2/27/2014

OLM

PMAM1405835123

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

INCL Non-Standard Location I INSP-Mon-Standard Proration Unit I ISO-Simultaneous Dedication
Application Acronyms:
WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE
THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIO

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] [FOR-Qualified Enhanced Oil Recovery Certification] [IPPR-Positive Production Response]

	[EOI/-Wuai	illed Elillanced On Recovery Certi	ication [FFR-Fositive Floade	tion itesponses
[1]	TYPE OF AP [A]	PLICATION - Check Those Which Location - Spacing Unit - Simultar NSL NSP SD		-OLM -YAtes Petnoceur 255-75
	Check [B]	One Only for [B] or [C] Commingling - Storage - Measure DHC CTB PLC		- YAtes Petroley, 25575 - DAGGER Draw Federal #136 M 30-015-27179
	[C]	Injection - Disposal - Pressure Inc WFX PMX SW		
	[D]	Other: Specify		
[2]	NOTIFICAT	ION REQUIRED TO: - Check The Working, Royalty or Overrid		~ 3
	[B]	Offset Operators, Leaseholde	ers or Surface Owner	n O
	[C]	Application is One Which Re	equires Published Legal Notice	-N. Seven River
	[D]	Notification and/or Concurre U.S. Bureau of Land Management - Commiss	nt Approval by ELM or SLO sioner of Public Lands, State Land Office	Poul -N. Scuen River Glonietz- yese 97565
	[E]	For all of the above, Proof of	Notification or Publication is Atta	
	[F]	Waivers are Attached		
[3]		CURATE AND COMPLETE INF ATION INDICATED ABOVE.	FORMATION REQUIRED TO	PROCESS THE TYPE
	val is accurate a	ΓΙΟΝ: I hereby certify that the info and complete to the best of my know quired information and notifications	ledge. I also understand that no a	
	Note:	Statement must be completed by an indi	vidual with managerial and/or superviso	ory capacity.
Miriam M Print o	Morales r Type Name	Signature	Production Analyst Title	2/20/14 Date
			mmorales@yatespetr	oleum.com

e-mail Address

<u>District I</u> 1625 N. French Drive, Hobbs, NM 88240

District II

1301 W. Grand Ave, Artesia, NM 88210

District III

1000 Rio Brazos Road, Aztec, NM 87410

E-MAIL ADDRESS: <u>mmorales@yatespetrolem.com</u>

District IV

1220 S. St Francis Dr, Santa Fe, NM

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-107-B Revised June 10, 2003

OIL CONSERVATION DIVISION

1220 S. St Francis Drive Santa Fe, New Mexico 87505

Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

APPLICATION	FOR SURFACE	COMMINGLING	(DIVERSE	OWNERSHIP)			
OPERATOR NAME: Yates Po	etroleum Corporation						
OPERATOR ADDRESS: 105 Sou	th Fourth St. Artesia, N	M 88210					
APPLICATION TYPE:							
☐ Pool Commingling ☐ Lease Commingling ☐ Pool and Lease Commingling ☐ Off-Lease Storage and Measurement (Only if not Surface Commingled)							
LEASE TYPE: Fee	State 🛛 Fede						
Is this an Amendment to existing Order? Yes No If "Yes", please include the appropriate Order No. Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling Yes No							
(A) POOL COMMINGLING Please attach sheets with the following information							
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes		
		-					
		-					
		-					
		_					
(2) Are any wells producing at top allowables? ☐ Yes ☐ No (3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No. (4) Measurement type: ☐ Metering ☐ Other (Specify) (5) Will commingling decrease the value of production? ☐ Yes ☐ No If "yes", describe why commingling should be approved							
		SE COMMINGLINgs with the following in					
Please attach sheets with the following information (1) Pool Name and Code. (2) Is all production from same source of supply?							
		LEASE COMMIN s with the following in					
(1) Complete Sections A and E.	Tiende attack dilect	inc ronoming in	and the state of t				
(D) OFF-LEASE ST	ORAGE and MEA ets with the following					
(1) Is all production from same source of			miormation				
(2) Include proof of notice to all interest				···			
(E) ADDITIONAL INFORMATION (for all application types) Please attach sheets with the following information							
(1) A schematic diagram of facility inclu		s with the following ii	HIOTHIALION				
 A schematic diagram of facility, including legal location. A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved. Lease Names, Lease and Well Numbers, and API Numbers. 							
I hereby certify that the information above	is true and complete to the	best of my knowledge an	d belief.				
SIGNATURED Clam K		TLE: Production Analys		DATE:	20/14		
TYPE OR PRINT NAME Miriam Moral	es		TEI	LEPHONE NO.: (575) 7	48-1471		

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS 5. Lease Serial No. NMNM-0559175									
abandoned well. Use Form 3160-3 (APD) i	· ·		ttee or Tribe Name						
SUBMIT IN TRIPLICATE - Other in	7. If Unit or CA/	7. If Unit or CA/Agreement, Name and/or No.							
1. Type of Well									
X Oil Well Gas Well Other	8. Well Name a	8. Well Name and No.							
2. Name of Operator	Dagger Dra	Dagger Draw Federal #13							
Yates Petroleum Corporation	In a second	9. API Well No.							
3a. Address	3b. Phone No. (include area code)		30-015-27179						
105 S. 4th St., Artesia, NM 88210	575-748-1471		ool or Exploratory Area						
4. Location of Well (Footage, Sec., T., R., M., OR Survey Description)			Rivers; Glorieta-Yeso						
4000/ENI 9 4000/EN/ 0	. 5. 051114	11. County or Pa	·						
1980' FNL & 1980' FWL Sec. 30-T19S-R25E Uni			ty, New Mexico						
12. CHECK APPROPRIATE BOX(ES) TO	INDICATE NATURE OF NOTIC	CE, REPORT, OR C	OTHER DATA						
TYPE OF SUBMISSION	TYPE OF ACT	TION							
Acidize	Deepen Pro	oduction (Start/Resume)	Water Shut-Off						
Notice of Intent Alter Casing	Fracture Treat Re	clamation	Well Integrity						
Subsequent Report	New Construction Re-	complete	X Other Off lease						
Change Plans	Plug and Abandon Te	mporarily Abandon	measurement						
Final Abandonment Notice Convert to Injection	Plug Back Wa	uer Disposal							
14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)									
Miriam Morales	Title Production A	nalyst							
Signature Date 2/26/14									
THIS SPACE	FOR FEDERAL OR STATE OFFICE L	JSE							
Approved by	Title	D	ate						
Conditions of approval, if any, are attached. Approval of this notice do certify that the applicant holds legal or equitable title to those rights in which would entitle the applicant to conduct operations thereon.									

Continuation on off lease measurement for Dagger Draw Federal #13.

Oil measurement

Tanks will be isolated and no surface commingling will take place.

Gas Measurement

The well will have its own meter and no surface commingle will take place.

By utilizing the existing facilities the off lease measurement of production is in the interest of conservation, the reduction of environmental impact area, and overall emissions. It will not reduce royalty or improper measurement of production. No royalty rate or values will be affected.

We understand that the request approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument. And, we will submit within 30 days an application for right-of-way approval to the BLM's Realty Section in your office if we have not already done so.

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico

Energy, Minerals & Natural Resources Department ED

OIL CONSERVATION DIVISION

1220 South St. Francis Dr. Santa Fe, NM 87505

NOV 20 2013 DUOCO Form C-102

Revised August 1, 2011 Submit one copy to appropriate District Office

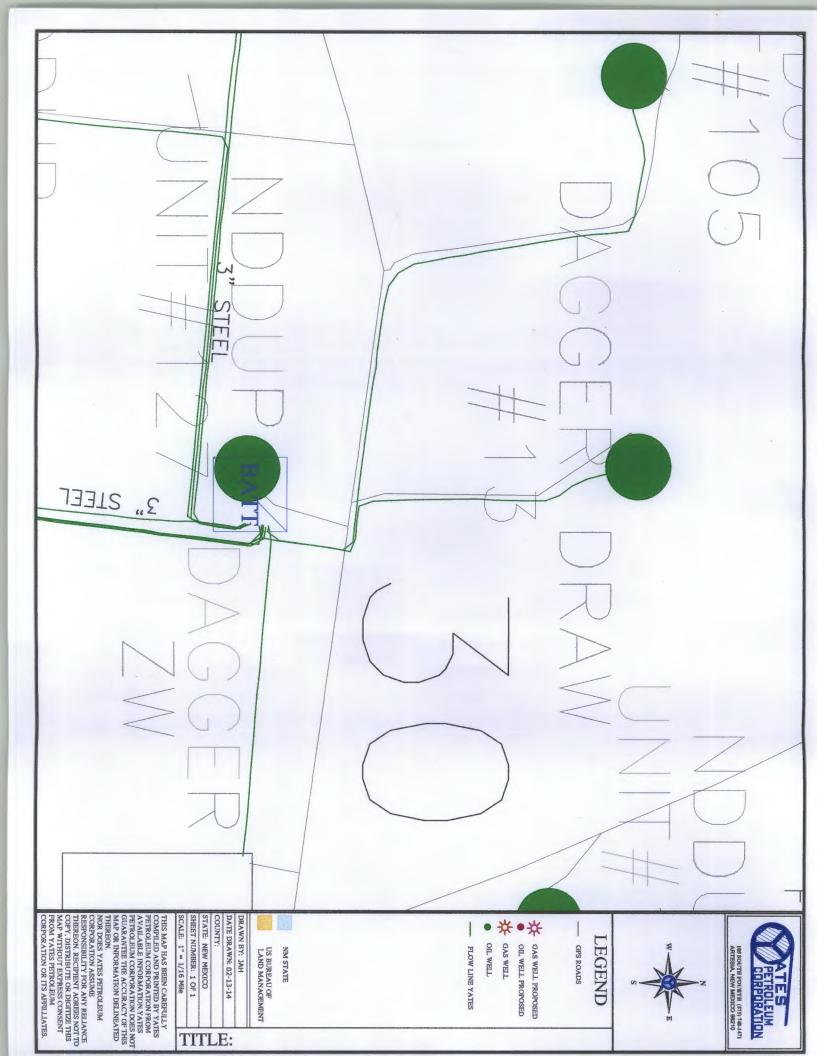
☐ AMENDED REPORT

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v	1 7	٦.	JL.	, L	Л.	, С	Α	יוו	U.	IN.	A	N	IJ	А	L.	ĸ	\mathbf{E}_{I}	41	11	L	JΓ	Ы.	'n	L.	Α	П	U	אוני	r	'L	А	. 1

	API Number			2-Pool Code		J Pool Name							
() 30	30-015-27179 97565 N. Seven Rivers; Glorieta-Yeso												
Property Code SProperty Name Well Num									Well Number				
34689 Dagger Draw Federal 13									13				
OGRID No. SOperator Name Selevation									⁹ Elevation				
025575		Yates Petroleum Corporation 3554'											
					¹⁰ Surface	Location							
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County				
F	30	198	25E		1980	North	1980	West	Eddy				
		· · · · · · · · · · · · · · · · · · ·	п Вс	ttom Hol	e Location If	Different Fron	n Surface						
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County				
•													
Dedicated Acres	Joint o	r Infili 14 Co	onsolidation	Code 15 Or	der No.								
40	ł												

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

16					"OPERATOR CERTIFICATION
		ľ			I hereby certify that the information contained herein is true and complete
				,	to the best of my knowledge and belief, and that this organization either
					owns a working interest or unleased mineral interest in the land including
					the proposed bottom hole location or has a right to drill this well at this
					location pursuant to a contract with an owner of such a mineral or working
					interest, or to a voluntary pooling agreement or a compulsory pooling
					order heretofore entered by the division.
		2			Laura Watts November 14, 2013
		480'N		(Signature Date
		5			Laura Watts Printed Name
_ ::==: :=	1980'W				
	l'' '-		}		laura@yatespetroleum.com
	1	Ì			E-mail Address
					"SURVEYOR CERTIFICATION
			!		I hereby certify that the well location shown on this
					plat was plotted from field notes of actual surveys
					made by me or under my supervision, and that the
					same is true and correct to the best of my belief.
					Date of Survey
					Signature and Seal of Professional Surveyor:
		1			Signature and Sea of Fiolessional Surveyor:
İ	1				
1	1				
	1 [·
		1			Certificate Number
		!			Catalogic Primiter
<u> </u>			<u> </u>		<u> </u>





Dagger ZW Com Battery SEC 30 - T 19 S - R 25 E NESW

EDDY County, NM

Z

Mike Farmer - Foreman 105 GAS WATER O 105 S January, 2014 (3) 2270 Dagger Draw #13 This diagram is subject to the Yates Petroleum Corporation August 1983 Security Plan which is on file at 105 South 4th Street, Artesia, NM O Q 2271 O VALVE JOYCE 2 FLOWLINE VALVES SEALED CLOSED DURING OIL SALE Q (3) 2260 SAVANNAH 1 O 2261 O DRAIN LINE 127 & 130 FWKO 0 0 Q O127 O129 **Z2S ODAGGER ZW 2** O PINCUSHION 2
O Savannah #3H Savannah #3H H H No (E N (E) 2082 **(**1) Yeso (Dagger Draw #13)
 Oil- Savannah #1, Joyce #2, NDDUP #105,127,129) Water Oil -Yeso (Savannah 3H & Dagger ZW #2)
Gas 210 W/I d O #13636 10 OT 9

MARTIN YATES, III

FRANK W. YATES

S.P YATES 1914-2008



105 SOUTH FOURTH STREET

ARTESIA, NEW MEXICO 88210-2118

TELEPHONE (575) 748-1471

www.yatespetroleum.com

JOHN A. YATES CHAIRMAN EMERITUS

JOHN A. YATES JR. CHAIRMAN OF THE BOARD PRESIDENT

JOHN D. PERINI
EXECUTIVE VICE PRESIDENT

JAMES S. BROWN CHIEF OPERATING OFFICER

RE: Off Lease Measurement Dagger Draw Federal #13 Eddy County, New Mexico

Dear Interest Owner,

Yates Petroleum is notifying you of an application to off lease measure production from the Dagger Daw Federal #13.

The production will be measured and sold at the Dagger ZW tank battery facilities located at NESW Sec. 30-T19S-25E.

All owners are being notified.

Oil measurement

Tanks will be isolated and no surface commingling will take place.

Gas Measurement

The well will have its own meter and no surface commingle will take place.

By utilizing the existing facilities the off lease measurement of production is in the interest of conservation, the reduction of environmental impact area, and overall emissions. It will not reduce royalty or improper measurement of production. No royalty rate or values will be affected.

We understand that the request approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument. And, we will submit within 30 days an application for right-of-way approval to the BLM's Realty Section in your office if we have not already done so.

If you should have any questions, please call me at (575) 748-4200 (direct line)

Sincerely,

Miriam Morales Production Analyst

I hereby approve this application

KATHY H. PORTER

DENNIS G. KINSEY

MARTIN YATES, III
1912-1985

FRANK W. YATES
1936-1986

S.P YATES

1914-2008



105 SOUTH FOURTH STREET

ARTESIA, NEW MEXICO 88210-2118

TELEPHONE (575) 748-1471

www.yatespetroleum.com

JOHN A. YATES

JOHN A. YATES JR.
CHAIRMAN OF THE BOARD
PRESIDENT

JOHN D. PERINI
EXECUTIVE VICE PRESIDENT
CHIEF FINANCIAL OFFICER

JAMES S. BROWN CHIEF OPERATING OFFICER

February 20, 2014

RE: Off Lease Measurement Dagger Draw Federal #13 Eddy County, New Mexico

Dear Interest Owner,

Yates Petroleum is requesting approval from the Bureau of Land Management and Oil Conservation Division to off lease measure production from the Dagger Draw Federal #13.

The production will be measured and sold at the Dagger ZW tank battery facilities located at NESW, Sec. 30-T19S-25E. All owners will be notified.

Oil measurement

Tanks will be isolated and no surface commingling will take place.

Gas Measurement

The well will have its own meter and no surface commingle will take place.

By utilizing the existing facilities the off lease measurement of production is in the interest of conservation, the reduction of environmental impact area, and will not reduce royalty or improper measurement of production. No royalty rate or values will be affected.

We understand that the request approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument. And, we will submit within 30 days an application for right-of-way approval to the BLM's Realty Section in your office if we have not already done so.

Any objections must be filed in writing with the Oil Conservation Division in Santa Fe within 20 days from the date the division received the application. Application will be sent in conjunction with notification to owners.

If you should have any questions, please call me at (575) 748-4200 (direct line)

Sinoppoly

Miriam Morales
Production Analyst

RTER DENNIS G. KINSEY
TREASURER

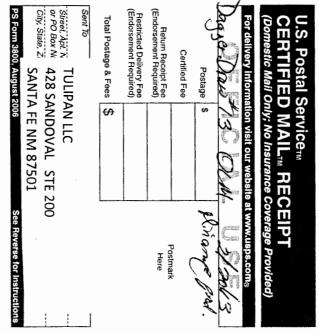
KATHY H. PORTER

TES PETROLEUM CORPORATION

YATES BUILDING - 105 SOUTH FOURTH STREET **ARTESIA, NEW MEXICO 88210**

7013 2630 0002 0641 7013 2630 0002 0641 7595

ADDRESS SERVICE REQUESTED



TULIPAN LLC 428 SANDOVAL STE 200 SANTA FE NM 87501

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY	
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 		☐ Agent ☐ Addressee
1. Article Addressed to:	11	☐ Yes ☐ No
TULIPAN LLC 428 SANDOVAL STE 200		
SANTA FE NM 87501	3. Service Type Certified Mail	Merchandise
	4. Restricted Delivery? (Extra Fee)	☐ Yes
2. Article Number (Transfer from st. 7013 2630 0002	0641 1585	
PS Form 3811, February 2004 Domestic Re	turn Receipt 100	2505-02-M-1540

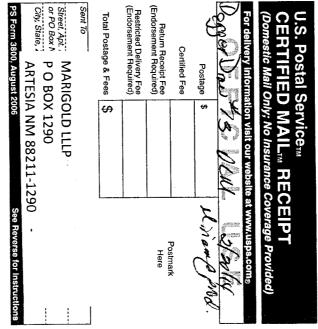




YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2630 0002 0641 1275 7013 2630 0002 0641 1275

ADDRESS SERVICE REQUESTED



MARIGOLD LLLP P O BOX 1290 ARTESIA NM 88211-1290

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVE	RY
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Article Addressed to: 	A. Signature X B. Received by (Printed Name) C. D. Is delivery address different from item 1 If YES, enter delivery address below:	Agent Addressee Date of Delivery Yes No
MARIGOLD LLLP P O BOX 1290 ARTESIA NM 88211-1290		
	3. Service Type Certified Mail	
2. Article Number (Transfer from s 7013 2630 0002 (4. Restricted Delivery? (Extra Fee)	☐ Yes
PS Form 3811, February 2004 Domestic Ret		

102595-02-M-1540 {

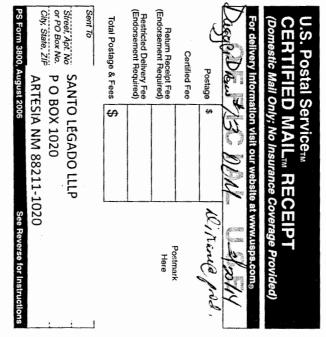
CERTIFIED MAIL.





YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210 7013 2630 0002 0641 1268 7013 2630 0002 0641 1268

ADDRESS SERVICE REQUESTED



SANTO LEGADO LLLP P O BOX 1020 ARTESIA NM 88211-1020

OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

1	
SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. 	A. Signature X □ Agent □ Addressee
 Attach this card to the back of the mailpiece, or on the front if space permits. 	B. Received by (Printed Name) C. Date of Delivery
Article Addressed to:	D. Is delivery address different from item 1?
SANTO LEGADO LLLP	
P O BOX 1020	
ARTESIA NIMI 88211-1020	
	3. Service Type Certified Mail
	4. Restricted Delivery? (Extra Fee)
2. Article Number 7013 2630 0002	0647 7568
PS Form 3811, February 2004 Domestic Ref	turn Receipt 102595-02-M-1540 ;

PETROLEUM CORPORATION



YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2630 0002 0641 1251 7013 2630 0002 0641 1251

ADDRESS SERVICE REQUESTED

See Reverse for Instructions	2006	PS Form 3800, August 2006
1515	ROSWELL NM 88202-1515	City, State, Z. ROSW
	P O BOX 1515	
TROLEUM CO	HANSON-MCBRIDE PETROLEUM CO	Street Apt A HANS
		Sent To
	€	Total Postage & Fees
		Restricted Delivery Fee (Endorsement Required)
Here		Return Receipt Fee (Endorsement Required)
Dostmark		Certified Fee
il inema fred.	€	Postage
4/1/1/10	Drust 13 OUM	Docathus
at www.usps.com⊕	For delivery information visit our website at www.usps.come	For delivery informs
CEIP I Coverage Provided)	CERTIFIED MAILTM RECEIP I (Domestic Mail Only; No Insurance Coverage Provided)	CERTIFIED
	ervice™	U.S. Postal Service™

HANSON-MCBRIDE PETRO P O BOX 1515 ROSWELL NM 88202-151

LACE STICKER AT TOP OF ENVELOPE TO THE RIGHT OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 1. Article Addressed to: HANSON-MCBRIDE PETROLEUM COPOBOX 1515 	A. Signature X
ROSWELL NM 88202-1515	3. Service Type Certifled Mail
2. Article Number 7 □ 1 3 2 6 3 0 0 0 0 2	0641 1251
PS Form 3811, February 2004 Domestic Ret	urn Receipt 102595-02-M-1540 :

PETROLEUM CORPORATION



YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7013 2630 0002 0641 1244 7013 2630 0002 0641 1244

ADDRESS SERVICE REQUESTED

Sine I. Apt. N SPIRAL INC SPIRAL INC STREET APT. N SPIRAL INC STREET AP
, , , , , , , , , , , , , , , , , , ,

SPIRAL INC P O BOX 1933 ROSWELL NM 88201

OF THE RETURN ADDRESS, FOLD AT DOTTED LIVE

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, are the foot if every incomplete. 	A. Signature X
or on the front if space permits. 1. Article Addressed to:	D. Is delivery address different from item 1? Yes If YES, enter delivery address below: No
SPIRAL INC P O BOX 1933	
ROSWELL NM 88201	3. Service Type Certified Mail
	4. Restricted Delivery? (Extra Fee)
2. Article Number 7013 2630 0002	0647 7544
PS Form 3811 February 2004 Domestic Be	aturn Receipt 100505 00 M 15

lail delip d

CERTIFIED MAIL.





YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

7012 3460 0001 7460 0733 7012 3460 0001 7460 0733

ADDRESS SERVICE REQUESTED

See Reverse for Instructions	City, State: FT WORTH TX 76102 Cit. PS Form 3800, August 2006	City, State F1 PS Form 3800,
	FINLEY RESOURCES INC	1
	& Fees \$	Total Postage & Fees
	required)	Restricted Delivery Fee (Endorsement Required)
Here	ceipt Fee Required)	Return Receipt Fee (Endorsement Required)
Doctor	Certified Fee	Certi
Minus C 1008.	Postage \$	9
2/2/14	500 DY 3 DCM	D. 500-1
at www.usps.come	For delivery information visit our website at www.usps.come	For delivery
CEIPT Coverage Provided)	CERTIFIED MAIL _{TM} RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)	CERTI (Domestic
	U.S. Postal Service™	U.S. Po:

FINLEY RESOURCES INC 1308 LAKE STREET #200 FT WORTH TX 76102

OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY	
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. 	A. Signature X ☐ Agent ☐ Addressee B. Received by (Printed Name) C. Date of Delivery	
 Attach this card to the back of the mailpiece, or on the front if space permits. 1. Article Addressed to: 	D. Is delivery address different from item 1? ☐ Yes If YES, enter delivery address below: ☐ No	
FINLEY RESOURCES INC 1308-LAKE STREET #200 FT WORTH TX 76102		
	3. Service Type Certified Mail Express Mail Registered Return Receipt for Merchandise C.O.D.	
0.434.4	4. Restricted Delivery? (Extra Fee) ☐ Yes	
2. Article Numb (Transfer fron 7012 3460 0001 7	460 0733	
PS Form 3811, February 2004 Domestic Ret	turn Receipt 102595-02-M-1540	

Form 3160:5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB NO. 1004-0135

Expires: July 31, 2010 **BUREAU OF LAND MANAGEMENT** Lease Serial No Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals. NMNM0559175 6. If Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side. SW859 8. Well Name and No. NDDUP UNIT 106 1. Type of Well ☑ Oil Well ☐ Gas Well ☐ Other Name of Operator Contact: TINA HUERTA YATES PETROLEUM CORPORATIONE-Mail: tinah@yatespetroleum.com API Well No. TINA HUERTA 30-015-27179 10. Field and Pool, or Exploratory N.SEVEN RIVERS;GLOR-YESO 3b. Phone No. (include area code) 105 SOUTH FOURTH STREET Ph: 575-748-4168 ARTESIA, NM 88210 Fx: 575-748-4585 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, and State Sec 30 T19S R25E SENW 1980FNL 1980FWL EDDY COUNTY, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION ☐ Acidize Deepen ☐ Production (Start/Resume) ■ Water Shut-Off Notice of Intent ■ Well Integrity ■ Alter Casing ■ Fracture Treat □ Reclamation □ Casing Repair ■ New Construction ☐ Recomplete □ Other ☐ Plug and Abandon ☐ Final Abandonment Notice □ Change Plans □ Temporarily Abandon □ Convert to Injection ☑ Plug Back ☐ 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 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.) Yates Petroleum Corporation plans to plugback and recomplete this well as follows: SUBJECT TO LIKE 1. MIRU all safety equipment as needed. NU BOP. 2. Run GR/JB to 7640 ft. Set a CIBP at 7634 ft with 35 ft cement on top. Load hole with salt gel APPROVAL BY STATE and spot a 25 sx cement plug from 5370 ft - 5520 ft across Wolfcamp top and DV tool. Spot a 25 sx Class C cement plug from 3290 ft - 3440 ft across Bone Spring top. WOC and pressure test casing to Perforate Yeso 2400 ft - 2630 ft (99). 4. Fracture treat as attached. 5. Flow well back and allow to clean up. TIH with a bit to wash sand down to FBTD. 6. TIH with TAC and tubing, swab well until it cleans up. TIH with pumping equipment and turn well EE ATTACHED FOR 5. Flow well back and allow to clean up. TIH with a bit to wash sand down to PBTD. over to production. CONDITIONS OF APPROVAL Accepted for 14. I hereby certify that the foregoing is true and correct Electronic Submission #202428 verifie d by the BLM Well Information System For YATES PETROLEUM CORPORATION, sent to the Carlsbad Committed to AFMSS for processing by KURT SIMMONS on 03/27/2013 () Name(Printed/Typed) TINA HUERTA **REG REPORTING SUPERVISOR** Title (Electronic Submission) 03/25/2013 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved By Title Conditions of approval, if any, are attached. Approval of this notice does not warrant or

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.

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.