

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-HOBBS

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

JUN 1 8 2008

NOTICES AND REPORTS ON WELLS

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

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)

330' FSL & 1150' FWL (Unit M, SWSW) Sec 14-T20S-R32E (Pilot Hole)
660' FSL & 330' FEL (Unit P, SESE) Sec 14-T20S-R32E (Bottom Hole)

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

8 Well Name and No.

Belco AIA Federal #4H

9 API Well No.

30-025-38818

10. Field and Pool or Exploratory Area

Salt Lake; Delaware

11. County or Parish, State

Lea 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
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Production Csg
	<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.

4/20/08 Drilled out DV tool @ 3311'.

4/21/08 thru 5/16/08

Drilled to 5110' and started directionally drilling. Prep to sidetrack original hole. KOP @ 5392'. Continued directionally drilling.

5/17/08 TMD 7698'. TVD 5080'. Set 82 jts 4-1/2" 11.6# HCP-110 liner @ 7698'. TOL @ 4182'. Float collar @ 7648'. Cemented w/325 sx Pecos Valley Lite + 2% D112 + 30% D151 + 2% D46 + 0.6% + D65 + 2% SI (yld 1.86, wt 13).

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

Allison Barton

Title Regulatory Compliance Technician

Signature

Allison Barton

Date

5/29/08

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Chris Williams

OC DISTRICT SUPERVISOR/GENERAL MANAGER

Date

JUN 5 2008

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

BUREAU OF LAND MANAGEMENT

CARLSBAD FIELD 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.

(Instructions on page 2)