Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

5. Lease Serial No. NMNM81953

SUNDRY NOTICES AND REPORTS 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. SUBMIT IN TRIPLICATE - Other instructions on reverse side.					6. If Indian, Allottee or Tribe Name		
					1. Type of Well Gas Well Gas Well Oth		· ·
Name of Operator YATES PETROLEUM CORPO	LE .com		9. API Well No. 30-015-35313-00-S1				
3a. Address 105 SOUTH FOURTH STREE ARTESIA, NM 88210	ET [F	3b. Phone No. (include area code) Ph: 575-748-4208 Fx: 575-748-4666			10. Field and Pool, or Exploratory WILDCAT		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, and State		
Sec 3 T23S R31E NENW 330	,	,		EDDY COUNTY, NM			
12. CHECK APPI	ROPRIATE BOX(ES) TO I	NDICATI	NATURE OF	NOTICE, I	REPORT, OR OTHE	R DATA	
TYPE OF SUBMISSION			TYPE OF ACTION				
Notice of Intent	☐ Acidize	☐ Dec	pen	☐ Production (Start/Resume		■ Water Shut-Off	
	☐ Alter Casing	☐ Fra	cture Treat	☐ Reclar	nation	■ Well Integrity	
☐ Subsequent Report	Casing Repair	□ Nev	v Construction	☐ Recon	nplete	⊘ Other	•
Final Abandonment Notice	Change Plans	Plu;	g and Abandon	-	orarily Abandon	Venting and/or Flari ng	
	Convert to Injection	Plu	g Back	☐ Water	Disposal		
Attach the Bond under which the work will be performed or provide the Bond No. following completion of the involved operations. If the operation results in a multiplicating has been completed. Final Abandonment Notices shall be filed only after all determined that the site is ready for final inspection.) Flaring will Be at Glow Worm Federal Battery Which Includes Glow Worm ALX Federal #11 API# 30-015-35313 Glow Worm ALX Federal #12 API# 30-015-35314 Glow Worm ALX Federal #13 API# 30-015-35316 Glow Worm ALX Federal #14 API# 30-015-35316 Glow Worm ALX Federal #15 API# 30-015-36368 Glow Worm ALX Federal #16 API# 30-015-37515			e completion or rec	ompletion in a ling reclamati ord VATION SEI	i new interval, a Form 316	0-4 shall be filed once and the operator has	\L
14. I hereby certify that the foregoing is Comm Name (Printed/Typed) JULIE STE	Electronic Submission #308 For YATES PETROLE itted to AFMSS for processin	EUM CORP	ORÀTION, sent t IFER SANCHEZ d	o the Carlst in 10/09/201	bad		
			•			\ 	_
Signature (Electronic S	ubmission)		Date 07/08/2	015	CCEPTED FOR	KEKOKUI	
	THIS SPACE FOR	FEDERA	L OR STATE	OFFICE U	ISE /	Y I I	
Approved By 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			Title	E	BURLAN OF LAND MAIN	PART ALL ALL ALL ALL ALL ALL ALL ALL ALL AL	_
which would entitle the applicant to condu	ct operations thereon.		Office	<u> </u>	CARLSBAD FIELD C		_
Fitle 18 U.S.C. Section 1001 and Title 43 to States any false, fictitious or fraudulent s	U.S.C. Section 1212, make it a crin tatements or representations as to a	ne for any pe iny matter w	rson knowingly and thin its jurisdiction.	willfully to n	naké to any department or a	igency of the United	

Additional data for EC transaction #308433 that would not fit on the form

32. Additional remarks, continued

Requesting permission to flare for 90 Days until October 1, 2015 due to abnormal system pressures in Agave lines. The possibility of flare will be inconsistent, therefore, the volume below can easily fluctuate.

Average Daily Oil = 134 BBL Estimated Flare per day = 386 +/- MCF

Flaring Conditions of Approval

- 1. Report all volumes on OGOR B as disposition code 08.
- 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. 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.
- 8. 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.

JAM 100915