### Form 3160-5 (August 2007)

105 SOUTH FOURTH STREET

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 13 T20S R29E NENW 983FNL 2490FWL

ARTESIA, NM 88210

#### OCD Artesia

**UNITED STATES** DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

11. County or Parish, and State

EDDY COUNTY COUNTY, NM

	AND REPORTS ON WELLS	5. Lease Serial No. NMNM81929		
Do not use this form for abandoned well. Use form	6. If Indian, Allottee or Tribe Name			
SUBMIT IN TRIPLICATE -	7. If Unit or CA/Agreement, Name and/or No. NMNM128739			
Type of Well     ☐ Gas Well    ☐ Other	8. Well Name and No. ZIA AHZ FEDERAL COM 2H			
2. Name of Operator Contact: MIRIAM MORALES YATES PETROLEUM CORPORATIONE-Mail: mmorales@yatespetroleum.com		9. API Well No. 30-015-40404		
3a. Address 105 SOUTH FOURTH STREET	3b. Phone No. (include area code) Ph: 575-748-4200	10. Field and Pool, or Exploratory GETTY		

#### 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION				
<ul><li>☑ Notice of Intent</li><li>☐ Subsequent Report</li><li>☐ Final Abandonment Notice</li></ul>	☐ Acidize ☐ Alter Casing ☐ Casing Repair ☐ Change Plans ☐ Convert to Injection	☐ Deepen ☐ Fracture Treat ☐ New Construction ☐ Plug and Abandon ☐ Plug Back	☐ Production (Start/Resume) ☐ Reclamation ☐ Recomplete ☐ Temporarily Abandon ☐ Water Disposal	☐ Water Shut-Off ☐ Well Integrity ☑ Other Venting and/or Flari	

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 respectfully requests permission to flare due to abnormal system pressures in the

This unavoidable flaring could result in a longer that 24 hour period and possibly more that the 144 hours cumulative authorized under NTL4A III.A.

We will be requesting this possible additional, and avoidable flaring until DPC pressures can be stabilized or other options become available. Flare volumes will be measured and reported on OGOR

The possibility to flare will not be consistent; therefore, the estimated/possible volume per mont SEE ATTACHED FOR is 2,400 +/- MCF. CONDITIONS OF APPROVAL SUBJECT TO LIKE

	WILKOAME BA STATE					
14. I hereby certify	that the foregoing is true and correct.  Electronic Submission #207537 verifie  For YATES PETROLEUM CORP  Committed to AFMSS for processing	ORÁTIC	ON, sent to the	he Carlsbad <sup>*</sup>		
Name(Printed/T)	yped) MIRIAM MORALES	Title	PRODUC	TION ANALYST		
Signature	(Electronic Submission)	Date	05/15/201	3		
	THIS SPACE FOR FEDERA	L OR	STATE O	FINDSONED		
Approved By	engl blily	Title		711 1 110 V L D	1	Date
certify that the applica	I, if any, are attached. Approval of this notice does not warrant or any holds legal or equitable title to those rights in the subject lease to applicant to conduct operations thereon.	Office	<b>;</b>	JUL - 2 2013		
Title 18 U.S.C. Sectio	n 1001 and Title 43 U.S.C. Section 1212, make it a crime for any pe	erson kno	wingly and my	IKEN POEKANO MANACEM	ragen	y of the United

# BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

## 7/2/2013 Condition of Approval to Flare Gas

- 1. Report all volumes on OGOR reports.
- 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.
- 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 for date of approval.
- 9. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared.
- 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.

JDB722013