

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0135
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.

5. Lease Serial No. NMNM108456
6. If Indian, Allottee or Tribe Name
7. If Unit or CA/Agreement, Name and/or No.
8. Well Name and No. KIAWAH BFQ FEDERAL 1
9. API Well No. 30-015-38095
10. Field and Pool, or Exploratory SEVEN RIVERS; GLORIETA YES
11. County or Parish, and State EDDY COUNTY COUNTY, NM

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	
2. Name of Operator YATES PETROLEUM CORPORATION	
Contact: MIRIAM MORALES E-Mail: mmorales@yatespetroleum.com	
3a. Address 105 S FOURTH STREET ARTESIA, NM 88210	3b. Phone No. (include area code) Ph: 575-748-4200
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 34 T20S R25E NWSW 2310FSL 400FWL	

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

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Deepen
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Fracture Treat
	<input type="checkbox"/> Production (Start/Resume)
	<input type="checkbox"/> Reclamation
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Well Integrity
	<input checked="" type="checkbox"/> Other
	Off-Lease Measurement
	<input type="checkbox"/> Alter Casing
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Recomplete
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Plug and Abandon
	<input type="checkbox"/> Temporarily Abandon
	<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 shall 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 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.)

Yates Petroleum respectfully requests approval to off lease measure gas production for the Kiawah BFQ Federal #1.

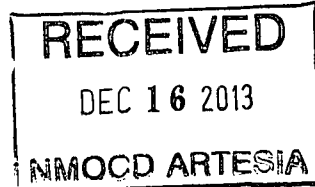
The production will be measured and sold at the Mewbourne's meter located at Sec.21-T20S-R25E. Please see attached plat and site facility diagram.

The well will have its own meter and no surface commingle will take place. All equipment is located on federal land.

All owners have been notified and a list of such is attached.

The off lease measurement of production is in the interest of conservation, economic feasibility,

meter #
Accepted for record
NMOCD JCS
12/16/2013



14. I hereby certify that the foregoing is true and correct. Electronic Submission #214801 verified by the BLM Well Information System For YATES PETROLEUM CORPORATION, sent to the Carlsbad Committed to AFMSS for processing by JOHNNY DICKERSON on 07/26/2013 ()	
Name (Printed/Typed) MIRIAM MORALES	Title PRODUCTION ANALYST
Signature <i>Miriam Morales</i> (Electronic Submission)	Date 07/24/2013

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By <i>Miriam Morales</i>	Title	APPROVED DEC 10 2013 SJC 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	



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.

Additional data for EC transaction #214801 that would not fit on the form

32. Additional remarks, continued

the reduction of environmental impact area, and overall emissions. It will not reduce royalty or improper measurement of production.

We understand that the request approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument. And, we will submit within 30 days an application for right-of-way approval to the BLM's Realty Section in your office if we have not already done so.

District I
1425 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 30-015-38095		2 Pool Code		3 Pool Name Wildcat; Glorieta-Yeso	
4 Property Code 34764		5 Property Name Klawah BFO Federal			6 Well Number 1
7 OGRID No. 025575		8 Operator Name Yates Petroleum Corporation			9 Elevation 3677' GE

10 Surface Location

11 UL or lot no. E	12 Section 34	13 Township 20S	14 Range 25E	15 Lot Idn.	16 Feet from the 2310	17 North/South line South	18 Feet from the 400	19 East/West line West	20 County Eddy
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11 Bottom Hole Location If Different From Surface

21 UL or lot no.	22 Section	23 Township	24 Range	25 Lot Idn.	26 Feet from the	27 North/South line	28 Feet from the	29 East/West line	30 County
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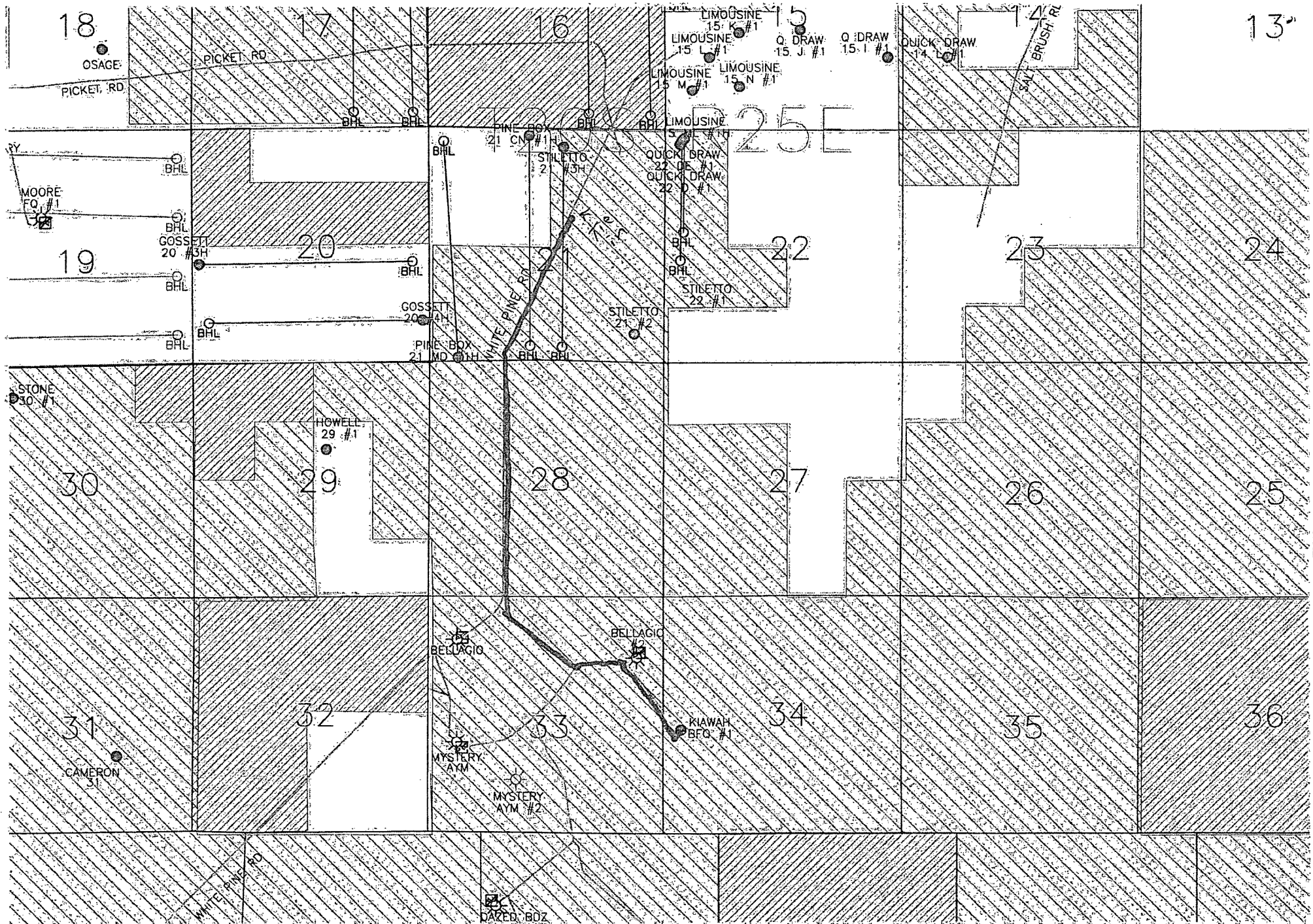
31 Dedicated Acres 40	32 Joint or Infill	33 Consolidation Code	34 Order No.
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No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

				<p>12 OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>[Signature]</i> August 14, 2012 Signature Date</p> <p>Tina Huerta Printed Name</p> <p>tinah@yatespetroleum.com E-mail Address</p>	
400' W				<p>13 SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p>	
2310'S				<p>14 Date of Survey</p> <p>15 Signature and Seal of Professional Surveyor</p>	
				<p>16 Certificate Number</p>	

Sound scanned in NMOCD website on 8-21-12

on 8/21/12 es



18

17

16

15

13

OSAGE

PICKET RD

PICKET RD

LIMOUSINE 15 K #1
LIMOUSINE 15 L #1
LIMOUSINE 15 M #1
LIMOUSINE 15 N #1

Q: DRAW 15 J #1

Q: DRAW 15 I #1

QUICK DRAW 14 L #1

SALT BRUSH RD

25E

MOORE

19

20

22

23

24

BHL

BHL

BHL

BHL

BHL

BHL

BHL

BHL

BHL

BHL

BHL

BHL

BHL

BHL

BHL

BHL

BHL

FINE BOX 21 C #1

STILETTO 21 W #1

LIMOUSINE 15 O #1

QUICK DRAW 22 E #1

QUICK DRAW 22 O #1

BHL

BHL

STILETTO 22 #1

GOSSETT 20 #1

PINE BOX 21 MD #1

WHITE PINE RD

STILETTO 21 #2

STONE 30 #1

HOWELL 29 #1

30

29

28

27

26

25

BELLAGIO

BELLAGIO

31

32

33

34

35

36

CAMERON

MYSTERY AYM #1

MYSTERY AYM #2

KIAWAH BEG #1

WHITE PINE RD

DATED: 60Z

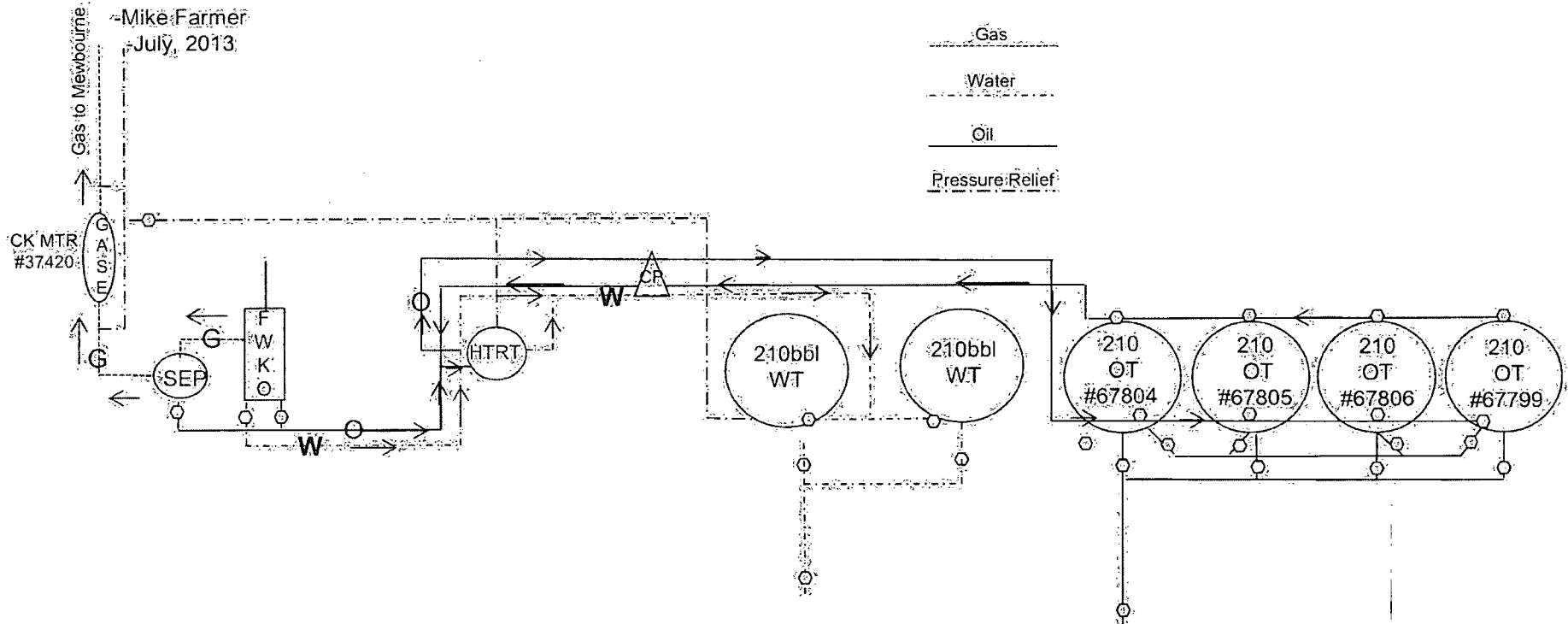


105 South 4th Street * Artesia, NM 88210
(575)-748-1471

Kiawah BFQ Federal #1

2310 FSL & 400 FWL * Sec 34 - T20S - R25E * Unit L
Eddy County, NM
API:3001538095

-Mike Farmer
July, 2013



This diagram is subject to the Yates Petroleum Corporation August 1983 Security Plan which is on file at 105 South 4th Street, Artesia, NM