Form 3160-5 (August 2007)

1. Type of Well

Oil Well 🔁 Gas Well 🔲 Other

105 SOUTH 4TH STREET

TYPE OF SUBMISSION

Subsequent Report

☐ Final Abandonment Notice

□ Notice of Intent

ARTESIA, NM 88210

UNITED STATES DEPARTMENT OF THE INT NIM CONSERVATION DIVISION BUREAU OF LAND MANAGEMENT 811 S. FIRST STREET

JACQUETA REEVES

Ph: 575-748-1471

Bb. Phone No. (include area code)

TYPE OF AC

SUNDRY NOTICES AND REPORTS ON WELLS AND 80210

Do not use this form for proposals to drill or to recently and 80210 abandoned well. Use form 3160-3 (APD) for such proposals.

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOT

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

YATES PETROLEUM CORPORATIONE-Mail: jreeves@yatespetroleum.com

□ Acidize

Alter Casing

Casing Repair

☐ Change Plans

Convert to Injection

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 26 T4S R20E SESW 660FSL 1780FWL

FORM APPROVED OMB NO. 1004-0135

| DION | Expires: July 31, 2010 | | |
|---------------------------|---|------------------------|--|
| | 5. Lease Serial No. NMNM37037 | | |
| | 6. If Indian. Allottee o | or Tribe Name | |
| | 7. If Unit or CA/Agre | ement, Name and/or No. | |
| | 8. Well Name and No. ESPERANZA XP | | |
| | 9. API Well No. 30-005-62062-0 | 00-S1 | |
| | To. Field and Pool, or UNDESIGNATE | | |
| | 11. County or Parish, | and State | |
| | CHAVES COUP | NTY, NM | |
| | | | |
| OTICE, RI | EPORT, OR OTHE | R DATA | |
| ACTION | | | |
| Production (Start/Resume) | | ☐ Water Shut-Off | |
| Reclamation | | ■ Well Integrity | |
| Recomplete | | Other Other | |
| ☐ Tempor | arily Abandon | | |
| □ Water D | Disposal | | |
| | roposed work and appro- ertical depths of all pertir | | |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting dat If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zone Atlach 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.) RECEIVED

□ Deepen

☐ Fracture Treat

□ Plug Back

■ New Construction

☐ Plug and Abandon

Reference Order NMNM 37037 3160(NMP0130) Order No. 12EJ01W

This location was re-seeded July 2010. Attached is a copy of the FAN and water well release form as requested by Ernest Jaquez conversation with Michelle Taylor on 1/4/2012.

NMOCD ARTESIA

FEB 15 2012

| 14. Thereby certify that the foregoing is true and correct. Electronic Submission #127295 verified by the BLM Well Information System For YATES PETROLEUM CORPORATION, sent to the Roswell Committed to AFMSS for processing by DAVID GLASS on 01/04/2012 (12DG0053SE) | | | |
|---|----------------------------------|--|--|
| Name(Printed/Typed) JACQUETA REEVES | Title REGULATORY COMPLIANCE TECH | | |
| Signature (Electronic Submission) | Date 01/04/2012 | | |
| ACCEPTED FOR RENSERACE FOR FEDERAL OR STATE OFFICE USE | | | |
| Approved By /\$/ DAVID R. GLASS | Title Date | | |
| Conditions of approval, it 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 entite the applicant to conduct operations thereon. | Office ROSWELL FIELD OFFICE | | |