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.					6. If Indian, Allottee or Tribe Name			
								SUBMIT IN TRIPLICATE - Other instructions on reverse side.
Type of Well Gas Well					8. Well Name and No. GLOW WORM ALX FEDERAL 11			
Name of Operator Contact: JULIE STEELE YATES PETROLEUM CORPORATIONE-Mail: JSteele@yatespetroleum.com					9. API Well No. 30-015-35313-00-S1			
3a. Address 105 SOUTH FOURTH STREE ARTESIA, NM 88210	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				11. County or Parish, and State				
Sec 3 T23S R31E NENW 330				EDDY COUNTY, NM				
12. CHECK APPI	ROPRIATE BOX(ES) TO IN	NDICATE NA	TURE OF N	IOTICE, RI	EPORT, OR OTH	ER DATA		
TYPE OF SUBMISSION			TYPE OF ACTION					
Notice of Intent	☐ Acidize	□ Deepen		☐ Production (Start/Resume)		☐ Water Shut-Of	îŦ	
_	☐ Alter Casing	☐ Fracture Treat		☐ Reclama	ation	■ Well Integrity		
☐ Subsequent Report	☐ Casing Repair	☐ New Construction		☐ Recomp				
☐ Final Abandonment Notice	Change Plans	Plug and	☐ Plug and Abandon ☐ Tempor☐ Plug Back ☐ Water I		arily Abandon	_	Venting and/or Flari	
	Convert to Injection	Plug Bac			Pisposal			
Attach the Bond under which the work will be performed or provide the Bond No. of following completion of the involved operations. If the operation results in a multiple testing 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# 30-015-36368 Glow Worm ALX Federal #16 API# 30-015-36369 Glow Worm ALX Federal #19 API# 30-015-37515			d for PCC MOCDERV ONSERV SIA DISTRIC	ord ATION SEE CON	ATTACHE	d, and the operator has	'AL	
14. I hereby certify that the foregoing is Comm Name(Printed/Typed) JULIE STE	Electronic Submission #3084 For YATES PETROLE! itted to AFMSS for processing	JM CORPORÁT	ION, sent to SANCHEZ or	the Carlsba 10/09/2015	d /	tho /		
			,		7	#		
Signature (Electronic S		Date			CEP/TED FO	K KEKOKUI		
<u> </u>	THIS SPACE FOR I	EDERAL O	R STATE C	FFICE US	E /	<u> </u>		
Approved By			e		1001	ZOJI POPO A		
Conditions of approval, if any, are attached. Approval of this notice does not warrant or ertify that the applicant holds legal or equitable title to those rights in the subject lease thich would entitle the applicant to conduct operations thereon.			ice	Bi	IRLAU OF LAND MA CARLSBAD FIELD	ATTO GE WALL OF THE PROPERTY O		
Title 18 U.S.C. Section 1001 and Title 43 U.S. States any false, fictitious or fraudulent s				villfully to mai	ke to any department o	or agency 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