

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Hobbs

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.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

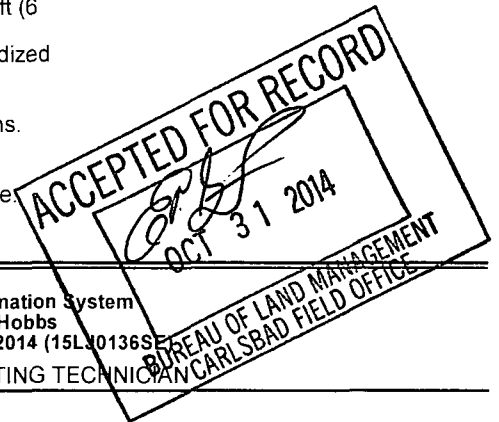
1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMLC068882A
2. Name of Operator YATES PETROLEUM CORPORATION Contact: LAURA WATTS E-Mail: laura@yatespetroleum.com		6. If Indian, Allottee or Tribe Name
3a. Address 105 SOUTH FOURTH STREET ARTESIA, NM 88210	3b. Phone No. (include area code) Ph: 575-748-4272 Fx: 575-748-4585	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 30 T19S R32E SWSW 330FSL 660FWL		8. Well Name and No. FLOOD AFN FED 01
		9. API Well No. 30-025-30944-00-S1
		10. Field and Pool, or Exploratory LUSK
		11. County or Parish, and State LEA COUNTY, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input 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 checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input checked="" 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 type="checkbox"/> Other
	<input 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 shall 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 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.)

5/28/14 - Set RBP at 6,597 ft. Set packer at 6,565 ft. Loaded tubing with 11 bbls 3 percent KCL and tested RBP to 1500 psi. Held good for 10 mins. Bled off pressure and loaded casing with 30 bbls 3 percent KCL. Tested to 500 psi. Lost 10 psi in 10 mins. Bled off pressure and TOOH with packer. Loaded casing with 15 bbls 3 percent KCL. Perforated Delaware 6,489 ft to 6,498 ft (6 holes).
5/29/14 - Spotted 84 gallons 7.5 percent NEFE acid across perfs at 6,489 ft to 6,498 ft. Acidized with remaining 1416 gallons 7.5 percent NEFE acid.
6/1/14 - Released RBP and POOH.
6/2/14 - Circulated 130 bbls 3 percent KCL. Tested annulus to 500 psi, lost 30 psi in 30 mins. Bled off pressure.
7/21/14 - Frac'd with a total of 191,763 lb 20/40 Jordan Unimin and 16/30 Super LC sand.
7/23/14 - Tag fill at 6,595 ft. Break circulation with 40 bbls 3 percent KCL. Reverse circulate.



14. I hereby certify that the foregoing is true and correct. Electronic Submission #257147 verified by the BLM Well Information System For YATES PETROLEUM CORPORATION, sent to the Hobbs Committed to AFMSS for processing by LINDA JIMENEZ on 10/10/2014 (15LJ0136S)	
Name (Printed/Typed) LAURA WATTS	Title REG REPORTING TECHNICIAN
Signature (Electronic Submission)	Date 08/14/2014

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By ACCEPTED	EDWARD FERNANDEZ Title PETROLEUM ENGINEER	Date 10/31/2014
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 Hobbs

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

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Additional data for EC transaction #257147 that would not fit on the form

32. Additional remarks, continued

Washed sand down to 6,600 ft. Circulated clean.

7/24-26/14 - Tagged up at 6,600 ft. Bail sand down to 6,620 ft. Could not make any progress.

Tagged up at 6,620 ft. Break circulation with 30 bbls. Drilled sand down to 6,705 ft. Ran free down to 6,722 ft. Tagged sand again and lost circulation. Pumped 100 bbls 2 percent KCL pumping 2.5 BPM. Circulated clean.

7/27/14 - Tagged up at 6,720 ft. Break circulation with 80 bbls 2 percent KCL. Washed down to 6,785 ft. Circulated hole clean. ND BOP. 2-7/8 inch 6.50 lb J-55 tubing at 6,764 ft.