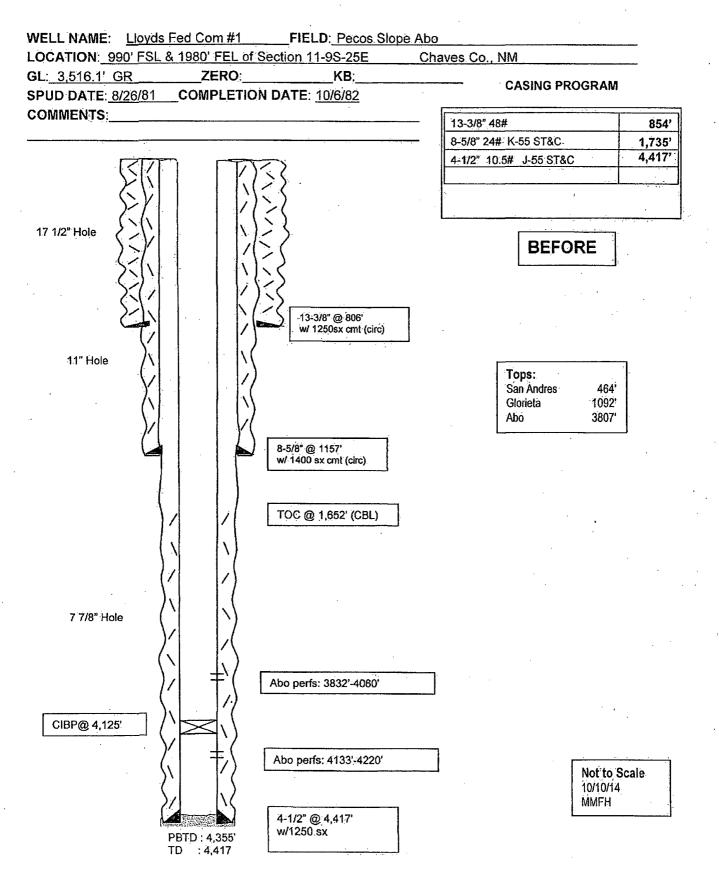
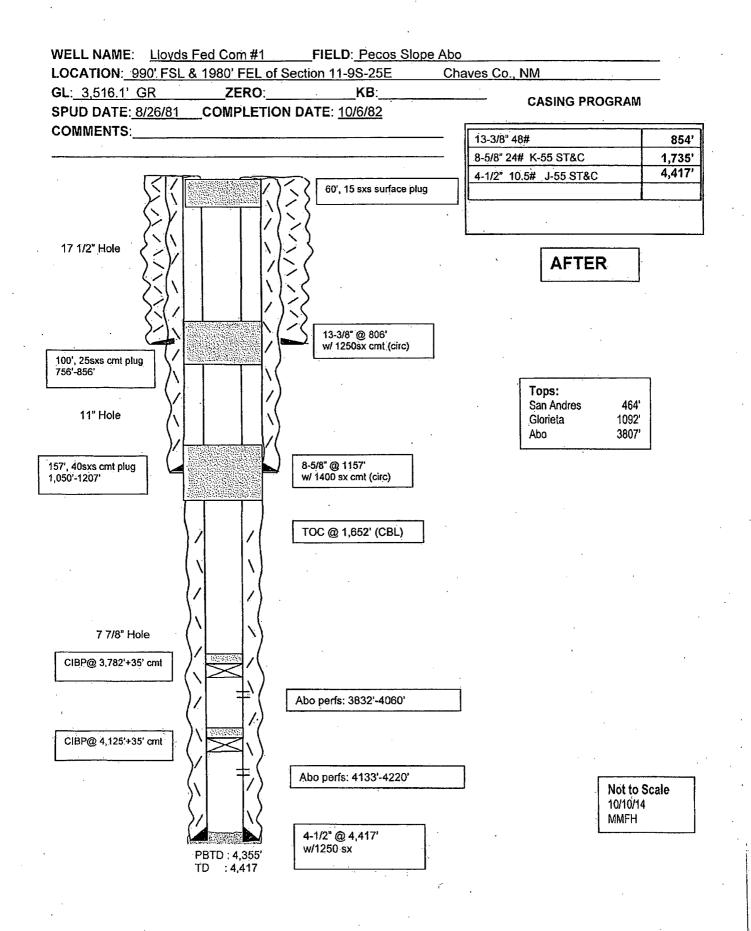
| Form 3160-5  | ΙΝΙΤΕΓΙ ΟΤΑΤΕΩ   | 1   |   | FORM   | 1 APPROVED                            |  |
|--|--|---|---|--|---------------------------------------|--|
|  | UNITED STATES<br>PARTMENT OF THE IN  |   | NMOCD   | OMB  | NO. 1004-0135<br>s: July 31, 2010     |  |
| BUREAU OF LAND MANAGEMENT  |  |   | Artesia   | 5. Lease Serial No.<br>NMNM14291             | 5. Lease Serial No.                   |  |
| Do not use thi<br>abandoned we   | s form for proposals to c<br>II. Use form 3160-3 (APD                                    | irill or to re-enter<br>) for such propos                                 | an<br>als.  | 6. If Indian, Allottee                       | or Tribe Name                         |  |
| SUBMIT IN TRIPLICATE - Other instructions on reverse side.   |  |   | 7. If Unit or CA/Agr<br>SCR220                        | eement, Name and/or No.                      |                                       |  |
| 1. Type of Well<br>☐ Oil Well ⊠ Gas Well ☐ Other   |  |   |   | 8. Well Name and No.<br>LLOYDS FEDERAL COM 1 |                                       |  |
| 2. Name of Operator Contact: TINA HUERTA<br>YATES PETROLEUM CORPORATIONE-Mail: tinah@yatespetroleum.com  |  |   | 9. API Well No.<br>30-005-61081-                      | <br>00-S1                                    |                                       |  |
| 3a. Address<br>105 SOUTH 4TH STREET<br>ARTESIA, NM 88210   |  | 3b. Phone No. (include area code)<br>Ph: 575-748-4168<br>Fx: 575-748-4585 |   | 10. Field and Pool, o<br>PECOS SLOP          |                                       |  |
| 4. Location of Well (Footage, Sec., T  |  |   |   | 11. County or Parish, and State              |                                       |  |
| Sec 11 T9S R25E SWSE 990   |  |   |   | CHAVES COUNTY, NM                            |                                       |  |
| 12. CHECK APPF   | ROPRIATE BOX(ES) TO  | INDICATE NATU   | JRE OF NOTI   | CE, REPORT, OR OTHE                          | ER DATA                               |  |
| TYPE OF SUBMISSION   |  |   | TYPE OF ACT   | TION   | · · · ·                               |  |
|  | ☐ Acidize  | Deepen  |   | Production (Start/Resume)                    | □ Water Shut-Off                      |  |
| Notice of Intent   | ☐ Alter Casing   | Fracture Tr   |   | Reclamation                                  | □ Well Integrity                      |  |
| Subsequent Report  | Casing Repair  | New Constr  | ruction   | Recomplete                                   | Other                                 |  |
| Final Abandonment Notice   | Change Plans   | 🛛 Plug and A  | bandon 🔲 🗍  | Temporarily Abandon                          |                                       |  |
|  | Convert to Injection   | 🗖 Plug Back   | . 0   | Water Disposal                               |                                       |  |
| <ol> <li>MIRU all safety equipment</li> <li>Cap existing CIBP at 4125</li> <li>Set a CIBP at 3782 ft and c</li> </ol>  | ft with 35 ft cement.<br>cap it with 35 ft cement. Th                                    | nis puts a plug over  | r Abo.  | ACCEPTED 1/18/<br>ACCEPTED 1/18/<br>NTADCD   |                                       |  |
| <ol> <li>4. Perforate at 1207 ft and sp<br/>157 ft plug across intermediate<br/>WOC and tag plug.</li> <li>5. Perforate at 856 ft and spo<br/>ft plug across surface casing s</li> </ol>   | ot a 40 sx Class C cement<br>e casing shoe and across t<br>t a 30 sx Class C cement p    | plug from 1050 ft<br>op of Glorieta, insi<br>olug from 756 ft - 8         | - 1207 ft. This<br>de and outside<br>56 ft. This puts | casing.                                      | M OIL CONSERVAT                       |  |
| <ol> <li>Perforate at 60 ft and spot</li> <li>Remove all surface equipm</li> </ol>   | a 15 sx Class C cement pl  | ug from 60 ft up to   | surface.  | ons.   | FEB 25 2015                           |  |
|  |  |   |   |  | RECEIVED                              |  |
| <ol> <li>I hereby certify that the foregoing is</li> <li>Co</li> </ol>   | Electronic Submission #29  | LEUM CORPORATI  | ON, sent to the                                       | Roswell                                      | · · · / -                             |  |
| Name(Printed/Typed) TINA HUE   | RTA  | Title   | REG REPOF   | RTING SUPERVISOR                             | · · · · · · · · · · · · · · · · · · · |  |
| Signature (Electronic S  | Submission)  | Date  | 02/12/2015  |  |                                       |  |
|  | THIS SPACE FO  | R FEDERAL OR  | STATE OFF   |  |                                       |  |
| Approved By_DAVID_R GLASS  | · <b></b> .  |   | PETROLEUM E   | NGINEER                                      | Date 02/20/2015                       |  |
| conditions of approval, if any, are attached. Approval of this notice does not warrant<br>ertify that the applicant holds legal or equitable title to those rights in the subject leas<br>which would entitle the applicant to conduct operations thereon. |  | subject lease   | Roswell   |  |                                       |  |
| itle 18 U.S.C. Section 1001 and Title 43<br>States any false, fictitious or fraudulent s   | U.S.C. Section 1212, make it a classification of the statements or representations as to | rime for any person kno<br>o any matter within its                        | wingly and willfu<br>urisdiction.                     | Ily to make to any department o              | r agency of the United                |  |
|  | ISED ** BLM REVISED  | · · · · · · · · · · · · · · · · · · ·                                     |   |  |                                       |  |
| APPROVED FOR 3   |  |   |   | VISEDT* FUREVISE                             |                                       |  |
|  |  | CCNDI   | tions (   | F APPROVAL                                   | 3                                     |  |
| ENDING MAY 2 0 20  |  | P   |   | · · · · · · · · · · · · · · · · · · ·        |                                       |  |

## Revisions to Operator-Submitted EC Data for Sundry Notice #291430

|                                | Operator Submitted  | BLM Revised (AFMSS)   |
|--------------------------------|---|---|
| Sundry Type:                   | ABD<br>NOI  | ABD<br>NOI  |
| Lease:                         | NMNM14291   | NMNM14291   |
| Agreement:                     |   | SCR220 (NMNM72203)  |
| Operator:                      | YATES PETROLEUM CORPORATION<br>105 SOUTH FOURTH STREET<br>ARTESIA, NM 88210<br>Ph: 575-748-1471 | YATES PETROLEUM CORPORATION<br>105 SOUTH 4TH STREET<br>ARTESIA, NM 88210    |
| Admin Contact:                 | TINA HUERTA<br>REG REPORTING SUPERVISOR<br>E-Mail: tinah@yatespetroleum.com                     | TINA HUERTA<br>REG REPORTING SUPERVISOR<br>E-Mail: tinah@yatespetroleum.com |
|                                | Ph: 575-748-4168<br>Fx: 575-748-4585  | Ph: 575-748-4168<br>Fx: 575-748-4585  |
| Tech Contact:                  | TINA HUERTA<br>REG REPORTING SUPERVISOR<br>E-Mail: tinah@yatespetroleum.com                     | TINA HUERTA<br>REG REPORTING SUPERVISOR<br>E-Mail: tinah@yatespetroleum.com |
|                                | Ph: 575-748-4168<br>Fx: 575-748-4585  | Ph: 575-748-4168<br>Fx: 575-748-4585  |
| Location:<br>State:<br>County: | NM<br>CHAVES  | NM<br>CHAVES  |
| Field/Pool:                    | PECOS SLOPE; ABO  | PECOS SLOPE-ABO   |
| Well/Facility:                 | LLOYDS FEDERAL COM 1<br>Sec 11 T9S R25E SWSE 990FSL 1980FEL                                     | LLOYDS FEDERAL COM 1<br>Sec 11 T9S R25E SWSE 990FSL 1980FEL                 |





## BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201 (575) 627-0272

## Permanent Abandonment of Federal Wells Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within ninety (90) days from the approval date of this Notice of Intent to Abandon. If you are unable to plug the well by the 90<sup>th</sup> day provide the BLM Roswell Field Office (RFO), prior to the 90<sup>th</sup> day, with the reason for not meeting the deadline and a date when the BLM Roswell Field Office can expect the well to be plugged. Failure to do so will result in enforcement action. Unless the well has been properly plugged, the rig shall not be removed from over the hole without prior approval.

2. <u>Notification</u>: Contact the BLM Roswell Field Office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, during office hours or after office hours call (575) 627-0205. Engineer on call during office hours phone (575) 627-0275 or phone (after hours) call (575) 626-5749.

3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The minimum BOP requirement is a 2M system for a well not deeper than 9090 feet; a 3M system for a well not deeper than 13636 feet; and a 5M system for a well not deeper than 22727 feet.

4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at a rate of 25 sacks (50 pounds each) of gel per 100 barrels of water. Minimum nine (9) pounds per gallon.

5. <u>Cement Requirement:</u> Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. In lieu of a cement plug in cased hole, a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 50 feet of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either class "C" for up to 7500 feet of depth, mixed at 14.8 lbs./gal with 6.3 gallons of fresh water per sack or class "H" for deeper than 7500 feet plugs, mixed at 16.4 lbs./gal with 4.3 gallons of fresh water per sack.

6. <u>Dry Hole Marker</u>: All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The well bore shall then be capped with a 4-inch pipe, 10 feet in length, 4 feet above the ground and embedded in cement. The following information shall be permanently inscribed on the dry hole marker: Well name and number, the name of the operator, the lease serial number, the surveyed location (the quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer; such as metes and bounds).

7. <u>Subsequent Plugging Reporting</u>: Within 30 days after plugging work is completed, file one original and five copies of the Subsequent Report of Abandonment, Form 3160-5 to the BLM Roswell Field Office. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. **Show date well was plugged.** 

Following the submittal and approval of the Subsequent Report of Abandonment, a Notice of Intent for Final Abandonment with the proposed surface restoration procedure must be submitted for approval.