DEPARTMEN BUREAU OF I SUNDRY NOTICES Do not use this form for p	TED STATES IT OF THE INTERIOR AND MANAGEMENT AND REPORTS ON WELLS proposals to drill or to re-enter an a 3160-3 (APD) for such proposals.	FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010 5. Lease Serial No. NMNM82904 6. If Indian, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE - (	Other instructions on reverse side.	7. If Unit or CA/Agreement, Name and/or No.	
F. Type of Well Gas Well Other		8. Well Name and No. ADELINE ALN FED 1	
2. Name of Operator YATES PETROLEUM CORPORATIONE-N	9. API Well No. 30-015-20939-00-S1		
3a. Address 105 SOUTH FOURTH STREET ARTESIA, NM 88210	3b. Phone No. (include area code) Ph: 575-748-4208 Fx: 575-748-4666	10. Field and Pool, or Exploratory S SAND DUNES	
4. Location of Well (Footage, Sec., T., R., M., or Su	vey Description)	11. County or Parish, and State	
Sec 6 T24S R31E SENW 1980FNL 1980F	WL	EDDY COUNTY, NM	
12. CHECK APPROPRIATE	BOX(ES) TO INDICATE NATURE OF NOTICE,	REPORT, OR OTHER DATA	

TYPE OF SUBMISSION						
☑ Notice of Intent ☐ Subsequent Report		Deepen	Production (Start/Resume)	□ Water Shut-Off		
	🗂 Alter Casing	Fracture Treat	Reclamation	Well Integrity		
	Casing Repair	New Construction	Recomplete	🔀 Other		
Final Abandonment Notice	Change Plans	Plug and Abandon	Temporarily Abandon	Venting and/or Flari ng		
	Convert to Injection	Plug Back	🗖 Water Disposal	·· <i>\</i>		

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 recompleted. 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.)

Flaring will Be at Adeline ALN Federal Battery Which Includes 16 Wells:

 Adeline ALN #1
 API#: 30-015-20939

 Adeline ALN #2
 API# 30-015-27241

 Adeline ALN #3
 API# 30-015-27244

 Adeline ALN #4
 API# 30-015-35523 ±

 Adeline ALN #5
 API# 30-015-36090 ±

 Adeline ALN #6
 API# 30-015-32013 ±

 Adeline ALN #6
 API# 30-015-27248

 Adeline ALN #6
 API# 30-015-27248

 Adeline ALN #7
 API# 30-015-27248

 Adeline ALN #7
 API# 30-015-27249

 Adeline ALN #8
 API# 30-015-27249

 Adeline ALN #9
 API# 30-015-27250

## SEE ATTACHED FOR CONDITIONS OF APPROVAL

Accepted for record

14. I hereby certify the	at the foregoing is true and correct. Electronic Submission #309768 verifie For YATES PETROLEUM CORP Committed to AFMSS for processing by JENN	DRATIC	)N. sent	to the	Carl	sbad		3SET	,	
Name(Printed/Type	d) JULIE STEELE	Title	PROD	PCT		HALYS	тγ#	IES PET	Rd	
Signature	(Electronic Submission)	Date	07/21/			<u>/IED</u>	19	RREC	QRD	
	THIS SPACE FOR FEDERA				IC.F	NSE /		/		<u></u>
				<u> </u>	Ĭ	oer/	1.4/	2015		
Approved By		Title			14	$m/\ell$		IN	Dat	e :
certify that the applicant	f any, are attached. Approval of this notice does not warrant or holds legal or equitable title to those rights in the subject lease applicant to conduct operations thereon.	Office			CAR /CAR	LSBAD	FNEL	ANAGEMEN O OFFICE	vr//	*
Title 18 U.S.C. Section 1 States any false, fictitic	001 and Title 43 U.S.C. Section 1212, make it a crime for any pe ous or fraudulent statements or representations as to any matter w	rson kno ithin its j	wingly an urisdiction	id/willfi 1	ully to	make to	any de	partment or :	akenicy of th	ie United
	** BLM REVISED ** BLM REVISED ** BLM RE	EVISE	D ** BL	M RE	VIS	ED ** E	BLM	REVISE	- ) **	

## Additional data for EC transaction #309768 that would not fit on the form

32. Additional remarks, continued

Adeline ALN #10 API# 30-015-31574 Adeline ALN #11 API# 30-015-31885 Adeline ALN #12 API# 30-015-32014+ Adeline ALN #13 API# 30-015-32942 Adeline ALN #15 API# 30-015-36368 Adeline ALN #16 API# 30-015-27280 Adeline ALN #17 API# 30-015-27281

Yates Respectfully requests permission to flare for 90 Days until October 1, 2015 due to abnormal system pressures in Agave lines. The possibility of flare will be inconsistent, therefore, the volume below can easily fluctuate.

Estimated Flare per day = 300 +/- MCF

This circumstantial flaring could result longer than 24 hour period and possibly more than 144 cumulative authorized under NTL4A III.A. Flare volumes will be reported on OGOR.

1: Report all volumes on OGOR B as disposition code 08.

2. Comply with NTL-4A requirements

3. Subject to like approval from NMOCD

4. <sup>(</sup> Flared volumes will still require payment of royalties

5. Install gas meter on vent/flare line to measure gas prior to venting/flaring operations if it is not equipped as such at this time. Gas meter to meet all requirements for sale meter as Federal Regulations and Onshore Order #5. Include meter serial number on sundry.

6. This approval does not authorize any additional surface disturbance.

7. Submit updated facility diagram as per Onshore Order #3.

8. Approval not to exceed 90 days from date requested on sundry.

9. Submit Subsequent Report to this sundry with actual volumes of gas flared monthly on 3160-5 (sundry notice).

10. If flaring is still required past 90 days submit new request for approval.

11. If a portable unit is used to flare gas it must be monitored at all times.

12. Comply with any restrictions or regulations when on State or Fee surface.

**JAM 101415**