Form 3 160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

OCD Antesfa

. FORM APPROVED OMB No. 1004-0135 Expires Inovember 30, 2000

5. Lease Serial No.

NM-57274

6 If Indian Allottee or Tribe Name

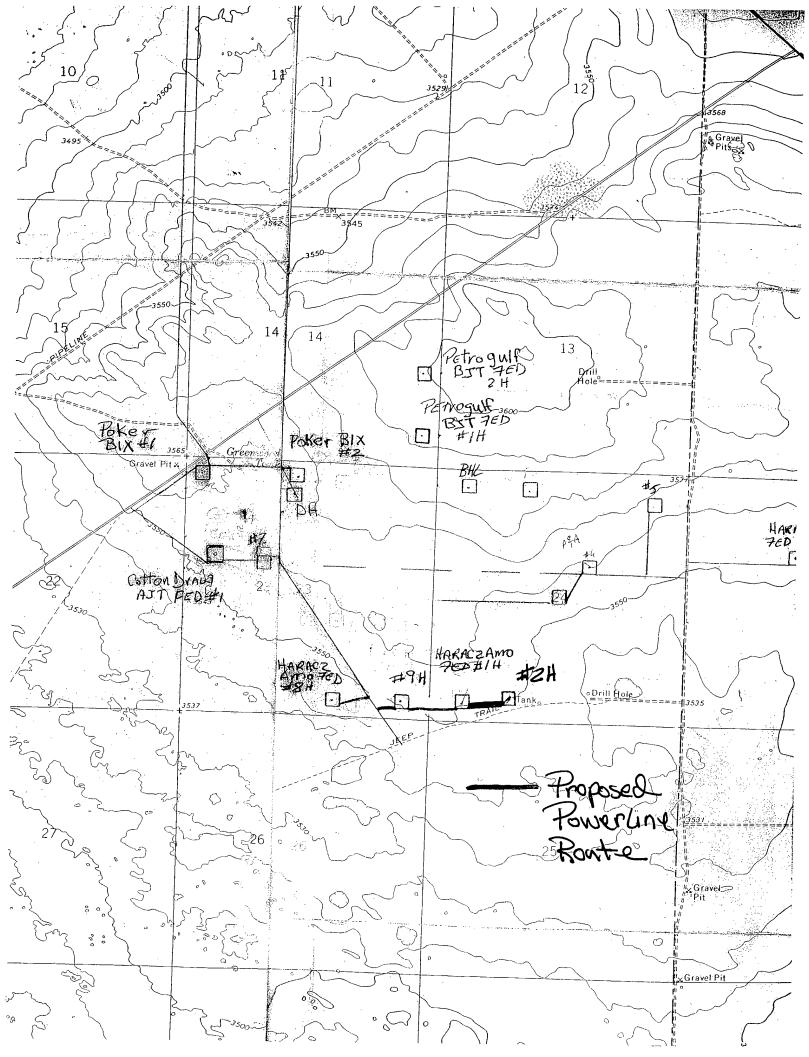
abandoned well. Use Form 3160-3 (APD) for such proposals.			6. If Indian, Allottee or Tribe Name			
SUBMIT IN TRIPLICATE — Other instructions on reverse side			7. If Unit or CA/Agreement, Name and/o			
1. Type of Well		* 1.81.26 to.				
Oil Well Gas Well XOther			8. Well Name and No.			
2. Name of Operator			Haracz AMO Federal #2H			
Yates Petroleum Corporation			9. API Well No.			
3a. Address 3		p. Phone No. (include area code)		30-015-36355		
105 South Fourth Street, Artesia, NM 88210		505) 748-1471		10. Field and Pool, or Exploratory Arca		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)				Cotton Draw Brushy Ćanyon		
500' FSL	Hole Location					
330' FNL and 1980' FWL Bottom Ho Section 24, T24S-R31E		le Location	Eddy Co.			
12. CHECK APPRO	PRIATE BOX(ES) TO INDIC.	ATE NATURE OF	NOTICE, REPO	ORT, OR OTHER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION					
Notice of Intent	Acidize Alter Casing	Deepon Fracture Treat	Production Reclamatio			
Subsequent Report	Casing Repair Change Plans	New Construction Plug and Abandon	Recomplete Temporaril			
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disp	osal		
13. Describe Proposed or Completed Opera If the proposal is to deepen directional Attach the Bond under which the worl Following completion of the involved of Testing has been completed. Final At- determined that the site is ready for final	tions (clearly state all pertinent details, ly or recomplete horizontally, give sub will be performed or provide the Bor operations. If the operation results in a pandonment Notices shall be filed only inspection.)	including estimated star surface locations and med and No. on file with BLM multiple completion or after all requirements, i	ting date of any pro- nsured and true vert l/BIA. Required su- recompletion in a no- ncluding reclamation	posed work and approximate duration thereof, ical depths of all pertinent markers and zones obsequent reports shall be filed within 30 days aw interval, a Form 3160-4 shall be filed once in, have been completed, and the operator has		
Yates Petroleum Corporatio	n wishes to amend the su	rface use plan fo	or the caption	ed to include one (1) 3 phase,		
480 volt raptor proof powerline which will also include poles, anchors, and related appurtenances. The proposed						
powerline will go from the Ha	aracz AMO Federal #1H e	ast following the	existing roa	d to the southwest corner of the		
Haracz AMO Federal #2H w	ell location. The length of	f the powerline w	ill be 618.5 f	eet.		
Please note attached plat.			RECEIVED			
Thank you.			JAN 25 2011			
				NMOCD ARTESIA		
14. I hereby certify that the foregoing	g is true and correct					
Name (Printed Pyped)	Title Land Regulatory Agent					
Signayore Cy Cowan		Date				
January 7, 2011 THIS SPACE FOR FEDERAL OR STATE USE						
Approved by						
/s/ Don Peterson		FIELD MANAGER Date JAR 2 1 2004				
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 ARLSBAD FIELD OFFICE*						

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 factitious or fraudulent statements or representations as to any matter within its jurisdiction.





SECTION 24, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M., NEW MEXICO. EDDY COUNTY, 600' 3551.7 3548.5" 150' NORTH OFF SET 3551.7° YATES PETROLEUM CORP. HARACZ "AMO" FEDERAL #2H ELEV. - 3549' 150' WEST OFF SET [] 150' EAST D OFF SET 3548.7' 0 3549.3 Lat - N 32"11"49.23" 600, Long - W 103'44'04.89" NMSPCE- N 435920.9 E 726512.8 (NAD-83) 150' SOUTH OFF SET 3548.0 PROPOSED LEASE ROAD 959.1" 2-TRACK 3545.3 600 3547.3' 200 200 400 FEET SCALE: 1" = 200 YATES PETROLEUM CORP. HARACZ "AMO" FEDERAL #2H / WELL PAD TOPO THE HARACZ "AMO" FEDERAL #2H LOCATED 500' FROM THE SOUTH LINE AND 1650' FROM THE WEST LINE OF SECTION 24, TOWNSHIP 24 SOUTH, RANGE 31 EAST, BASIN SURVEYS P.O. BOX 1786 - HOBBS, NEW MEXICO N.M.P.M., EDDY COUNTY, NEW MEXICO. J. SMALL W.O. Number: 21608 Drawn By: 21608 Sheet Sheets Date: 08-04-2009 Disk: JMS Survey Date: 08-03-2009



Company Reference: Yates Petroleum Corporation Well No. & Name: Haracz AMO Federal #1H & #2H Lease #: NM 57274

STANDARD STIPULATIONS FOR OVERHEAD ELECTRIC DISTRIBUTION LINES

A copy of the grant and attachments, including stipulations, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

- 1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
- 4. There will be no clearing or blading of the right-of-way unless otherwise agreed to in writing by the Authorized Officer.
- 5. Powerlines shall be constructed in accordance to standards outlined in "Suggested Practices for Raptor Protection on Powerlines," Raptor Research Foundation, Inc., 1981. The holder shall assume the burden and expense of proving that pole designs not shown in the above publication

are "raptor safe." Such proof shall be provided by a raptor expert approved by the Authorized Officer. The BLM reserves the right to require modification or additions to all powerline structures placed on this right-of-way, should they be necessary to ensure the safety of large perching birds. Such modifications and/or additions shall be made by the holder without liability or expense to the United States.

- 6. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting the fence. No permanent gates will be allowed unless approved by the Authorized Officer.
- 7. The BLM serial number assigned to this authorization shall be posted in a permanent, conspicuous manner where the power line crosses roads and at all serviced facilities. Numbers will be at least two inches high and will be affixed to the pole nearest the road crossing and at the facilities served.
- 8. Upon cancellation, relinquishment, or expiration of this grant, the holder shall comply with those abandonment procedures as prescribed by the Authorized Officer.
- 9. All surface structures (poles, lines, transformers, etc.) shall be removed within 180 days of abandonment, relinquishment, or termination of use of the serviced facility or facilities or within 180 days of abandonment, relinquishment, cancellation, or expiration of this grant, whichever comes first. This will not apply where the power line extends service to an active, adjoining facility or facilities.
- 10. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

11. Special Stipulations:

- For reclamation remove poles, lines, transformer, etc. and dispose of properly.
- Fill in any holes from the poles removed.
- Due to being within the Lesser Prairie Chicken habitat, all construction activities will be restricted to the hours of 9:00 am through 3:00 am for the period of March 1 through June 15. No construction activities will be allowed between 3:00 am and 9:00 am.
- Please notify the BLM, Carlsbad Field Office five days prior to the start of construction. Please contact Paul Evans at (575-234-5977 or 575-361-7548) for monitoring construction of the project.