

RECEIVEDForm 3160-5
(August 2007)

NOV 09 2009

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-HOBBS

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 re enter an
abandoned well. Use Form 3160-3 (APD) for such proposals.*5. Lease Serial No
NM-1219576. If Indian, Allottee or Tribe Name
N/A**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 St., 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 & 330' FWL Sec 9-T21S-R32E (SWSW)

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

N/A

8. Well Name and No

Capella BOP Fed 1

9. API Well No

30-025-39528

10. Field and Pool or Exploratory Area

Lost Tank Delaware

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

☐ Notice of Intent☒ Subsequent Report☐ Final Abandonment Notice☐ Acidize☐ Alter Casing☐ Casing Repair☐ Change Plans☐ Convert to Injection☐ Deepen☐ Fracture Treat☐ New Construction☐ Plug and Abandon☐ Plug Back☐ Production (Start/Resume)☐ Reclamation☐ Recomplete☐ Temporarily Abandon☐ Water Disposal☐ Water Shut-Off☐ Well Integrity☒ Other

Spud &

Surface Casing

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.

10/14/09 Spudded well at 6:00 p.m. Set 40' of 20" conductor. Cemented to surface w/Redi-mix.

10/16/09 Resumed drilling @ 5:00 p.m.

10/19/09 TD 17-1/2" hole to 1230'. Set 13-3/8" 48# H-40 ST&C casing @ 1230'. Cemented w/750 sx Class "C" w/additives (yld 1.97, wt 12.9). Tailed in w/200 sx Class C + 1% S1 (yld 1.34, wt 14.8). Pat McKelvy w/BLM on location to witness cement job. Tested blind & pipe rams, choke manifold & Kelly to 3000/250. Annular to 1500/250. All tested ok.

ACCEPTED FOR RECORD

NOV 4 2009

Is/ Chris Walls

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

Allison Barton

Title

Regulatory Compliance Technician

Signature

Allison Barton

Date

10/20/09

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

PETROLEUM ENGINEER

Date

NOV 09 2009

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.

(Instructions on page 2)