

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM 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.

HOBBS OCD

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

DEC 09 2014

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		8. Well Name and No. FLOOD AFN FEDERAL 1
2. Name of Operator YATES PETROLEUM CORPORATION Contact: LAURA WATTS Mail: laura@yatespetroleum.com		9. API Well No. 30-025-30944
3a. Address 105 SOUTH FOURTH STREET ARTESIA, NM 88210	3b. Phone No. (include area code) Ph: 575-748-4272 Fx: 575-748-4585	10. Field and Pool, or Exploratory LUSK, DELAWARE, WEST
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 30 T19S R32E SWSW 330FSL 660FWL		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 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 checked="" 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 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 recompletion 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.)

5/20/14 - NU BOP. MIRU to perforate additional Delaware and stimulate. Set CIBP at 6,820 ft. Loaded casing with 112 bbls 3 percent KCL.
 5/21/14 - Loaded casing with 9 bbls 3 percent KCL. Tested casing to 500 psi. Bled off 80 psi in 30 mins. Dump balled cement on CIBP. Charted casing to 500 psi. Lost 55 psi in 30 mins.
 5/22-25/14 - Tested casing and isolated leak coming from top squeeze perfs at 4,424 ft - 4,438 ft. Charted casing to 500 psi in 30 mins. Lost 20 psi. POOH with tools and charted casing again to 500 psi in 30 mins. Lost 20 psi. Notified BLM of leak. BLM to be on location at 7:00 am on 5/27/14 to approve test.
 5/26/14 - Pressured up casing to 540 psi. Charted for 30 mins. Lost 40 psi in 30 mins. BLM approved chart. Tagged TOC at 6,770 ft and perf'd 6,684 ft - 6,700 ft (9 holes). Spotted 84 gallons 7.5 percent NEFE acid. Spotted 210 gallons 7.5 percent NEFE acid at 6,700 ft. Acidized perfs with 2000 gallons 7.5 percent NEFE acid.

NM OIL CONSERVATION
ARTESIA DISTRICT
NOV 21 2014

RECEIVED

14. I hereby certify that the foregoing is true and correct. Electronic Submission #247685 verified by the BLM Well Information System For YATES PETROLEUM CORPORATION, sent to the Hobbs		ACCEPTED FOR RECORD NOV 17 2014 BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE
Name (Printed/Typed) LAURA WATTS	Title REG REPORTING TECHNICIAN	
Signature (Electronic Submission)	Date 05/30/2014	
THIS SPACE FOR FEDERAL OR STATE OFFICE USE		
Approved By	Title	
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 KA
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.		

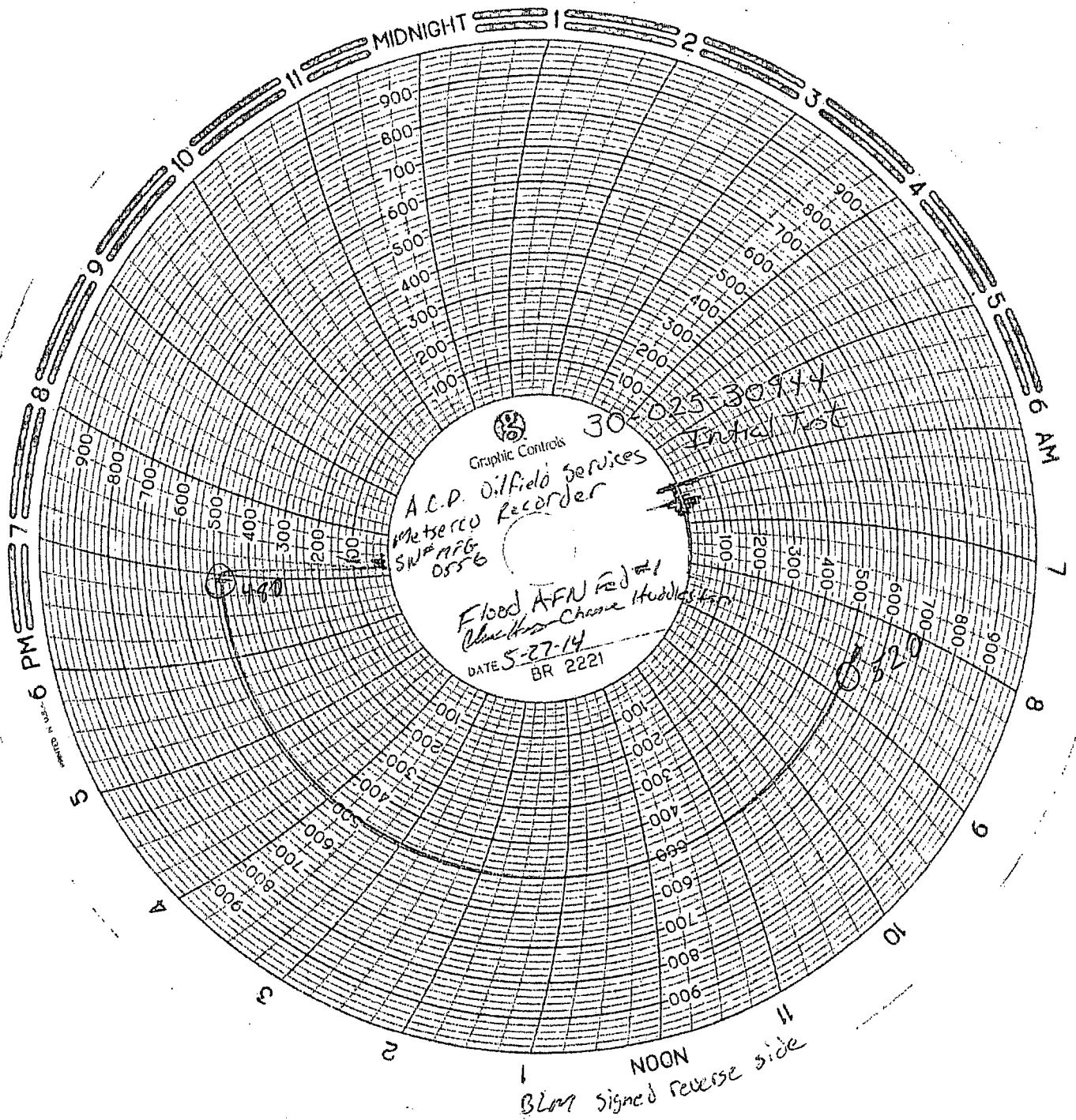
** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **

DEC 11 2014

Additional data for EC transaction #247685 that would not fit on the form

32. Additional remarks, continued

Copy of chart attached, and a copy emailed to NMOCD-Hobbs



Arch Johnson
B (m) 2/26/14
OK