Form 3160-5 (August 2007)

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

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

Expires: July 31, 2010 5. Lease Serial No.

| SUNDRY NOTICE | S AND REPORT | S ON WELLS |
|---------------|--------------|------------|
|---------------|--------------|------------|

Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

6. If Indian, Allottee or Tribe Name

NMNM81929

| abandoned well. Use form 3160-3 (APD) for such proposals.  |   |  |  |   | o. If morall, Another o  | THE Name  |  |
|--|---|--|--|---|--|---|--|
| SUBMIT IN TRIPLICATE - Other instructions on reverse side.   |   |  |  |   | 7. If Unit or CA/Agreement, Name and/or No. NMNM128739   |   |  |
| 1. Type of Well Gas Well Other   |   |  |  |   | 8. Well Name and No.<br>ZIA AHZ FEDERAL COM 2H   |   |  |
| Name of Operator Contact: GARRETT SANDERS     YATES PETROLEUM CORPORATIONs-Mail: gsanders@yatespetroleum.com   |   |  |  |   | 9. API Well No.<br>30-015-40404-00-S1  |   |  |
| 3a. Address         3b. Phone No           105 SOUTH FOURTH STREET         Ph: 575-74           ARTESIA, NM 88210         Ph: 575-74   |   |  | o. (include area code<br>18-4203   | e) ·  | 10. Field and Pool, or Exploratory GETTY   |   |  |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)   |   |  |  |   | 11. County or Parish, and State  |   |  |
| Sec 13 T20S R29E NENW 983FNL 2490FWL   |   |  |  |   | EDDY COUNTY, NM  |   |  |
| 12. CHECK AP   | PROPRIATE BOX(ES) T   | O INDICATI   | NATURE OF  | NOTICE, R   | EPORT, OR OTHEI  | R DATA  |  |
| TYPE OF SUBMISSION   |   | TYPE OF ACTION   |  |   |  |   |  |
| Notice of Intent   | ☐ Acidize   | ☐ Dec  | pen  | ☐ Product   | tion (Start/Resume)  | ☐ Water Shut-Off  |  |
| _  | ☐ Alter Casing  | ☐ Fra  | cture Treat  | □ Reclamation   |  | ■ Well Integrity  |  |
| ☐ Subsequent Report  | ☐ Casing Repair   | ☐ Nev  | v Construction   | Recomp  | olete  | Other   |  |
| ☐ Final Abandonment Notice   | Change Plans  | ☐ Change Plans ☐ Plu   |  | ☐ Tempor  | arily Abandon  | Venting and/or Flari '  |  |
|  | ☐ Convert to Injection  | n 🗖 Pluj   | g Back   | ■ Water Disposal  |  | <b>G</b>  |  |
| If the proposal is to deepen directic Attach the Bond under which the violence of the involvesting has been completed. Final determined that the site is ready for Yates Petroleum respectfull DCP lines for the period of Since t | work will be performed or provided operations. If the operation in Abandonment Notices shall be fir final inspection.)  y requests permission to fluid days or until 02/28/14.  Id result longer than 24 hold under NTL4A III.A.  possible additional and unavecome available. Flare voluded. | te the Bond No. of esults in a multip iled only after all are due to abrour period and voidable flaring umes will be n | n file with BLM/BL, le completion or recrequirements, inclu- normal system p possibly more the possibly more the possibly more the possible volume | A. Required sulted in the completion in a reding reclamation ressure in the familie 1447 CONDI sures can be eported on Complete per month | bsequent reports shall be new interval, a Form 3166 n. have been completed, a second state of the second state of the second sec | filed within 30 days 0-4 shall be filed once and the operator has |  |
|  |   | • *  | Accep  | ied for re  |  | 0 V 1 9 2015  |  |
| 14. I hereby certify that the foregoing  | is true and correct.  Electronic Submission for YATES PETR Committed to AFMSS for pro   | OLEUM CORP   | by the BLM We<br>DRATION, sent t   | WWOCD<br>II Information<br>to the Carlsba   | System   | RECEIVED /  |  |
| Name (Printed/Typed) GARRE   | TT SANDERS  | •  | Title PRODU  | JCTION ANA  | <del></del>  |   |  |
| Signature (Electronic  | : Submission)   |  | Date 1 /17/2   | CEP/TED   | FOR RECORT   |   |  |
|  | THIS SPACE F  | OR FEDERA  | L OR STATE   | OFFICE US   | SE/ COS  | 1/1//   |  |
| Approved Byonditions of approval, if any, are attact   |   |  | Title 8  | WEKU OF LA  | A D MANAGEMENT   | pate  |  |
| ertify that the applicant holds legal or e<br>hich would entitle the applicant to con-   | quitable title to those rights in the<br>duct operations thereon.   | e subject lease  | Office   | CARLSBAD  | ASID CFECE   |   |  |
| itle 18 U.S.C. Section 1001 and Title 4<br>States any false, fictitious or fraudulen   | 3 U.S.C. Section 1212, make it a t statements or representations as   | crime for any pe<br>s to any matter wi   | rson knowingly and<br>thin its jurisdiction.   | willfully to ma   | ke to any department or a  | gracy of the United   |  |
|  |   |  | 1 1  |   |  | f /   |  |

\*\* BLM REVISED \*\*

## Flaring Conditions of Approval

- Report all volumes on OGOR B as disposition code 08.
- 2. Comply with NTL-4A requirements
- 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. Include meter serial number on sundry.
- 6. This approval does not authorize any additional surface disturbance.
- 7. Submit updated facility diagram as per Onshore Order #3.
- Approval not to exceed 90 days from date requested on sundry.
- 9. Submit Subsequent Report to this sundry with actual volumes of gas flared monthly on 3160-5 (sundry notice).
- 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.

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