Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR

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SUNDRY Do not use th abandoned we	5. Lease Scrial No. NMNM82904 6. If Indian, Allottee or Tribe Name								
SUBMIT IN TRI	PLICATE - Other instruc	tions on reverse side.		7. If Unit or CA/Agre	eement, Name and/or No.				
Type of Well Gas Well □ Otl	her '			8. Well Name and No ADELINE ALN F					
2. Name of Operator YATES PETROLEUM CORP		JULIE STEELE atespetroleum.com		9. API Well No. 30-015-20939-	00-S1				
3a. Address 105 SOUTH FOURTH STREE ARTESIA, NM 88210	≣T _.	3b. Phone No. (include area code Ph: 575-748-4208 Fx: 575-748-4666	;)·	10. Field and Pool, of S SAND DUNE	r Exploratory S				
4. Location of Well (Footage, Sec., 7	., R., M., or Survey Description)		11. County or Parish,	and State					
Sec 6 T24S R31E SENW 198		EDDY COUNTY, NM							
12. CHECK APPI	ROPRIATE BOX(ES) TO	INDICATE NATURE OF	NOTICE, RI	EPORT, OR OTHE	R DATA				
TYPE OF SUBMISSION	TYPE OF ACTION								
Notice of Intent .	☐ Alter Casing ☐ Fracture T		☐ Product	ion (Start/Resume)	☐ Water Shut-Off ☐ Well Integrity				
☐ Subsequent Report	☐ Casing Repair	☐ New Construction	☐ Recomp	Other					
☐ Final Abandonment Notice	☐ Change Plans	□ Plug and Abandon	□ Tempor	arily Abandon	Venting and/or Flari ng				
	Convert to Injection	□ Plug Back	■ Water D	Disposal	<u>-</u>				

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 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.)

Flaring will Be at Adeline ALN Federal Battery Which Includes 16 Wells:

Adeline ALN #1 API#: 30-015-20939 Adeline ALN #2 API# 30-015-27241 Adeline ALN #3 API# 30-015-27244 Adeline ALN #4 API# 30-015-35523 Adeline ALN #5 API# 30-015-36090
Adeline ALN #6 API# 30-015-32013
Adeline ALN #7 API# 30-015-27248 Adeline ALN #8 API# 30-015-27249 Adeline ALN #9 API# 30-015-27250

SEE ATTACHED FOR CONDITIONS OF APPROVAL

14. I hereby certify that th	te foregoing is true and correct. Electronic Submission #309768 verifie For YATES PETROLEUM CORP Committed to AFMSS for processing by JENN	ORATIO	ON, ser	it to the	e Carl	sbad		2/35E)	· /		
Name (Printed/Typed)	JULIE STEELE	Title	PRO					ITES PE			
Signature	(Electronic Submission)	Date		1/2015	L		I_{-}	R RE	CORD		
	THIS SPACE FOR FEDERA	L OR	STAT	F OF	ICE	HSE	1 1	2015	h.	1/	
certify that the applicant hol	ny, are attached. Approval of this notice does not warrant or ds legal or equitable title to those rights in the subject lease	Title		5	jete al	O OF LI RLSBAL	AND W FIEL	MNAGEM D OFFICE	 	Date	j k
which would entitle the appl	icant to conduct operations thereon.	Office	<u> </u>	/		- 1					
Title 18 U.S.C. Section 100	and Title 43 U.S.C. Section 1212, make it a crime for any pe	rson kn	owingly a	ind/will	fully to	make t	o anv d	lepartment o	r abericy o	f the Ur	ited

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Additional data for EC transaction #309768 that would not fit on the form

32. Additional remarks, continued

Adeline ALN #10 API# 30-015-31574 Adeline ALN #11 API# 30-015-31885 Adeline ALN #12 API# 30-015-32014+1 Adeline ALN #13 API# 30-015-32942 Adeline ALN #15 API# 30-015-36368 Adeline ALN #16 API# 30-015-27280 Adeline ALN #17 API# 30-015-27281

Yates Respectfully requests permission to flare for 90 Days until October 1, 2015 due to abnormal system pressures in Agave lines. The possibility of flare will be inconsistent, therefore, the volume below can easily fluctuate.

Estimated Flare per day = 300 +/- MCF

This circumstantial flaring could result longer than 24 hour period and possibly more than 144 cumulative authorized under NTL4A III.A. Flare volumes will be reported on OGOR.

Flaring Conditions of Approval

- 1: Report all volumes on OGOR B as disposition code 08.
- 2. Comply with NTL-4A requirements
- 3. Subject to like approval from NMOCD
- 4. Flared volumes will still require payment of royalties
- 5. Install gas meter on vent/flare line to measure gas prior to venting/flaring operations if it is not equipped as such at this time. Gas meter to meet all requirements for sale meter as Federal Regulations and Onshore Order #5. Include meter serial number on sundry.
- 6. This approval does not authorize any additional surface disturbance.
- 7. Submit updated facility diagram as per Onshore Order #3.
- 8. Approval not to exceed 90 days from date requested on sundry.
- 9. Submit Subsequent Report to this sundry with actual volumes of gas flared monthly on 3160-5 (sundry notice).
- 10. If flaring is still required past 90 days submit new request for approval.
- 11. If a portable unit is used to flare gas it must be monitored at all times.
- 12. Comply with any restrictions or regulations when on State or Fee surface.

JAM 101415