Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR RUREALLOGIAND MANAGEMENT

NMOCD Artesia

FOR	мΛ	PPRC	VED
омв	NO.	1004	-013:
Evnir	e h	15. 21	201

SUNDRY	5. Lease Serial No. NMNM100549							
Do not use the abandoned we	6. If Indian, Atlottee or Tribe Name							
SUBMIT IN TRI	7. If Unit or CA/Agreement, Name and/or No.							
1. Type of Well Gas Well Gas Well On	8. Well Name and No. BLAST BLA FEDERAL 2H							
2. Name of Operator YATES PETROLEUM CORP	9. API Well No. 30-015-42146-00-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 BONE SPRINGS UNDESIGNATED				
4. Location of Well (Footage, Sec., 7	n) ·			11. County or Parish, and State				
Sec 20 T26S R27E NENE 10 32.015617 N Lat, 104.121307	·			EDDY COUNTY, NM				
12. CHECK APPI	ROPRIATE BOX(ES) TO	O INDICATI	E NATURE OF 1	NOTICE, R	EPORT, OR OTHE	R DATA .		
TYPE OF SUBMISSION	TYPE OF ACTION							
Notice of Intent ■ Notice of Intent Not	· 🗖 Acidize	□ Dec	epen	_	ion (Start/Resume)	□ Water Shut-Off		
☐ Subsequent Report	☐ Alter Casing	-		☐ Reclamation		☐ Well Integrity		
	Casing Repair	•		Recomplete		☑ Other Venting and/or Flari		
☐ Final Abandonment Notice	☐ Change Plans ☐ Convert to Injection	☐ Plug and Abandon ☐ Plug Back		☐ Water I	arily Abandon Disposat	ng		
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 provided, the Bond No. of 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 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.) Blast BLA Battery Consists of Blast BLA Federal #2 API# 30-015-42146 Blast BLA Federal #3 API# 30-015-42147 Yates respectfully requests permission to Flare for 90 days until December 30, 2015 due to abnormal system pressures in Agave lines. The possibility of flare will ACHED FOR not be consistent, therefore, the volume can easily fluctuate. Average Daily Oil Production = 692 BBL Estimated Flare per day = 1850 +/- MCF								
14. I hereby certify that the foregoing is Comm Name(Printed/Typed) JULIE STE	#Electronic Submission # For YATES PETRO hitted to AFMSS for proces	LEUM CORP	DRATION, sent to IFER SANCHEZ of	o the Carlsba	(16 AS0392SE)	L		
Signature (Electronic S		Date 09/29/2	1.44					
)	THIS SPACE FO	R FEDERA	L OR STATE	OFFICE U	6 201			
Approved By			Title 51	\ <u> </u>	MY MU	/Date		
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to condu	not warrant or subject lease	Office	REVIZAVILAM CARLSBAD I	LD OFFICE				

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and w lifully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Additional data for EC transaction #318057 that would not fit on the form

32. Additional remarks, continued

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 101515