

New Mexico Oil Conservation Division, District 1
1625 N. French Drive
Hobbs, NM 88240

Form 3160-5
(August 2007)

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 to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

OCT 13 2010
HOBBSOCD

5 Lease Serial No
NM-106692 and VO-7382
 6 If Indian, Allottee or Tribe Name
NA

SUBMIT IN TRIPLICATE - Other instructions on page 2.

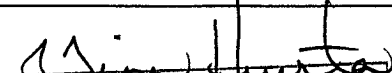
1 Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		7 If Unit or CA/Agreement, Name and/or No NA
2 Name of Operator Yates Petroleum Corporation		8. Well Name and No Mantis BQM State Com #1H
3a Address 105 S. 4th Str., Artesia, NM 88210	3b Phone No (include area code) 575-748-1471	9. API Well No. 30-005-29131
4 Location of Well (Footage, Sec., T., R., M., OR Survey Description) Surface - 1980'FSL & 2130'FEL of Section 36-T15S-R30E (unit J, NWSE) BHL - 1650'FSL & 1980'FEL of Section 35-T15S-R30E (Unit J, NWSE)		10 Field and Pool or Exploratory Area Tulk; Wolfcamp, SW
		11. County or Parish, State Chaves County, New Mexico

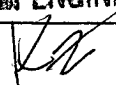
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

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 <u>Conductor,</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>surface and inter-</u>
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	<u>mediate casing</u>

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 recomple 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 recomple 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.

9/3/10 Drilled and set 40' of 20" conductor and cemented with 3 yds redi-mix.
 9/5/10 Resumed drilling at 8:00 PM. TD 17-1/2" hole to 439'. Set 13-3/8" 48# H-40 ST&C casing at 437'. Cemented with 300 sx Premium Plus "C" + 0.125#/sx Poly-E-Flake + 2% CaCl (yld 1.35, wt 14.8). Tailed in with 250 sx Premium Plus "C" + 2% CaCl (yld 1.35, wt 14.8). Circulated 102 sx to pit. Tested casing to 1500 psi, Ok. WOC 25 hrs 30 min. Reduced hole to 12-1/4" and resumed drilling.
 9/12/10 TD 12-1/4" hole to 3705'. Set 9-5/8" 36#, 40# J-55 ST&C casing at 3702'. Cemented with 1000 sx Premium Plus Lite + 5# Gilsonite + 0.125# Poly-E-Flake + 5% salt (yld 1.85, wt 12.9). Tailed in with 200 sx Premium Plus "C" (yld 1.33, wt 14.8). Circulated 126 sx to surface. Tested casing to 1500 psi, Ok. WOC 26 hrs. Reduced hole to 8-3/4" and resumed drilling.

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) Tina Huerta		Title Regulatory Compliance Supervisor
Signature 		Date September 23, 2010

ACCEPTED FOR RECORD THIS SPACE FOR FEDERAL OR STATE OFFICE USE	
Approved by /S/ DAVID R. GLASS Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant has legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Title PETROLEUM ENGINEER Date OCT 15 2010 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)	