Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No 1004-0137

Alic _ 4 2008

Expires: July 31, 2010

5 Lease Serial No SUNDRY NOTICES AND REPORTS ON WELLS NM-104698 Do not use this form for proposals to drill or re en abandoned well. Use Form 3160-3 (APD) for such prop Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE - Other instructions on page 2. N/A 1. Type of Well 8. Well Name and No. Gas Well Y Oil Well Gretchen BHX Federal 1 2. Name of Operator Yates Petroleum Corporation API Well No. 30-025-38159 3b Phone No. (include area code) 3a. Address 105 S. 4th St., Artesia, NM 88210 (575) 748-1471 10 Field and Pool or Exploratory Area Vada; Upper Penn 4 Location of Well (Footage, Sec., T., R., M., OR Survey Description) 11. County or Parish, State 660' FSL, 1930' FWL Sec 29-T9S-R34E (SESW) Unit N Lea. NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Production (Start/Resume) Water Shut-Off Acidize Deepen Well Integrity Alter Casing Fracture Treat Reclamation Notice of Intent Other Completion Casing Repair New Construction Recomplete Operations Change Plans Plug and Abandon Temporarily Abandon Continued Water Disposal Convert to Injection Plug Back Final Abandonment Notice 13 Describe Proposed of 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. Set CIBP @ 11,940'. Capped w/35' cement. 5/29/08 Perforated Middle Atoka 11.816-11.819' & 11.823-11835'. ACCEPTED FOR RECORD 5/30/08 Acidized w/1000 gal 7-1/2% Morrow type acid w/nitrogen. 6/02/08 Set CIBP @ 11,780'. Capped w/35' cement. 6/05/08 Perforated Upper Atoka 11,488-11,499' (66 holès). 6/06/08 Acidized w/500 gal 7-1/2% Morrow type acid. 6/09/08 Set CIBP @ 11,440'. Capped w/35' cement. 6/11/08 Perforated Strawn 11,250-11,257' (42 holes). 6/12/08 Acidized w/250 gal 7-1/2% acid BUREAU OF LAND MANAGEMENT 6/13/08 2-7/8" tbg set @ 11,090'. \mathscr{L} ARLSBAD FIELD OFFICE 14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) Regulatory Compliance Technician Allison Barton Tıtle 7/8/08 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE Date Tıtle

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,

entitle the applicant to conduct operations thereon

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 whick would

fictitious or fraudulent statements or representations as to any matter within its jurisdiction