

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Hobbs

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 <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other Saltwater Disposal Site | | 5. Lease Serial No. NM-120907 |
| 2. Name of Operator YATES PETROLEUM CORPORATION | | 6. If Indian, Allottee or Tribe Name |
| 3a. Address 105 South Fourth Street, Artesia, NM 88210 | 3b. Phone No. (include area code) 575-748-4372 | 7. If Unit of CA/Agreement, Name and/or No. |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 660' FNL and 660' FWL, NW/4 Section 26, T24S-R32E | | 8. Well Name and No. Jackson Federal SWD #1 |
| | | 9. API Well No. 30-025-28242 |
| | | 10. Field and Pool or Exploratory Area Injecting into the Bell Canyon, and Cherry Canyon. |
| | | 11. County or Parish, State Lea |

12. CHECK THE 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 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 Change location |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | Size. |
| | <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 size of the location for this saltwater disposal well to 300' x 300' to match the size of location granted to us in SWD well site Right of Way NM-128217. This is to the will show the location size approved in the APD will match the ROW grant pad size.

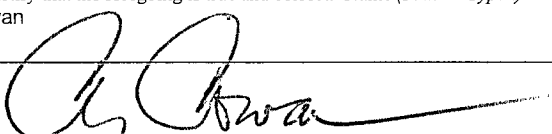
Please note attached reclamation plat.

Thank you.

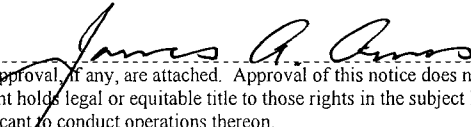
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| | |
|---|-----------------------------|
| 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Cy Cowan | Title Land Regulatory Agent |
| Signature  | Date 09/24/2013 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|------------|--------------|
| Approved by  | Title SEPS | Date 9-26-13 |
| 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 CTD | |

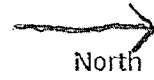
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1713 make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

OCT 03 2013

Jackson Fed SWD #1

Interim Reclamation Well Pad Layout Example*



*dimensions and facilities will vary according to well location specifics

