

1625 N. French Drive

Hobbs, NM 88240

Form 3160-5
(August 2007)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

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

SUNDRY NOTICES AND REPORTS ON WELLS

JAN 19 2010

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

HOBBSOCO

5 Lease Serial No
Fee and NM-1058866 If Indian, Allottee or Tribe Name
NA

SUBMIT IN TRIPLICATE - Other instructions on page 2.

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

NA

8 Well Name and No

Vespa BME Federal Com #2H

9 API Well No

30-005-29110

10. Field and Pool or Exploratory Area

Undesignated; Wolfcamp

11 County or Parish, State

Chaves County, New Mexico

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)

Surface - 950'FSL & 200'FWL of Section 9-T15S-R31E (Unit M, SWSW)

BHL - 350'FSL & 330'FEL of Section 9-T15S-R31E (Unit P, SESE)

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 Intermediate
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Casing #2 (7")
	<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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

12/14/09 TD 8-3/4" pilot hole to 8900' at 7:30 PM.

12/15/09 Plugback with 350 sx "H" cement with additives from 8768'-8185'. WOC. Tagged TOC at 8185'.

12/16/09 Set 7" 23#, 26# L-80 and J-55 LT&C casing at 8185'. Cemented with 850 sx 35:65:6 Poz "H" + 0.799#/sx D112 + 27.65#/sx D132 + 5.33#/sx D20 + 61.1#/sx D909 + 0.177#/sx D46 + 0.177#/sx D800 (yld 1.97, wt 12.6). Tailed in with 200 sx Class "H" + 0.028#/sx D13 + 94#/sx D909 (yld 1.18, wt 15.6). Circulated 48 sx to pit. WOC. Tested casing to 1500 psi for 30 min with no pressure loss. WOC 43 hrs. Reduced hole to 6-1/8". Dressed cement plug down 8185'-8289'. KOP at 8289'. Continued to drill directionally.

14 I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

Tina Huerta

Title

Regulatory Compliance Supervisor

Signature

Date

December 30, 2009

ACCEPTED FOR RECORD

SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

/s/ DAVID R. GLASS

PETROLEUM ENGINEER

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

ROSWELL FIELD OFFICE

JAN 20 2010

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.

DAVID R. GLASS

PETROLEUM ENGINEER

(Instructions on page 2)