

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED
OMB No. 1004-0137
Expires: October 31, 2014

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.

SUBMIT IN TRIPLICATE – Other instructions on page 2.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator
Yates Petroleum Corporation

3a. Address
105 South Fourth Street, Artesia, New Mexico 88210

3b. Phone No. (include area code)
575-748-4401

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
560' FNL & 330' FWL, Surface Hole, Section 31-T19S-R30E
660' FNL & 330' FEL, Bottom Hole, Section 31-T19S-R30E

5. Lease Serial No.
NM-85909

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
Focus BDB Federal #1H

9. API Well No.

10. Field and Pool or Exploratory Area
Undesignated Bone Spring

11. County or Parish, State
Eddy County, New Mexico

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

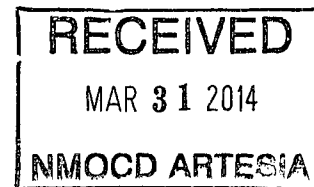
TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> 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>Change rig size.</u>
	<input checked="" type="checkbox"/> Change Plans	<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 recompleat 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 recompleat 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.)

Yates Petroleum Corporation wishes to change the rig to be used to drill the captioned well. This rig is different from the one approved in the APD. The replacement rig will be McVey 8. The new rig size will be 350' x 350' with a 50' x 50' stinger. Rig location construction will still be within the surveyed 600' x 600' area that was approved in our APD dated 4/8/11. Please note attached plat.

Thank you.

Accepted for record
NMOCD *TS*
3-31-2014



Surface OK - Original COA's from approved APD still Apply, R 3/5/14

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)
Bill McCrory Jr

Title Land Regulatory Agent

Signature

[Signature]

Date 02/19/2014

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

[Signature]

Title

MR S

Date

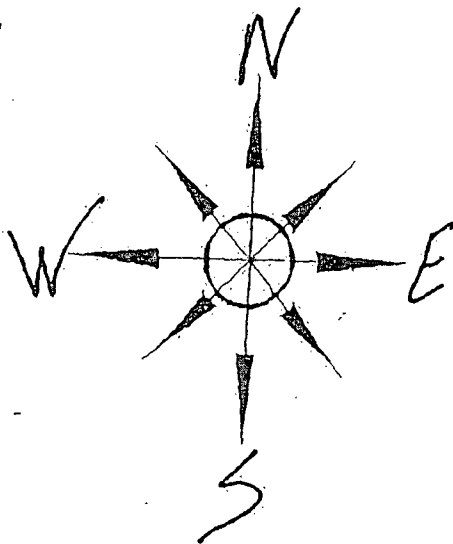
03/05/14

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

CFO

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.



Yates Petroleum Corporation

Location Layout for Permian Basin

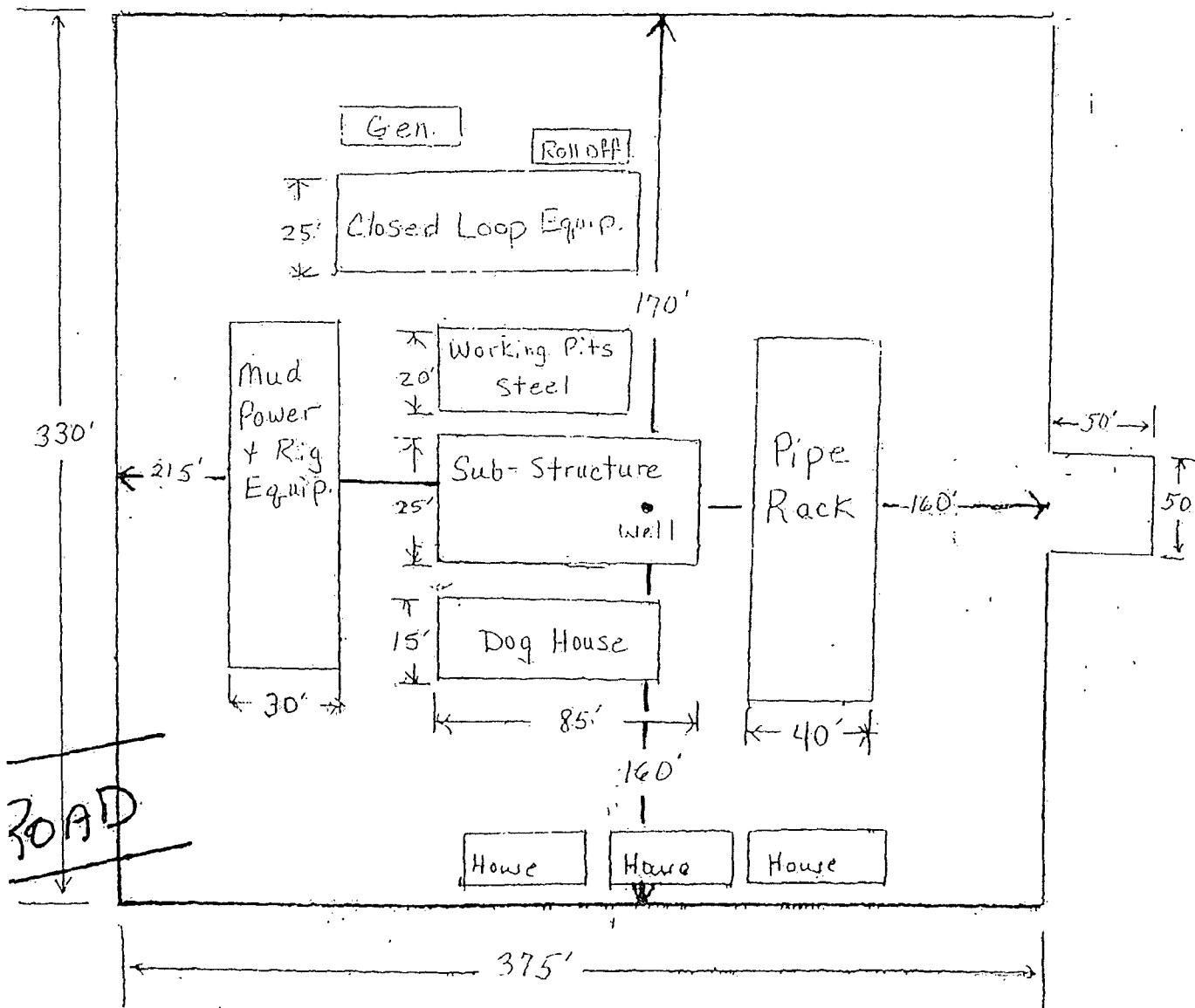
YATES PETROLEUM CORPORATION

Focus, BDB Federal #1H
560' FNL and 330' FWL SHL
660' FNL and 330' FEI, BHL

Section 31, T19S-R30E
Eddy County, New Mexico Exhibit B

Closed Loop Design Plan

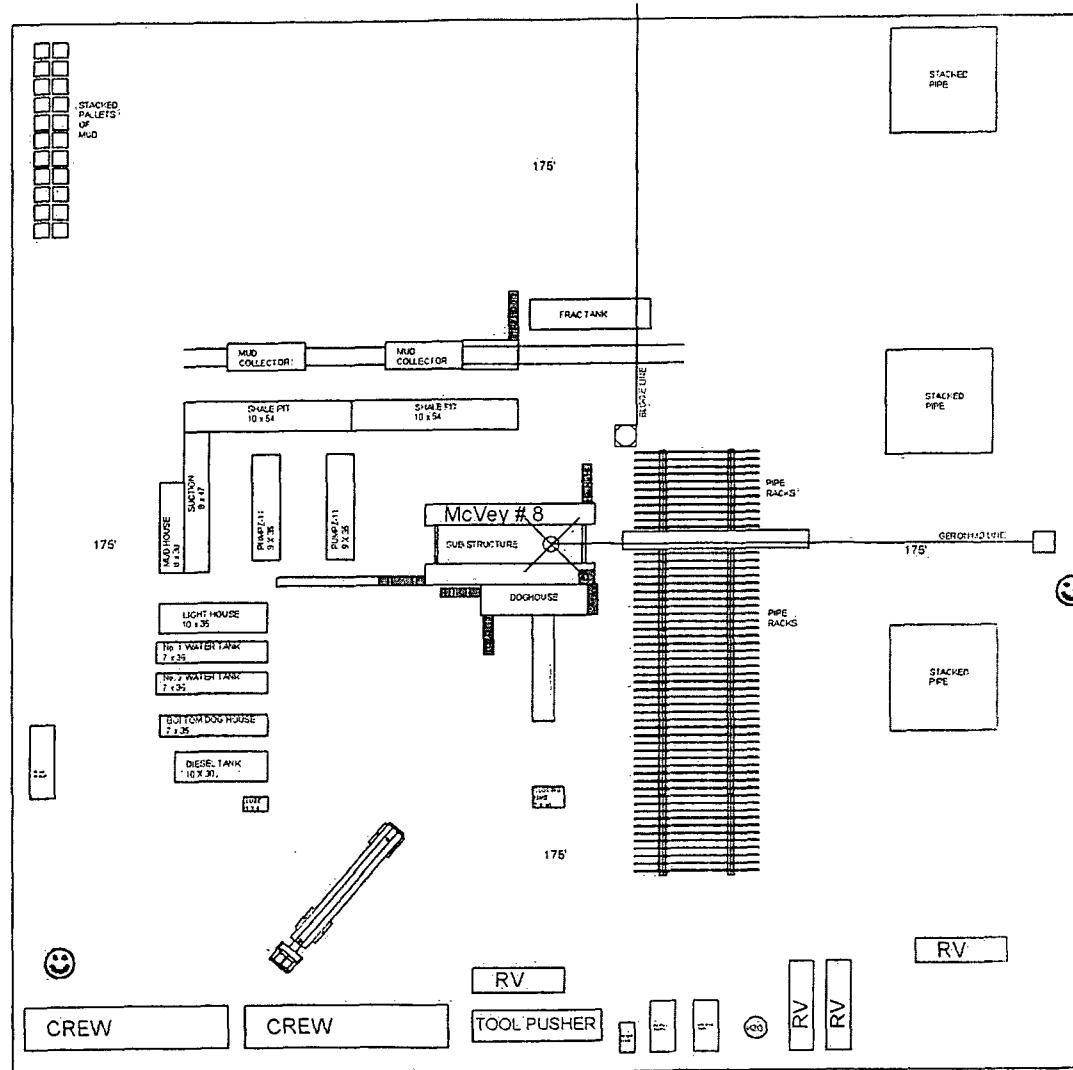
* NOT TO SCALE



YATES PETROLEUM CORPORATION

12-16-13

350.00



- Safe Entrance Area with caution signs and breathing equipment
- Wind Direction Indicators
- H2S Monitor with alarm at the well site

PAD LAYOUT
Scale: 1 inch = 6 feet

350.00