Form 3160-5 (August 2007) DEPAT BURE SUNDRY NOT Do not use this for abandoned well.	FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010 5. Lease Serial No. NMNM82904 6. If Indian, Allottee or Tribe Name			
SUBMIT IN TRIPLIC	7. If Unit or CA/Agreement, Name and/or No.			
I. Type of Well Gas Well Other		· · · · · · · · · · · · · · · · · · ·	8. Well Name and No. ADELINE ALN FED 1	
2. Name of Operator Contact: JULIE STEELE YATES PETROLEUM CORPORATIONE-Mail: JSteele@yatespetroleum.com			9, API Well No. 30-015-20939-00-S1	
34. Address 105 SOUTH FOURTH STREET ARTESIA, NM 88210	36. Phone No. (i Ph: 575-748- Fx: 575-748-4		10. Field and Pool, or Exploratory S SAND DUNES	
4. Location of Well (Footage, Sec., T., R.,	M., or Survey Description)	, , , , , , , , , , , , , , , , , , ,	11. County or Parish, and State	
Sec 6 T24S R31E SENW 1980FN	. 1980FWL		EDDY COUNTY, NM	

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

TYPE OF SUBMISSION						
<ul> <li>Notice of Intent</li> <li>Subsequent Report</li> <li>Final Abandonment Notice</li> </ul>	<ul> <li>☐ Acidize</li> <li>☐ Alter Casing</li> </ul>	<ul> <li>Deepen</li> <li>Fracture Treat</li> </ul>	Production (Start/Resume) Reclamation	Water Shut-Off Well Integrity		
	Casing Repair Change Plans Convert to Injection	<ul> <li>New Construction</li> <li>Plug and Abandon</li> <li>Plug Back</li> </ul>	<ul> <li>Recomplete</li> <li>Temporarily Abandon</li> <li>Water Disposal</li> </ul>	☑ Other Venting and/or Flari ng		

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 recomplete 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 recompletion 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.)

Flaring will Be at Adeline ALN Federal Battery Which Includes 16 Wells:

 Adeline ALN #1
 API#: 30-015-20939

 Adeline ALN #2
 API# 30-015-27241

 Adeline ALN #3
 API# 30-015-27244

 Adeline ALN #4
 API# 30-015-35523 ±

 Adeline ALN #5
 API# 30-015-36090

 Adeline ALN #6
 API# 30-015-32013 ±

 Adeline ALN #6
 API# 30-015-27248

 Adeline ALN #6
 API# 30-015-27248

 Adeline ALN #6
 API# 30-015-27249

 Adeline ALN #8
 API# 30-015-27249

 Adeline ALN #8
 API# 30-015-27250

## SEE ATTACHED FOR CONDITIONS OF APPROVAL

Accepted for record

14. Thereby certify that the foregoing is true and correct. Electronic Submission #309768 verified by the BLM Well Information System For YATES PETROLEUM CORPORATION, sent to the Carlsbad Committed to AFMSS for processing by JENNIFER SANCHEZ on 10/09/2015 (16JAS02/135E)											
Name (Printed/Type	ed) JULIE STEELE	Title	PROD	PCTI	QN-/	HALYS	ST V	TES PE			
Signature	(Electronic Submission)	Date	07/21/			<u>/IED</u>	<b>1</b> 0	RREC	ORD		
THIS SPACE FOR FEDERAL OR STATE OFFICE USE 1 1/2015											
certify that the applicant	if any, are attached. Approval of this notice does not warrant or holds legal or equitable title to those rights in the subject lease applicant to conduct operations thereon.	Title	[	6	TCAF	FOF LA	FREE			Date :	
Title 18 U.S.C. Section 1 States any false, fictitic	001 and Title 43 U.S.C. Section 1212, make it a crime for any pous or fraudulent statements or representations as to any matter w	erson kno ithin its j	wingly an urisdictior	d/willf	ully to	make to	any de	partment o	r agency o	f the Unit	ed
** 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**