RECEIVED	New Mexico Oil Conservation Division, District 1					
Form 3160-5 (Avgust 200) EC 09 2010 DEP.	UNITED STATES ARTMENT OF THE INTE EAU OF LAND MANAGE			Ю	DRM APPROVED MB No. 1004-0137 pires July 31, 2010	
HOBBSOOD 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.					5. Lease Serial No. Fee and NM-105886 6. 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. NMNM124115 8. Well Name and No. Vespa BME Federal Com #2H	
X Oil Well Gas Well Other 2. Name of Operator /						
Yates Petroleum Corporation 3a. Address 105 S. 4th Str., Artesia, NM 88 4. Location of Well (Footage, Sec., T., R., M.,	3b. Phone No. <i>(include area code)</i> 575-748-1471		9. API Well No. 30-005-29110 10. Field and Pool or Exploratory Area Medlin Ranch; Abo-Wolfcamp, West			
Surface - 950'FSL & 200'FWL of Section 9-T15S-R31E (Unit M, SWSW) BHL - 372'FSL & 4954'FWL of Section 9-T15S-R31E (Unit P, SESE) 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, RI					11. County or Parish, State Chaves County, New Mexico EPORT, OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION					
Notice of Intent	Acidize Alter Casing Casing Repair Change Plans	Deepen Fracture Treat New Construction Plug and Abandon	Production (Reclamation Recomplete Temporarily	Start/Resume) Abandon	Water Shut-Off Well Integrity Other <u>Cleaned out</u> treating sleeve	
Final Abandonment Notice	Convert to Injection	Plug Back	Water Dispo	Water Disposal ports		
 13. Describe Proposed of Completed Operation: CI the proposal is to deepen directionally or recom Attach the Bond under which the work will be following completion of the involved operations. testing has been completed. Final Abandonme determined that the site is ready for final inspection. 10/5/10 Start in hole with 3.62 	plete horizontally, give subsurface performed or provide the Bond N . If the operation results in a mu nt Notices must be filed only after stion. 25 butterfly mill, mot	e locations and measured and true v lo. on file with BLM/BIA. Required ittiple completion or recompletion in a	vertical depths of all peri subsequent reports mu a new interval, a Form 3 tition, have been comple	st be filed within 30 of 160-4 must be filed or ted and the operator h	ass nce as and 500 N2, got	

- fluid returns. Tagged 1st sleeve at 9032' and drilled through, fluid rate 2.7 BPM, N2 800, CP 200 psi. Tagged 2nd sleeve at 9600' and drilled through, CP 180 psi on 48/64". Tagged 3rd sleeve at 10,200' and drilled through, CP 300 psi. Tagged 4th sleeve at 10,549' and drilled through. Tagged 5th sleeve at 11,076', CP 280 psi, fluid rate 3 BPM, N2 rate 500, drilled through. Tagged 6th sleeve at 11,543', CP 100 psi, drilled through. Tagged 7th sleeve at 12,066', CP 120 psi. Lost circulation while drilling sleeve. Pulled up to liner top at 7625'. Could not get circulation back.
- 10/6/10 Brought on N2 at 1200, fluid at 3 BPM, broke circulation. Tagged 7th sleeve at 12,071', CP 500 psi, milled through. Tagged 8th sleeve at 12,319' and drilled through. Tagged 9th sleeve at 12,904' and drilled through. Packer and 2-7/8" 6.4# N-80 tubing at 7560'.

14. I hereby certify that the foregoing is true and correct						
Name (Printed/Typed)						
Tina Huerta	Title	Regulatory Compliance Supervisor				
Signature (1) () () () () () () () () ()	Date	October 14, 2010				
ACCEPTED FOR RECORD SPACE FOR FEDERAL OR STATE OFFICE USE						
Approved by /SY DAVID R. GLASS		Title	Date			
Conditions of approval, if the transformed at the applicant holds legal of equitable title to those rights in the subject which would entitle the applicant to conduct operations thereon.	irrant or ect lease	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, ficting or fraudulent statements of the United States any false, ficting or fraudulent statements of the United States any false.						
(Instructions on-page 2)						