

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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.*

5. Lease Serial No. NMNM043625
6. If Indian, Allottee or Tribe Name
7. If Unit or CA/Agreement, Name and/or No. NMNM82527
8. Well Name and No. SAGUARO AGS FED 1
9. API Well No. 30-015-26206-00-S1
10. Field and Pool, or Exploratory S DAGGER DRAW
11. County or Parish, and State EDDY COUNTY, NM

**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	
2. Name of Operator YATES PETROLEUM CORPORATION Contact: TINA HUERTA E-Mail: tinah@yatespetroleum.com	
3a. Address 105 SOUTH FOURTH STREET ARTESIA, NM 88210	3b. Phone No. (include area code) Ph: 575-748-4168 Fx: 575-748-4585
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 11 T20S R24E NWSW 1980FSL 660FWL	

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 Surface Disturbance
	<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.)

Attn: Jim Amos

Per Mike Hill's (YPC) phone conversation with Cody Layton and Jim Amos (BLM-Carlsbad), Yates is submitting this sundry notice to set frac tanks on BLM surface along a road that is adjacent to our Saguaro AGS Fed Com # 1 well.

Yates Petroleum is preparing to fracture stimulate this well that is located 1980?FSL & 660?FWL of Sec. 11-T20S-R24E in Eddy County, NM. We have a produced water pipeline ROW that traverses from Sawbuck Road down to the Saguaro AGS # 1 located along the road that goes to this well and on past it to the Ocotillo "ACI" Federal #1 well on BLM land. We would like to have permission to set 21 frac tanks along this road. Centering the 21 tanks near the center of the Saguaro location access point, this would put



*\* Upon completion of operations minor remediation may be required.*

14. I hereby certify that the foregoing is true and correct. <b>Electronic Submission #211329 verified by the BLM Well Information System For YATES PETROLEUM CORPORATION, sent to the Carlsbad Committed to AFMSS for processing by KURT SIMMONS on 07/02/2013 (13KMS6593SE)</b>	
Name (Printed/Typed) TINA HUERTA	Title REG REPORTING SUPERVISOR
Signature (Electronic Submission)	Date 06/20/2013 <i>Accepted for record RDad NMOC D 8/7/13</i>

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved By <i>James P. Amos</i>	Title <i>SEAS</i>	Date <i>8-1-13</i>
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 <i>CAO</i>	

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.

## **Additional data for EC transaction #211329 that would not fit on the form**

### **32. Additional remarks, continued**

approximately 12 frac tanks on the water line ROW and 9 tanks along the road, but not on our ROW. We are not planning on digging and only doing minimal surface damage by placing the tanks on the naturally flat land along the road. The tanks would be in place for approximately two weeks and they would be filled with only fresh water. I feel this is a much better option than building a frac reservoir as it will do minimal surface damage and will only be in place for a short period of time.