# Farm 3160-5

OPERATOR'S COPY

UNITED STATES DEPARTMENT OF THE INTERIOR FORM APPROVED

#### (August 2007) OMB No 1004-0137 BUREAU OF LAND MANAGEMENT Expires July 31, 2010 SUNDRY NOTICES AND REPORTS ON WELLS 5. Lease Senal No LC-064073 Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 6 If Indian, Allottee or Tribe Name 7 If Unit or CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE - Other instructions on page 2. NA 1. Type of Well Х Oil Well Gas Well Other 8 Well Name and No Name of Operator Robinson B Federal #1 Yates Petroleum Corporation 9 API Well No 3b. Phone No. (include area code) 30-015-03766 3a Address 105 S. 4th Str., Artesia, NM 88210 575-748-1471 10. Field and Pool or Exploratory Area 4 Location of Well (Footage, Sec., T., R., M., OR Survey Description) GRB, Jackson, 7RVS 11. County or Parish, State 2310'FNL & 2310'FWL of Section 34-T17S-R29E (Unit F, SENW) Eddy County, New Mexico 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidizo Deepen Production (Start/Resume) Water Shut-Off Notice of Intent Alter Casing Reclamation Fracture Treat Well Integrity Casing Repair New Construction Recomplete Other Operator Subscouent Report Change Plans Plue and Abandon Temporardy Abandon Change Final Abandonment Notice Convert to Injection Water Disposal 13 Describe Proposed of Completed Operation. Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof 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 must be filled 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 must be filled once testing has been completed. Final Abandonment Notices must be filled only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection APPROVED Former Operator: SPY LLC P.O. Box 1020 Artesia, NM 88210 JUN 2 9 2012 New Operator. Yates Petroleum Corporation s/JD Whitlock Jr 105 South Fourth Street Artesia, NM 88210 BUREAU OF LAND MANAGEMENT Effective 02/11 CARLSBAD FIELD OFFICE The undersigned accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted on the leased land or portion thereof. Bond NMB000434 SEE ATTACHED FOR B007414

14 I hereby certify that the foregoing is true and correct CONDITIONS OF APPROVAL Name (Printed/Typed) Regulatory Compliance Supervisor Tina Huerta Signature Date February 8, 2011 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Date

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

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

### BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

## Conditions of Approval

### Yates Petroleum Corporation Leonard, Robinson B, Bennett Federal & Shocker 29 federal NMLC065108, NMLC064073,NMNM14785 & NMNM115415

- 1. Tank battery must be bermed/diked (must be able to contain 1 1/2 times the volume of the largest tank).
- 2. Submit for approval of water disposal method.
- 3. Submit updated facility diagrams as per Onshore Order #3
- 4. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 5. All outstanding environmental issue must be addressed within 90 days. Contact Jim Amos for inspection and to resolve environmental issues. 575-234-5909
- 6. Install legible well sign on location with operator name, well name and number, lease number, unit number, 1/4 1/4, section, township, and range. NMOCD requires the API number on well signs.
- 7. Subject to like approval by NMOCD.