MIRU reverse unit. Drill out cement & test 5.5" csg to 1500 psi. Attempt a completion in the Bone Spring at 8505'-8558'. This interval will be acidized and frac'd for commercial production. This will bring well back into a current producing status as well as confirm casing integrity of the 5.5" csg back to the surface.

APPROVED

OCT 26 2007

GARY GOURLEY
PETROLEUM ENGINEERAPPROVED FOR 3 MONTH PERIOD
ENDING 01/26/2008

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

GENE LEE

Title Agent

Signature

Date

08/28/2007

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Chris Williams OC DISTRICT SUPERVISOR/GENERAL MANAGER

Title

Date

NOV 01 2007

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 USC Section 1001 and Title 43 USC 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.

(Instructions on page 2)