

UNITED STATES
DEPARTMENT OF THE INTERIOR **NMOC-ARTESIA**
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NM-85891
2. Name of Operator Yates Petroleum Corporation 025575		6. If Indian, Allottee or Tribe Name
3a. Address 105 South Fourth Street, Artesia, NM 88210	3b. Phone No. (include area code) (505) 748-1471	7. If Unit or CA/Agreement, Name and/o
4. Location of Well (Footage, Sec, T, R, M, or Survey Description) 430' FNL and 480' FEL Section 3, T24S-R29E		8. Well Name and No. Knoll AOK Federal #4H
		9. API Well No. 30-015-39353
		10. Field and Pool, or Exploratory Area Wildcat Delaware
		11. County or Parish, State Eddy County, New Mexico

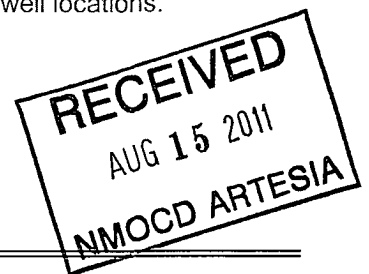
12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

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 Amend
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Surface Use
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	Plan.

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 amend the Surface Use Plan for the captioned to include the construction of a 320' x 320' x 11' freshwater reservoir to be used for fracing operations for the Knoll AOK Federal #4H. The frac pond will be located 40' south of the south side of the proposed Knoll AOK Federal #4H well location. The east side of the frac pond will be next to a 20' wide earthen ramp for unloading water. This ramp will be next to the existing lease road that goes to this well and the Knoll AOK Federal #2H and #4H well locations.

Please note the attached plat showing the location of the proposed freshwater pond.



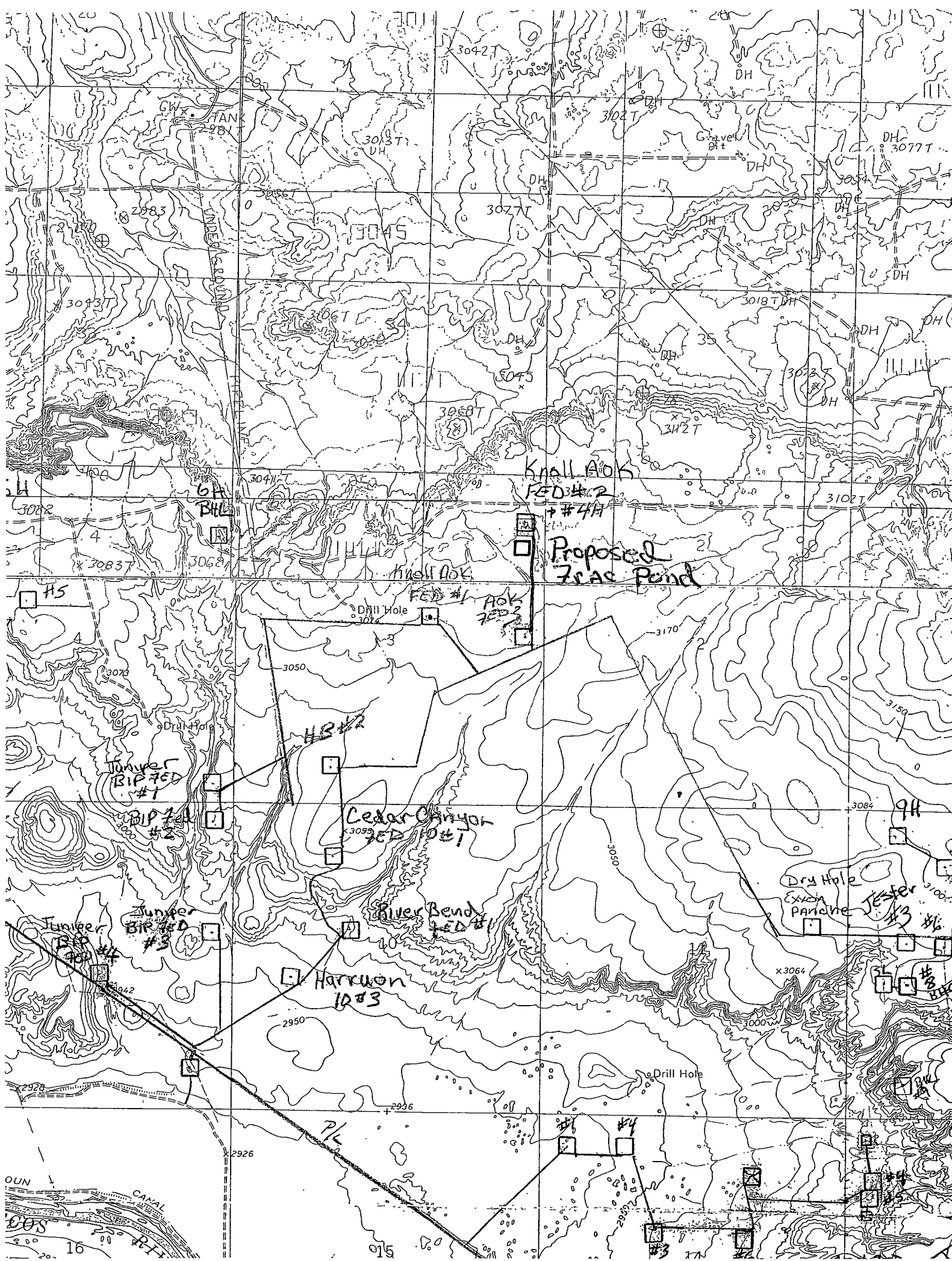
14 I hereby certify that the foregoing is true and correct

Name (Printed/Typed) Cy Cowan	Title Land Regulatory Agent
Signature 	Date June 28, 2011

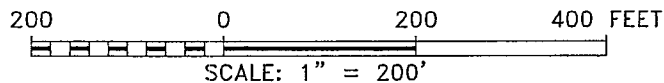
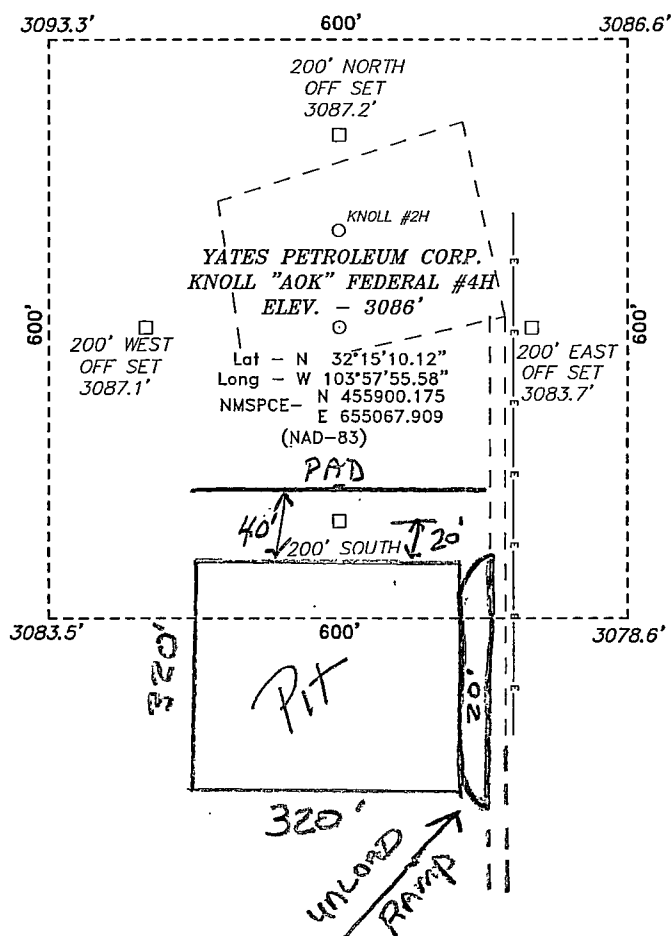
THIS SPACE FOR FEDERAL OR STATE USE

Approved by 	Title SEPS	Date 7-21-11
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 LFD	

Title 18 U.S.C. Section 1001, 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.



SECTION 3, TOWNSHIP 24 SOUTH, RANGE 29 EAST, N.M.P.M.,
EDDY COUNTY, NEW MEXICO.



YATES PETROLEUM CORP.

REF: KNOLL "AOK" FEDERAL #4H / WELL PAD TOPO

THE KNOLL "AOK" FEDERAL #4H LOCATED 430'
FROM THE NORTH LINE AND 480' FROM THE EAST LINE OF
SECTION 3, TOWNSHIP 24 SOUTH, RANGE 29 EAST,
N.M.P.M., EDDY COUNTY, NEW MEXICO.

BASIN SURVEYS P.O. BOX 1786—HOBBS, NEW MEXICO

W.O. Number: 24192 Drawn By: J. SMALL

Date: 02-24-2011 Disk: JMS 24192

Survey Date: 02-22-2011 Sheet 1 of 1 Sheets