EAU OF LAND MANAG TICES AND REPOR orm for proposals to o Use form 3160-3 (APD				RO: 1004-0135 : July 31, 2010				
orm for proposals to o			5. Lease Seriat No. NMNM82904					
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.								
Type of Well Gas Well TOther				8. Well Name and No. ADELINE ALN FED 1				
Name of Operator Contact: JULIE STEELE YATES PETROLEUM CORPORATIONE-Mail: JSteele@yatespetroleum.com				9. API Well No. 30-015-20939-00-S1				
Address 3b. Phone No. (include area code) 105 SOUTH FOURTH STREET Ph: 575-748-4208 ARTESIA, NM 88210 Fx: 575-748-4666			10. Field and Pool, or Exploratory S SAND DUNES					
Location of Well (Footage, Sec., T., R., M., or Survey Description)				11. County or Parish, and State				
Sec 6 T24S R31E SENW 1980FNL 1980FWL				EDDY COUNTY, NM				
PRIATE BOX(ES) TO	INDICATE NATURE OF	NOTICE, RE	PORT, OR OTHE	R DATA				
TYPE OF ACTION								
Acidize	Deepen	□ Production (Start/Resume)		U Water Shut-Off				
Alter Casing	Fracture Treat	🗖 Reclama	tion -	Well Integrity				
🗖 Casing Repair	New Construction	🗖 Recomp	ete	🛛 Other				
Change Plans	Plug and Abandon		rily Abandon	Venting and/or Flam				
	Contact: J ATIONE-Mail: JSteele@ya . M., or Survey Description) NL 1980FWL PRIATE BOX(ES) TO Acidize Alter Casing Casing Repair	Contact: JULIE STEELE ATIONE-Mail: JSteele@yatespetroleum.com 3b. Phone No. (include area code Ph: 575-748-4208 Fx: 575-748-4666 . M., or Survey Description) NL 1980FWL PRIATE BOX(ES) TO INDICATE NATURE OF INTERPO Casing Casing Fracture Treat Casing Repair	Contact: JULIE STEELE ATIONE-Mail: JSteele@yatespetroleum.com 3b. Phone No. (include area code) Ph: 575-748-4208 Fx: 575-748-4666 . M., or Survey Description) NL 1980FWL PRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, RE TYPE OF ACTION Acidize Deepen Production Alter Casing Fracture Treat Reclama Casing Repair New Construction Recompl	8. Well Name and No ADELINE ALN Fi ATIONE-Mail: JSteele@yatespetroleum.com 9. API Well No. 3b. Phone No. (include area code) 9. API Well No. Ph: 575-748-4208 10. Field and Pool, or Fx: 575-748-4666 S SAND DUNE M. or Survey Description) 11. County or Parish, EDDY COUNTY EDDY COUNTY PRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHE TYPE OF ACTION Acidize Deepen Production (Start/Resume) Alter Casing Fracture Treat Reclamation Recomplete				

Adeline ALN #2	APi#	30-015-27241
Adeline ALN #3	API#	30-015-27244
Adeline ALN #4	API#	30-015-35523
Adeline ALN #5		30-015-36090
Adeline ALN #6	AP#	30-015-32013
Adeline ALN #7	AP#	30-015-27248
Adeline ALN #8	API#	30-015-27249
Adeline ALN #9	API#	30-015-27250

SEE ATTACHED FOR CONDITIONS OF APPROVAL

.

Accepted for record							
NMOCD							

14. I hereby certify that	the foregoing is true and correct. Electronic Submission #309768 verifie For YATES PETROLEUM CORP Committed to AFMSS for processing by JENN	ORATIO)N, sent	to the	e Carl	sbad		JISE			
Name (Printed/Typed)	JULIE STEELE	Title	PROD	TSU		HIALY	st.¥	TES PET	R		
Signature	(Electronic Submission)	Date	07/21/	201\$		<u> </u>	170	RREC	QRD		
THIS SPACE FOR FEDERAL OR STATE OFFICE NSE 1 A 2015											
Approved By		Title			\prod	∞		INO	VM	Date :	
certify that the applicant ho	my, are attached. Approval of this notice does not warrant or ids legal or equitable title to those rights in the subject lease blicant to conduct operations thereon.	Office	L		CAL CAL	LSBAD	FREM	ANAGEMEI D OFFICE			
Title 18 U.S.C. Section 100 States any false, fictitious	01 and Title 43 U.S.C. Section 1212, make it a crime for any pe or fraudulent statements or representations as to any matter w	rson kno ithin its j	wingly an urisdiction	d/will:	fully to	make to	any de	partment or	akericy of	f the United	
** BLM REVISED **											

,

Additional data for EC transaction #309768 that would not fit on the form

32. Additional remarks, continued

Adeline ALN #10 API# 30-015-31574 Adeline ALN #11 API# 30-015-31885 Adeline ALN #12 API# 30-015-32014 Adeline ALN #13 API# 30-015-32942 Adeline ALN #15 API# 30-015-36368 Adeline ALN #16 API# 30-015-27280 Adeline ALN #17 API# 30-015-27281

Yates Respectfully requests 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.

Estimated Flare per day = 300 +/- MCF

This circumstantial flaring could result longer than 24 hour period and possibly more than 144 cumulative authorized under NTL4A III.A. Flare volumes will be reported on OGOR.

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 101415