

**RECEIVED**

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
APR 02 2008

**OCD-HOBBS**

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

**SUNDRY NOTICES AND REPORTS ON WELLS**  
**HOBBS**  
Do not use this form for proposals to drill or re enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

5 Lease Serial No	NM-63016
6 If Indian, Allottee or Tribe Name	N/A
7 If Unit or CA/Agreement, Name and/or No	N/A
8 Well Name and No	Belco AIA Federal 3H
9 API Well No	30-025-38719
10 Field and Pool or Exploratory Area	Salt Lake; Delaware
11. County or Parish, State	Lea, NM

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

1 Type of Well	
<input checked="" type="checkbox"/> Oil Well	<input type="checkbox"/> Gas Well <input type="checkbox"/> 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) 1980' FSL, 1830' FEL (NESE) Sec 14-T20S-R32E Unit J (Pilot Hole) 330' FNL, 2310' FEL (NENE) Sec 14-T20S-R32E Unit B (Bottom Hole)	

**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
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Set Casing
	<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 recomple 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 recomple 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

2-22-08 RU rotary tools and resumed drilling.

2-26-08 TD 17-1/2" hole to 1523'. Set 13-3/8" 54.5# J55 casing @ 1523' Cemented w/672 sx 35:65:6 POZ "C" w/additives. Tailed in w/200 sx Class "C". Circulated 65 sx to pit. Tested casing to 600# for 30 mins. WOC 31 hrs, 30 mins. Reduced hole to 12-1/4" and resumed drilling.

3-3-08 TD 12-1/4" hole to 3383'. Set 9-5/8" 36# J55 casing @ 3383'. Cemented w/938 sx 35:65:6 POZ "C" and tailed in w/200 sx Class "C". Circulated 170 sx to pit. Tested casing to 1500# for 30 mins. WOC 35 hrs, 15 mins. Reduced hole to 8-3/4" and resumed drilling.

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) Storm Davis		Title Regulatory Compliance Technician	<b>ACCEPTED FOR RECORD</b>  MAR 26 2008 BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE
Signature <i>Storm Davis</i>		Date 3/10/08	
THIS SPACE FOR FEDERAL OR STATE OFFICE USE			
Approved by	Title	Date	
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 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.			