UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

| 5. | Lease Serial No. |
|----|------------------|
| | NMNM0557142 |

| SUNDRY NOTICES AND REPORTS ON WELLS | |
|---|---|
| Do not use this form for proposals to drill or to re-enter ar | 7 |
| ahandoned well. Üse form 3160-3 (APD) for such proposal | c |

| abandoned we | ell. Use form 3160-3 (AP | D) for such p | proposals. | | 6. If Inc | dian, Allottee o | or Tribe Name | |
|---|--|--|--|-------------------|---------------|------------------------------|-----------------------------|-----------------|
| SUBMIT IN TR | IPLICATE - Other instruc | tions on rev | erse side. | | 7. If Ur | nit or CA/Agre | ement, Name and/ | or No. |
| 1. Type of Well ☐ Gas Well ☐ Ot | | 8. Well Name and No. NDDUP UNIT 46 | | | | | | |
| Name of Operator YATES PETROLEUM CORP | TA m | 9. API Well No. 30-015-28501 | | | | | | |
| 3a. Address 105 SOUTH FOURTH STRE | | 3b. Phone No Ph: 575-74 | . (include area code 8-4168 | e) | | id and Pool, or EVEN RIVE | Exploratory RS;GLOR-YES | SO |
| ARTESIA, NM 88210 4. Location of Well (Footage, Sec., 2 | T. R. M., or Survey Description | Fx: 575-748 | 3-4585 | | 11. Cou | inty or Parish, | and State | |
| Sec 21 T19S R25E NWNE 66 | • | , | | | | DY COUNT | | |
| 12. CHECK APP | ROPRIATE BOX(ES) TO |) INDICATE | NATURE OF | NOTICE, RI | EPORT, | OR OTHE | R DATA | . =: |
| TYPE OF SUBMISSION | | | ТҮРЕ С | OF ACTION | | | | |
| Notice of Intent ■ Notice of Intent | ☐ Acidize | ☐ Dee | pen | ☐ Product | ion (Start | t/Resume) | ☐ Water Shu | t-Off |
| | ☐ Alter Casing | ☐ Frac | ture Treat | □ Reclama | ation | | ■ Well Integ | rity |
| ☐ Subsequent Report | ☐ Casing Repair | _ | Construction | □ Recomp | lete | | Other | |
| ☐ Final Abandonment Notice | ☐ Change Plans ☐ Convert to Injection | ☐ Plug ☑ Plug | and Abandon | ☐ Tempor☐ Water D | | andon | | |
| 1. MIRU all safety equipment 2. POOH with existing produc 3. Run GR and set a CIBP at - 7678 ft. This will place a plu 4. Load hole with plugging m will leave a plug across Wolfc 5. Load hole with plugging m 6. Pressure test casing to 30 7. Fracture treat as attached 8. Flow well back and allow t | ction equipment. 7678 ft and spot a 25 sx 0 ug over open Canyon perfor ud then spot a 40 sx Class camp top and DV tool. WC ud and spot a 25 sx Class 00 psi. Perforate Yeso 23 o clean up. TIH with bit to | orations. s C cement p oC and tag; re C cement pl 76 ft - 2464 f | lug from 5818 feset if necessarug from 3636 ft | t - 6053 ft. TI | oisSEE COI | MOCD ATTAC NOITION | IS OF API | PROV |
| Name(Printed/Typed) TINA HUE | Electronic Submission #2 For YATES PETRO Committed to AFMSS fo | LEUM CORP | ORATION, sent by KURT SIMM | to the Carlsba | ad 2013 () | | ade 5/10, | /13 |
| Name (1 Time at 1) pear 1 TIMA TIOL | | | THE TILOT | ILI OITTING | SOI LIT | VISON | | |
| Signature (Electronic | Submission) | <u> </u> | Date 03/25/2 | 2013 | | APP | <u>ROVED</u> | |
| | THIS SPACE FO | R FEDERA | L OR STATE | OFFICE U | SE | | | |
| Approved By | | | Title | | | MAY | 7 2013 | |
| onditions of approval, if any, are attache rtify that the applicant holds legal or eq hich would entitle the applicant to cond | uitable title to those rights in the | | Office | | BI | UZMAN JREAU OF L | MND MANAGEM FIELD OFFICE | ŽI ŽIV ENT |
| itle 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent | | | | | ike to any | | | ted |
| \wedge | TOR-SUBMITTED ** O | | SUBMITTED | ** OPERAT | OR-SU | IBMITTED | ** | |

Provide C10Z

Additional data for EC transaction #202432 that would not fit on the form

32. Additional remarks, continued

9. TIH with TAC and tubing, swab well until it cleans up. TIH with pumping equipment and turn well over to production.

Wellbore schematics attached.

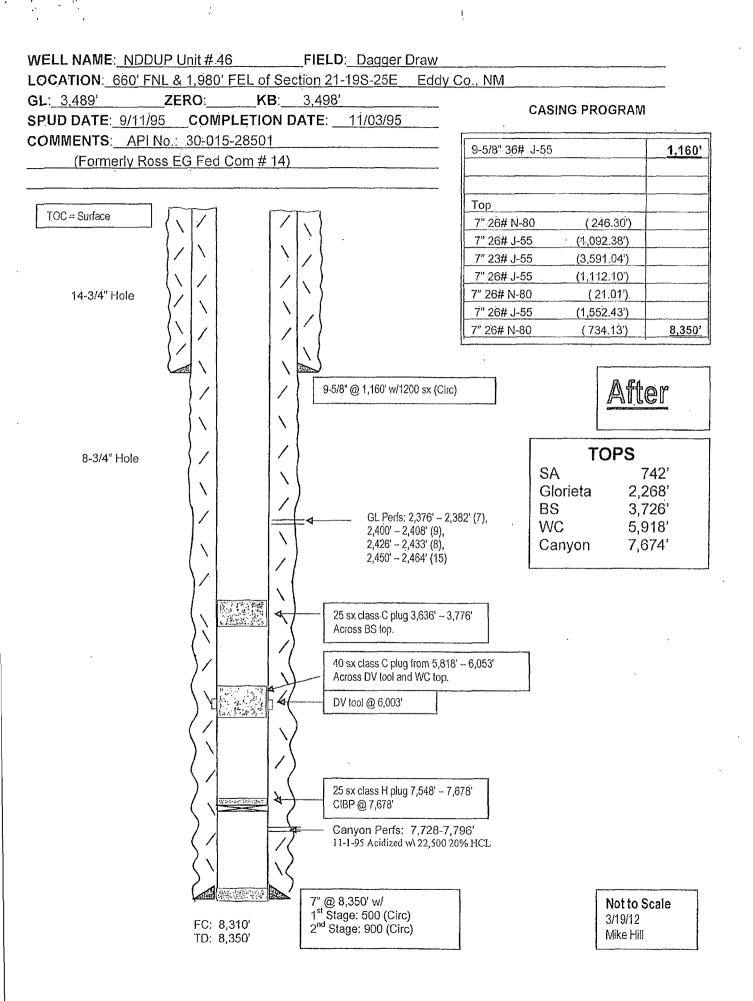
Treating Schedule

| Sta: # Fluid Stg. Type Cln. Vol. (gals) Rate (bpm) Proppant Conc. (lb/gal) Stage Prop. (lbs) Cum. Prop. (lbs) 1 Slick Water Prepad 100 20 0.0 0 0 2 15% HCL Acid 2,000 30 0.0 0 0 3 Slick Water Prepad 2,000 75 0.0 0 0 4 Slick Water Pad 56,000 75 0.0 0 90 5 Slick Water Slurry 4,500 75 100 Mesh 0.2 900 90 6 Slick Water Sweep 4,500 75 100 Mesh 0.3 1,350 2,25 8 Slick Water Sweep 4,500 75 100 Mesh 0.0 0 2,25 | 7 |
|--|-------|
| 2 15% HCL Acid 2,000 30 0.0 0 3 Slick Water Prepad 2,000 75 0.0 0 4 Slick Water Pad 56,000 75 0.0 0 5 Slick Water Slurry 4,500 75 100 Mesh 0.2 900 90 6 Slick Water Sweep 4,500 75 0.0 0 90 7 Slick Water Slurry 4,500 75 100 Mesh 0.3 1,350 2,25 | Sta:# |
| 3 Slick Water Prepad 2,000 75 0.0 0 4 Slick Water Pad 56,000 75 0.0 0 5 Slick Water Slurry 4,500 75 100 Mesh 0.2 900 90 6 Slick Water Sweep 4,500 75 0.0 0 90 7 Slick Water Slurry 4,500 75 100 Mesh 0.3 1,350 2,25 | 1 |
| 4 Slick Water Pad 56,000 75 0.0 0 5 Slick Water Slurry 4,500 75 100 Mesh 0.2 900 90 6 Slick Water Sweep 4,500 75 0.0 0 90 7 Slick Water Slurry 4,500 75 100 Mesh 0.3 1,350 2,25 | 2 |
| 5 Slick Water Slurry 4,500 75 100 Mesh 0.2 900 90 6 Slick Water Sweep 4,500 75 0.0 0 90 7 Slick Water Slurry 4,500 75 100 Mesh 0.3 1,350 2,25 | 3 |
| 6 Slick Water Sweep 4,500 75 0.0 0 90 7 Slick Water Slurry 4,500 75 100 Mesh 0.3 1,350 2,25 | 4 |
| 7 Slick Water Slurry 4,500 75 100 Mesh 0.3 1,350 2,25 | 5 |
| | 6 |
| | 7 |
| | 8 |
| 9 Slick Water Slurry 4,500 75 100 Mesh 0.4 1,800 4,08 | ġ |
| 10 Slick Water Sweep 4,500 75 0.0 0 4,05 | 10 |
| 11 Slick Water Slurry 4,500 75 100 Mesh 0.5 2,250 6,30 | 11 |
| 12 Slick Water Sweep 4,500 75 0.0 0 6,30 | 12 |
| 13 Slick Water Slurry 4,500 75 100 Mesh 0.6 2,700 9,00 | |
| 14 Slick Water Sweep 4,500 75 0.0 0 9,00 | |
| 15 Slick Water Slurry 4,500 75 100 Mesh 0.7 3,150 12,15 | |
| 16 Slick Water Sweep 4,500 75 0.0 0 12,15 | |
| 17 Slick Water Slurry 4,500 75 100 Mesh 0.8 3,600 15,78 | |
| 18 Slick Water Sweep 4,500 75 0.0 0 15,75 | 18 |
| 19 Slick Water Slurry 4,500 75 100 Mesh 0.9 4,050 19,80 | |
| 20 Slick Water Sweep 4,500 75 0.0 0 19,80 | |
| 21 Slick Water Slurry 4,500 75 100 Mesh 1.0 4,500 24,30 | |
| 22 Slick.Water Pad 10,700 75 0.0 0 24,30 | |
| 23 Slick Water Slurry 20,000 75 40/70 Brady 0.2 4,000 28,30 | |
| 24 Slick Water Sweep 6,000 75 0.0 0 28,30 | |
| 25 Slick Water Slurry 20,000 75 40/70 Brady 0.3 6,000 34,30 | |
| 26 Slick Water Sweep 6,000 75 0.0 0 34,30 | |
| 27 Slick Water Slurry 20,000 75 40/70 Brady 0.4 8,000 42,30 | 27 |
| 28 Slick Water Sweep 6,000 75 0.0 0 42,30 | |
| 29 Slick Water Slurry 20,000 75 40/70 Brady 0.5 10,000 52,30 | 29 |
| 30 Slick Water Sweep 6,000 75 0.0 0 52,30 | |
| 31 Slick Water Slurry 20,000 75 40/70 Brady 0.6 12,000 64,30 | 31 |
| 32 Slick Water Sweep 6,000 75 0.0 0 64,36 | |
| 33 Slick Water Slurry 20,000 75 40/70 Brady 0.7 14,000 78,30 | |
| 34 Slick Water Sweep 6,000 75 0.0 0 78,30 | |
| 35 Slick Water Slurry 20,000 75 40/70 Brady 0.8 16,000 94,30 | |
| 36 Slick Water Sweep 6,000 75 0.0 0 94,36 | |
| 37 Slick Water Slurry 23,000 75 40/70 Brady 0.9 20,700 115,00 | |
| 38 Slick Water Sweep 6,000 75 0.0 0 115,00 | |

| 39 | Slick Water | Slurry | 24.000 | 75 | 40/70 Brady | 1.0 | 24,000 | 139,000 |
|----|-------------|---------|---------|----|-------------|-----|---------|---------|
| 40 | Slick Water | Pad | 17,000 | 75 | , | 0.0 | 0 | 139,000 |
| 41 | Ślick Water | Slurry. | 17,000 | 75 | 16/30 Brady | 1.0 | 17,000 | 156,000 |
| 42 | Slick Water | Slurry | 24,000 | 75 | 16/30 Brady | 2.0 | 48,000 | 204,000 |
| 43 | Slick Water | Slurry | 32,000 | 75 | 16/30 Brady | 3.0 | 96,000 | 300,000 |
| 44 | Slick Water | Flush | 3,900 | 75 | | 0.0 | 0 | 300,000 |
| | Totals | | 479,588 | | | | 300,000 | |



WELL NAME: NDDUP Unit #.46 FIELD: Dagger Draw LOCATION: 660' FNL & 1,980' FEL of Section 21-19S-25E Eddy Co., NM **ZERO**: **KB**: 3,498° GL: 3,489' **CASING PROGRAM** COMMENTS: API No.: 30-015-28501 9-5/8" 36# J-55 1,160 (Formerly Ross EG Fed Com # 14) Top TOC = Surface 7" 26# N-80 (246.30')7" 26# J-55 (1,092.38)7" 23# J-55 (3,591.04)7" 26# J-55 (1,112.10)7" 26# N-80 (21.01)14-3/4" Hole 7" 26# J-55 (1,552.43')7" 26# N-80 (734.13)8,350 Before 9-5/8" @ 1,160' w/1200 sx (Circ) **TOPS** 8-3/4" Hole SA 742' Glorieta 2,268 3,726' BS WC 5,918' Canyon 7,674 DV tool @ 6,003' Canyon Perfs: 7,728-7,796' 11-1-95 Acidized w\ 22,500 20% HCL 7" @ 8,350' w/ Not to Scale 1st Stage: 500 (Circ) 3/19/12 FC: 8,310' 2nd Stage: 900 (Circ) Mike Hill TD: 8,350'



NDDUP Unit 46 30-015-28501 Yates Petroleum Corporation May 07, 2013 Conditions of Approval

Notify BLM at 575-361-2822 a minimum of 24 hours prior to commencing work.

Work to be completed by August 07, 2013.

- 1. The operator shall set CIBP at 7678' with 25 sacks class H cement on top as proposed by operator. Tag required.
- 2. Operator shall place a balanced cement plug from 5818'-6053' to seal off the Wolfcamp formation and DV tool. Tag required.
- 3. Operator shall place a balanced cement plug from 3636'-3776' to seal off the Bone Spring formation.
- 4. Must conduct a casing integrity test before frac and submit results to BLM. The CIT is to be performed on the production casing per Onshore Oil and Gas Order 2.III.B.1.h after the plug is set across the Bone Spring formation.
- 5. Before casing or a liner is added or replaced, prior BLM approval of the design is required. Use notice of intent Form 3160-5.
- 6. Surface disturbance beyond the originally approved pad must have prior approval.
- 7. Closed loop system required.
- 8. All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of work over operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area. Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.
- 9. Operator to have H2S monitoring equipment on location.

- 10. A minimum of a 3000 (3M) BOP to be used. All blowout preventer (BOP) and related equipment (BOPE) shall comply with reasonable well control requirements. A two ram system with a blind ram and a pipe ram designed for the size of the work string shall be adequate. Tapered work strings will require an additional pipe ram. The manifold shall comply with Onshore Oil and Gas Order #2 Attachment I (3M Diagrams of Choke Manifold Equipment). The accumulator system shall have an immediately available power source to close the rams and retain 200 psi above pre-charge. The pre-charge test shall follow requirements in Onshore Order #2.
- 11. Subsequent sundry required detailing work done and completion report for the new formation. Operator to include well plat and well bore schematic of current well condition when work is complete.

JAM 050713