

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 deepen an abandoned well. Use Form 3160-3 (APD) for such proposals.

RECEIVED

577 - 2 2009
HOBBS OGD

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No NM-104698
2. Name of Operator Yates Petroleum Corporation		6. If Indian, Allottee or Tribe Name
3a. Address 105 S. 4th St., 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) 660' FSL & 1930' FWL Sec 29-T9S-R34E (SESW) Unit N		8. Well Name and No Gretchen BHX Federal 1
		9. API Well No. 30-025-38159
		10. Field and Pool or Exploratory Area X-4 Ranch; Atoka
		11. County or Parish, State Lea, 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 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 recomplete 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 recompletion 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.

Yates Petroleum plans to plug and abandon this well as follows:

1. Set CIBP @ 9280' w/35' cement. Set CIBP @ 8950' w/35' cement.
2. Spot 100' cement plug from 6000'-5900'. Spot 100' cement plug across intermediate casing shoe from 4102'-4002'. WOC and tag.
3. Cut 5-1/2" casing @ 3500'.
4. Spot 100' cement plug from 3550'-3450'. Spot 100' cement plug from 2000'-1900'. Spot 100' cement plug from 470'-370'. WOC and tag.
5. Spot 60' cement plug @ surface.
6. Install markers and clean location.

NOTE: Yates Petroleum Corporation will use steel pits and no earth pits

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) Allison Barton		Title Regulatory Compliance Technician
Signature <i>[Signature]</i> for Allison Barton		Date 8/27/08

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by <i>[Signature]</i>	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.	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.

Well Name: Gretchen BHX Federal #1 Field: _____

Location: 660' FSL & 1930' FWL Sec. 29-9S-34E Lea Co, NM

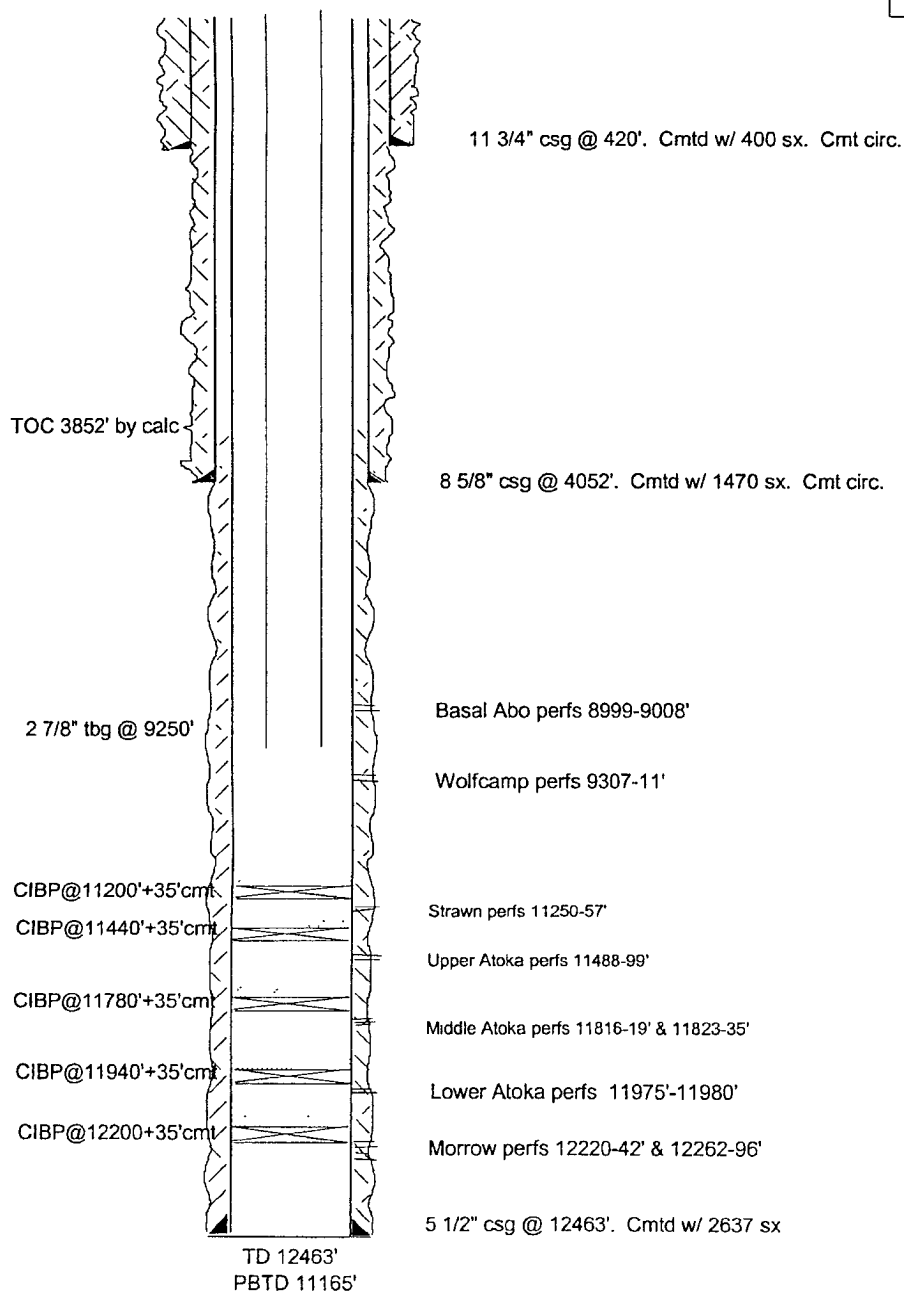
GL: 4274' Zero: _____ AGL: _____ KB: 4294'

Spud Date: 12/14/07 Completion Date: _____

Comments: _____

Casing Program	
Size/Wt/Grade/Conn	Depth Set
11 3/4" 42# H40	420'
8 5/8" 24 & 32# J55	4052'
5 1/2" 17# J55, L80, P110	12463'

CURRENT CONFIGURATION



SKETCH NOT TO SCALE

DATE: 8/19/08 Gretn1F

Well Name: Gretchen BHX Federal #1 Field: _____

Location: 660' FSL & 1930' FWL Sec. 29-9S-34E Lea Co, NM

GL: 4274' Zero: _____ AGL: _____ KB: 4294'

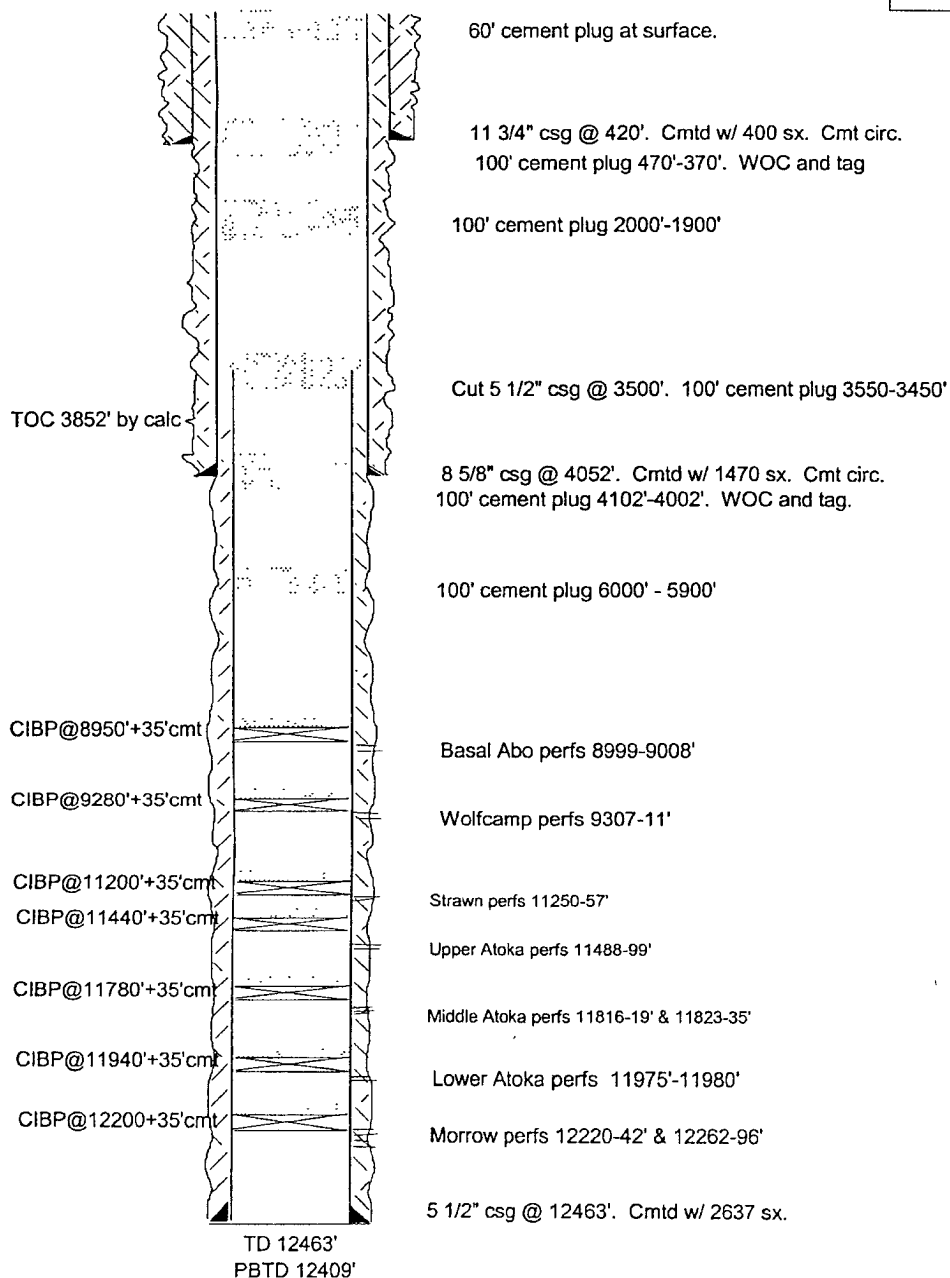
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PROPOSED CONFIGURATION



SKETCH NOT TO SCALE

DATE: 8/19/08 Gretn1E