Formula CENTED (August 2007) F.C. 3 1 (2011) . UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

FORM APPROVED OMB No 1004-0137

2 Md Copy 12/29/09

| 01.10 | | 0.0 |
|---------|----------|-----|
| Expires | July 31, | 201 |
| | | |

Lease Senal No

| Do not use this form for proposals to drill or re enter an abandoned well. Use Form 3160-3 (APD) for such proposals. | | | NM-121957 | | | |
|--|---|--|--|--|---------------------------------------|--|
| | | | 6 If Indian, Allottee or Tribe Name N/A | | | |
| SUBMIT IN TRIPLICATE - Other instructions on page 2. | | | 7 If Unit or CA/Agreement, Name and/or No | | | |
| 1 Type of Well | | | N/A | | | |
| X Oil Well Gas Well Other | | | 8 Well Name and No | | | |
| 2 Name of Operator | | | Capella BOP Fed 1 | | | |
| Yates Petroleum Corporation | | | 9 API Well No | | | |
| I I | | Bb Phone No (include area code) | | 30-025-39528 | | |
| 105 S. 4th St., Artesia, NM 88210 | | (575) 748-147 | (575) 748-1471 | | 10 Field and Pool or Exploratory Area | |
| 4 Location of Well (Footage, Sec., T, R, M, OR Survey Description) | | | Lost Tank Delaware | | | |
| 330' FSL & 330' FWL Sec 9-T21S-R32E (SWSW) | | | | 11 County or Parish, State | | |
| | | | Lea, NM | | | |
| 12 CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPO | | | | | | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | | |
| , | | | | · · · · · · · · · · · · · · · · · · · | 7 | |
| r | Acidize | Deepen | Production (S | tion (Start/Resume) Water Shut-Off | | |
| Notice of Intent | Alter Casing | Fracture Treat | Fracture Treat Reclamation Well Integrit | | Well Integrity | |
| X Subsequent Report | Casing Repair | New Construction | Recomplete | X | Other | |
| Subsequent report | Change Plans | Plug and Abandon | Temporarily . | mporarily Abandon Production Casin | | |
| Final Abandonment Notice | Convert to Injection | Plug Back | Water Dispos | ater Disposal | | |
| 13 Describe Proposed of Completed Operation (contemporal is to deepen directionally or reconditional that the Bond under which the work will following completion of the involved operation testing has been completed. Final Abandoning determined that the site is ready for final inspection of the involved operation testing has been completed. Final Abandoning determined that the site is ready for final inspection. 10/28/09 Reached TD 8765'. 10/31/09 Set 5-1/2" 15.5# & 17 (yld 2.07, wt 12.6). Tailed in w/ 2nd stage w/450 sx 35:65 Poz 's | mplete horizontally, give subsurface performed or provide the Borins If the operation results in a nent Notices shall be filed only action # LT&C casing @ 87500 sx Pecos Valley | ace locations and measured and tru Id No on file with BLM/BIA R multiple completion or recompleti after all requirements, including rec 765'. Cemented 1st st Lite w/additives (yld 1. | e vertical depths of all required subsequent repton in a new interval, a clamation, have been contage w/250 sx 3 age w/250 sx 3 .40, wt 13.0). | pertinent markers and zon orts shall be filed within Form 3160-4 shall be file impleted, and the operator 35:65 Poz "C" w/ | es 30 days ed once has | |

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) Allison Barton Regulatory Compliance Technician Title Signature 11/3/09 Date THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by PETROLEUM ENVINCE JAN 26 2010 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 whick would Office entitle the applicant to conduct operations thereon

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