Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| NMOC] | |
|---------|--|
| Artesia | |

| FORM APPROVED |
|----------------------|
| OMB NO, 1004-013 |
| Evniree: Into 31 201 |

5. Lease Serial No. NMNM100549

| | SUNDRY N | OTICES. | AND REF | PORTS ON | I WELLS |
|---|----------|---------|---------------------|----------|----------------|
| | | | | | to re-enter an |
| _ | | 11 E | - 24 <i>6</i> 0 2 / | A CO CO | ah araaaala |

| abandoned we | is form for proposals to il. Use form 3160-3 (APE |)) for such proposals. | ÷ | 6. If Indian, Allottee | or Tribe Name |
|--|---|--|--|--|--|
| SUBMIT IN TRI | PLICATE - Other instruc | tions on reverse side. | | 7. If Unit or CA/Agre | eement, Name and/or No. |
| 1. Type of Well | | | | 8. Well Name and No BLAST BLA FED | |
| ② Oil Well ☐ Gas Well ☐ Ot 2. Name of Operator | | JULIE STEELE | | 9, API Well No. | |
| YATES PETROLEUM CORP | ORATIONE-Mail: JSteele@ya | atespetroleum.com | | 30-015-42146-0 | 00-S1 |
| 3a. Address 105 SOUTH FOURTH STREE ARTESIA, NM 88210 | ΞT | 3b. Phone No. (include area of Ph.: 575-748-4208 Fx: 575-748-4666 | code) | 10. Field and Pool, or BONE SPRING UNDESIGNATI | S |
| 4. Location of Well (Footage, Sec., 7 | . R., M., or Survey Description) | | | 11. County or Parish, | and State |
| Sec 20 T26S R27E NENE 10 32.015617 N Lat, 104.121307 | | | | EDDY COUNT | Y, NM |
| 12. CHECK APP | ROPRIATE BOX(ES) TO | INDICATE NATURE C | OF NOTICE, F | REPORT, OR OTHE | R DATA |
| TYPE OF SUBMISSION | | ТҮРІ | E OF ACTION | | |
| Notice of Intent | ☐ Acidize | ☐ Deepen | ☐ Produc | ction (Start/Resume) | ☐ Water Shut-Off |
| Subsequent Report | ☐ Alter Casing | ☐ Fracture Treat | ☐ Reclar | _ | ■ Well Integrity |
| _ · · | Casing Repair | ☐ New Construction | _ | • | Other Venting and/or Flari |
| ☐ Final Abandonment Notice | ☐ Change Plans ☐ Convert to Injection | ☐ Plug and Abandon☐ Plug Back | ı ☐ Tempo ☐ Water | orarily Abandon | ng |
| Blast BLA Battery Consists of Blast BLA Federal #2 API# 30 Blast BLA Federal #3 API# 30 | 1-015-42146 1-015-42143 | · cr | ZIZ A Marco A | a-i- | |
| Blast BLA Federal #2 API# 30 | -015-42146 | SE lys until gave lines. The possibilit | EE ATTA QXI QLETIIG | CHED FOR NS O YMAIP! | RONSERIVATION |
| Blast BLA Federal #2 API# 30 | 1-015-42146 1-015-42147 ermission to Flare for 90 da mal system pressures in A olume can easily fluctuate. = 692 BBL | SE ays until gave lines. The possibilit | EE ATTA Valatiig d | HNS OFMAILE | RONSERIVATION SIA DISTRICT 3 0 2015 |
| Blast BLA Federal #2 API# 30 Blast BLA Federal #3 API# 30 Yates respectfully requests per October 1, 2015 due to abnorable consistent, therefore, the verage Daily Oil Production | 1-015-42146 1-015-42147 ermission to Flare for 90 da mal system pressures in A olume can easily fluctuate. = 692 BBL | SE sys until gave lines. The possibility of the correction recorrection recorrections. | EE ATTA Qu'altilo d | NS O'FMAQIP! ARTE OCT | 30 2015 |
| Blast BLA Federal #2 API# 30 Blast BLA Federal #3 API# 30 Yates respectfully requests per October 1, 2015 due to abnorable consistent, therefore, the verage Daily Oil Production | 1-015-42146 1-015-42147 ermission to Flare for 90 da mal system pressures in A olume can easily fluctuate. = 692 BBL | gave lines. The possibility | EE ATTA Valatiig d | NS O'FMAQIP! ARTE OCT | RONSERIVATION SIA DISTRICT 3 0 2015 CEIVED |
| Blast BLA Federal #2 API# 30 Blast BLA Federal #3 API# 30 Yates respectfully requests per October 1, 2015 due to abnormable consistent, therefore, the violation and the consistent of the per day = 185 14. I hereby certify that the foregoing is | true and correct. Electronic Submission #36 Electronic Submission #36 For YATES PETROI 1-015-42146 For Process For Process | gave lines. The possibility of t | Wely Information to the Carlster Jon 19/09/201 | ANS OFMADIP! ARTE OCT RE IN System System System System System System | (3 0 2015 CEIVED |
| Blast BLA Federal #2 API# 30 Blast BLA Federal #3 API# 30 Yates respectfully requests per October 1, 2015 due to abnormable consistent, therefore, the violation and the consistent of the second period peri | true and correct. Electronic Submission #36 Electronic Submission #36 For YATES PETROI 1-015-42146 For Process For Process | gave lines. The possibility of t | Wely Information to the Carlston 19/09/201 | ANS OFMADIP! ARTE OCT RE IN System State of the ASO206SE) ALYST YATES PET | 3 0 2015 CEIVED |
| Blast BLA Federal #2 API# 30 Blast BLA Federal #3 API# 30 Yates respectfully requests per October 1, 2015 due to abnormable consistent, therefore, the violation and the consistent of the per day = 185 14. I hereby certify that the foregoing is | e-015-42146 0-015-42147 ermission to Flare for 90 damal system pressures in Acolume can easily fluctuate. 0-692 BBL 0-1-MCF true and correct. Electronic Submission #31 For YATES PETROInitted to AFMSS for process EELE | D8378 verified by the BLM LEUM CORPORATION, seing by JENNIFER SANCHE | Wely Information to the Carlston 19/09/201 | ANS OFMADIP! ARTE OCT RE IN System System System System System System | 3 0 2015 CEIVED |
| Blast BLA Federal #2 API# 30 Blast BLA Federal #3 API# 30 Yates respectfully requests per October 1, 2015 due to abnorm be consistent, therefore, the vice Average Daily Oil Production Estimated Flare per day = 185 14. I hereby certify that the foregoing is Common Name (Printed/Typed) JULIE STI | true and correct. Electronic Submission #3f For YATES PETROI intelled to AFMSS for process | D8378 verified by the BLM LEUM CORPORATION, seing by JENNIFER SANCHE | Wely Information to the Carlstez on 19/09/201 | ANS OFMADIPARTE OCT RE IN System IN SASO206SE) ALYST YATES PET | 3 0 2015 CEIVED |
| Blast BLA Federal #2 API# 30 Blast BLA Federal #3 API# 30 Yates respectfully requests per October 1, 2015 due to abnorm be consistent, therefore, the value of th | true and correct. Electronic Submission #3f For YATES PETROI intelled to AFMSS for process | gave lines. The possibility of t | Wely Information to the Carlstez on 19/09/201 | ANS OFMADIPARTE OCT RE IN System IN SASO206SE) ALYST YATES PET | 3 0 2015 CEIVED |
| Blast BLA Federal #2 API# 30 Blast BLA Federal #3 API# 30 Yates respectfully requests per October 1, 2015 due to abnorm be consistent, therefore, the vice Average Daily Oil Production Estimated Flare per day = 185 14. I hereby certify that the foregoing is Common Name (Printed/Typed) JULIE STI | e-015-42146 e-015-42147 ermission to Flare for 90 da mal system pressures in A olume can easily fluctuate. e-692 BBL for +/- MCF true and correct. Electronic Submission #36 For YATES PETROI (a) the SPACE FOI (b) (c) (c) (c) (c) (c) (c) (c) (c) (c) (c | gave lines. The possibility of t | Well Information to the Carlstez on 19/09/2015 | REINS OFMADIPI ARTE OCT REINS INSUSTRATES PET OTHER REINS OTHER R | 3 0 2015 CEIVED |
| Blast BLA Federal #2 API# 30 Blast BLA Federal #3 API# 30 Yates respectfully requests per October 1, 2015 due to abnorm be consistent, therefore, the value of Average Daily Oil Production: Estimated Flare per day = 185 Community (Electronic Standard of Approved By Conditions of approval, if any, are attached that the applicant holds legal or equal to the standard of the standard | d. Approval of this notice does not appearations thereon. U.S.C. Section 1212, make it a cut-out-out-out-out-out-out-out-out-out-o | gave lines. The possibility of t | Well Information to the Caristez on 19/09/201 TOUCTION:AND LEP TED T/2015 TE OFFICE L AND CARLSBAD and willfully to in | RED SPICE | CEIVED Date |
| Blast BLA Federal #2 API# 30 Blast BLA Federal #3 API# 30 Yates respectfully requests per October 1, 2015 due to abnorm be consistent, therefore, the value of Average Daily Oil Production Estimated Flare per day = 185 14. Thereby certify that the foregoing is Common Name (Printed/Typed) Signature (Electronic States any false, fictitious or fraudulent states any false and f | d. Approval of this notice does not appearations thereon. U.S.C. Section 1212, make it a cut-out-out-out-out-out-out-out-out-out-o | gave lines. The possibility on the possibility of t | Wely Information to the Caristez on 19/09/2015 TE OFFICE LAW OF LAW CARLSBAD and willfully to make the control of the caristes | ARTE OCTOR REPORT | CEIVED Date agency of the United |

Flaring Conditions of Approval

- 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. 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 100915