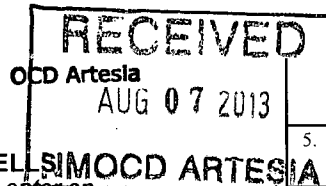


UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT



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

SUNDRY NOTICES AND REPORTS ON WELL SIMOCD ARTESIA
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

5. Lease Serial No. NMNM89143
6. If Indian, Allottee or Tribe Name
7. If Unit or CA/Agreement, Name and/or No.
8. Well Name and No. LOWE STAPLE AMR FED COM. 2
9. API Well No. 30-015-32181-00-S1
10. Field and Pool, or Exploratory INDIAN BASIN-UPPER PENN ASSOC
11. County or Parish, and State EDDY COUNTY, NM

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	
2. Name of Operator YATES PETROLEUM CORPORATION Contact: TINA HUERTA E-Mail: tinah@yatespetroleum.com	
3a. Address 105 SOUTH FOURTH STREET ARTESIA, NM 88210	3b. Phone No. (include area code) Ph: 575-748-4168 Fx: 575-748-4585
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 22 T21S R24E NWNW 237FNL 937FWL	

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input checked="" type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> 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 recompleat 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 recompleat 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.)

6/18/13 - NU BOP. Tagged up at 6161 ft. Tagged up at 5338 ft.
6/19/13 - TIH with bit and scraper down to 8259 ft. Set 7 inch CIBP at 8259 ft.
6/20/13 - Tagged CIBP at 8259 ft. Loaded hole with 250 bbls plugging mud. Spotted 25 sx Class H cement. Calc TOC 8126 ft. Spotted 35 sx Class H cement at 7966 ft. Calc TOC 7765 ft. Spotted 35 sx cement at 7188 ft. Calc TOC 7016 ft. Spotted 25 sx Class C cement at 5321 ft. Calc TOC 5167 ft. Spotted 30 sx Class C cement at 3460 ft. Calc TOC 3276 ft. Spotted 30 sx Class C cement at 2840 ft. Calc TOC 2656 ft. Spotted 40 sx cement at 1893 ft. Calc TOC 1647 ft. WOC.
6/21-23/13 - Tagged cement plug at 1705 ft. Spotted 30 sx Class C cement from 150 ft up to surface. Topped off with 5 sx Class C cement. ND BOP.
7/2/13 - Topped off surface casing with 50 sx Class C cement.
7/8/13 - Dug out cellar and cut off wellhead. Installed dry hole marker. Filled cellar. WELLS PLUGGED AND ABANDONED.

**RECLAMATION
DUE 1-4-14**

Accepted as to plugging of the well bore.
Liability under bond is retained until
surface restoration is completed.

Reside 8/7/13
Accepted for record

14. I hereby certify that the foregoing is true and correct. Electronic Submission #213683 verified by the BLM Well Information System For YATES PETROLEUM CORPORATION, sent to the Carlsbad Committed to AFMSS for processing by JOHNNY DICKERSON on 07/18/2013 (13JLD0634SE)	
Name (Printed/Typed) TINA HUERTA	Title REG REPORTING SUPERVISOR
Signature (Electronic Submission)	Date 07/16/2013

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By ACCEPTED	(BLM Approver Not Specified) Title	Date 08/04/2013
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 Carlsbad

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

Handwritten initials