

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED
OMB No. 1004-0137
Expires: October 31, 2014

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.
NM-62211

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

7. If Unit of CA/Agreement, Name and/or No.

1. Type of Well
 Oil Well Gas Well Other

8. Well Name and No.
Hanaghan APL Federqal Com. #3H

2. Name of Operator
YATES PETROLEUM CORPORTION

9. API Well No.
30-015-39801

3a. Address
105 South Fourth Street, Artesia, NM 88210

3b. Phone No. (include area code)
575 748-4372

10. Field and Pool or Exploratory Area
Undesignated Bone Spring

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
660' FSL and 180' FWL
Section 31, T19S-R30E

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 <u>Change of Rig to</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>drill this well.</u>
	<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 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 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 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 wish to change the drilling rig that was originally submitted with our APD dated 9/15/2011. We are now planning to use McVay Rig #8. Please advise us if there are any size limitation problems for using this rig in this area. Please note the attached plats that show the original rig layout and the new proposed drilling rig. Thank you for your concern in this matter.

Accepted for record

NMOCD 10/12/2013
12/16/2013

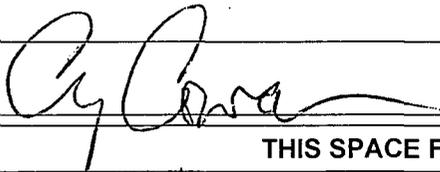
Surface OK - 12/11/13
See Existing Conditions of Approval.

RECEIVED
DEC 16 2013
NMOCD ARTESIA

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)
Cy Cowan

Title Land Regulatory Agent

Signature



Date 11/21/2013

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by
for *Cody J. Myton*

Title *MDS*

Date *12/11/13*

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.

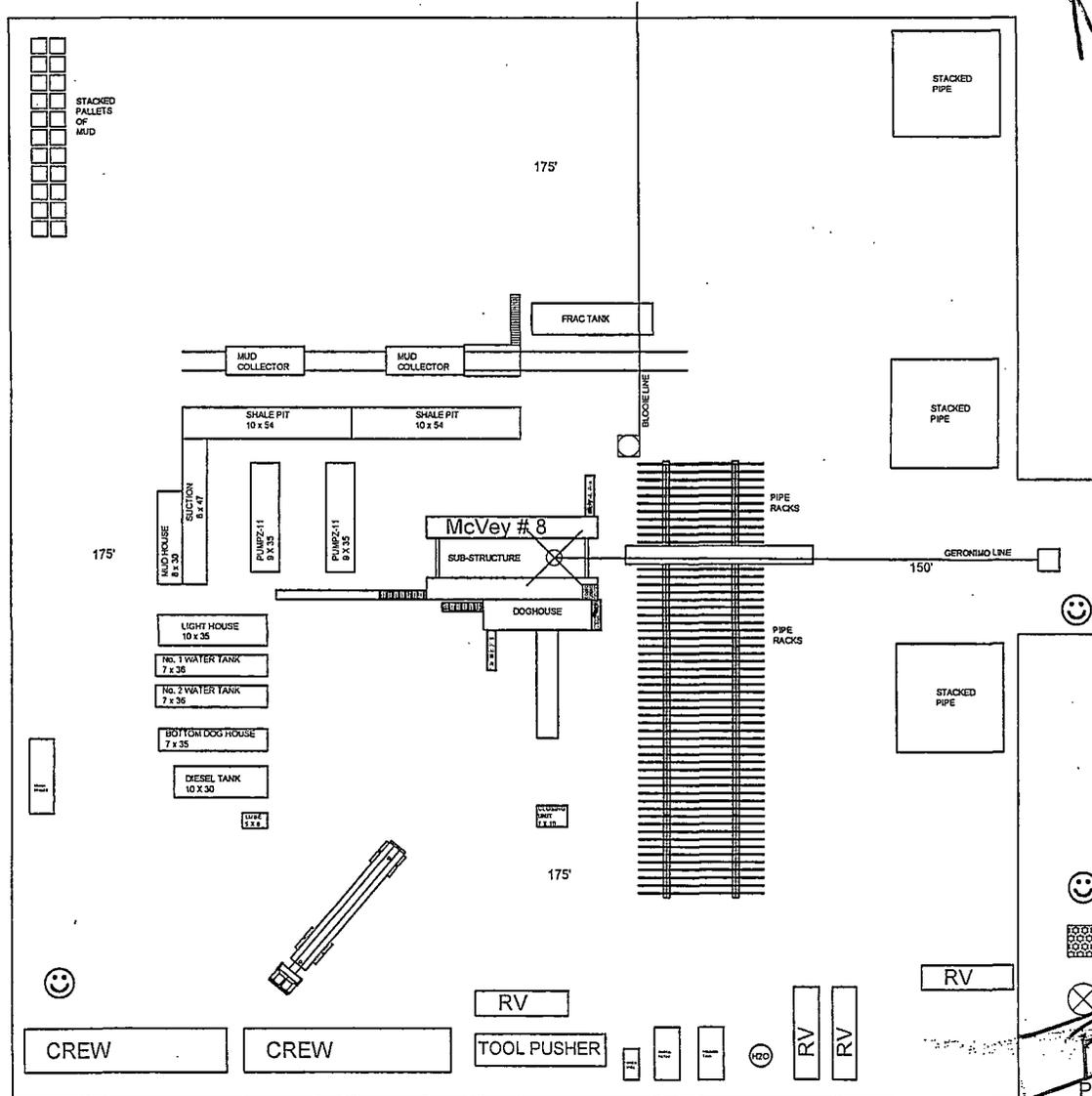
Office *CFO*

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.

YATES PETROLEUM CORPORATION
 Hanagan APL Federal Com. #3H
 660' FSL and 180' FWL SHL
 660' FSL and 330' FEL BHL
 Section 31, T19S-R30E
 Eddy County, NM Exhibit B

YATES PETROLEUM CORPORATION
 McVey # 8
 10-09-13

350.00



NW
 SE

325.00

- ☺ Safe Briefing Area with caution signs and breathing equipment
- ☒ Wind Direction Indicators
- ⊗ H2S Monitor with alarm at the well nipple

PAD LAYOUT
 Scale: 1 Inch = 60 feet

BOND



Yates Petroleum Corporation

Location Layout for Permian Basin

YATES PETROLEUM CORPORATION
Hanagan APL Federal Com. #3H
660' FSL and 180' FWL SHL
660' FSL and 330' FEL BHL
Section 31, T19S-R30E
Eddy County, NM Exhibit B

Closed Loop Design Plan

* NOT TO SCALE

