Form 3160-5 (February 2005)

united states.M. Oil Cons. DIV-Dist. 2

FORM APPROVED OMB No. 1004-0137 Expires March 31, 2007

DEPARTMENT OF THE INTERIOR DEPARTMENT OF LAND MANAGEMENT Grand Ave Lease Serial No SUNDRY NOTICES AND REPORTS ON WELLS, NIVI Do not use this form for proposals to drill or reenter an 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/o SUBMIT IN TRIPLICATE - Other instructions on page 2. FEB 2 6 2008 Type of Well 8. Well Name and No. Oil Well X Gas Well Name of Operator Karen Federal #2 Yates Petroleum Corporation 9 API Well No. 025575 3a. Address Phone No (include area code) 30-005-63681 10. Field and Pool, or Exploratory Area 105 South Fourth Street, Artesia, NM 88210 (505) 748-1471 Location of Well (Footage, Sec., T., R., M., or Survey Description) Wildcat Basement 1980' FSL and 1530' FEL, Unit J (NWSE) 11. County or Parish, State Section 25, T9S-R24E Chaves County, New Mexico 12 CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Production (Start/Resume) ■ Water Shut-Off Acidize Deepen Well Integrity Fracture Treat Reclamation Alter Casing X Other CHANGE Subsequent Report Casing Repair New Construction Recomplete Temporarily Abandon SPACING UNIT Change Plans Plug and Abandon CHANGE NAME Final Abandonment Notice Convert to Injection Plug Back Water Disposal 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection) Yates Petroleum Corporation request to change the spacing unit from the south half to the east half as indicated on the attached C-102; changing the name to the Karen Federal #2. Com agreement no longer required

14 I hereby certify that the foregoing is true and correct	
Name (Printed/Typed)	Title
Debbie L. Caffall debbiec@ypcnm.com	Regulatory Agent / Land Department
Signature & Calolado	Date February 14, 2008
UU THIS SPACE FOR	FEDERAL OR STATE USE
Approved by/S/ ALEXIS C. SWOBODA	PETROLEUM ENGINEER Date FEB 1 9 2008
Conditions of approval, if any, are attached. Approval of this notice does not warr certify that the applicant holds legal or equitable title to those rights in the subject which would entitle the applicant to conduct operations thereon	ant or Office lease
Title 18 U.S.C. Section 1001, make it a crime for any person known	wingly and willfully to make to any department or agency of the United

stalkes directions or fraudulent statements or representations as to any matter within its jurisdiction.

Electronic of

District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210

District III 1000 Rio Brazos Rd., Aztec, NM 87410

State of New Mexico

Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised October 12, 2005

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

FEB 26 2008 OCD-ARTESIA District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 ☐ AMENDED REPORT WELL LOCATION AND ACREAGE DEDICATION PLAT ² Pool Code ¹ API Number ³ Pool Name 30-005-63681 Wildcat Basement ⁵ Property Name ⁴Property Code Well Number Karen Federal OGRID No. ⁸ Operator Name Elevation 25575 Yates Petroleum Corporation 3562 ¹⁰ Surface Location UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line County 25 1980 Chave 11 Bottom Hole Location If Different From Surface UL or lot no. Section Township Lot Idn Feet from the North/South line East/West line County Range Feet from the 12 Dedicated Acres Joint or Infill ¹⁴ Consolidation Code Order No. 320 E/2

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

16		17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. February 14, 2008 Signature Debbie L Caffall Printed Name
	NM-16071 Q4 1530'	working interest or unleased numeral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a numeral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. February 14, 2008 Segnature Debbne L. Caffall

AES H. Prezeh Dr., Hobbs, NM 86240
DISTRICT II
BII South Piret, Artesia, NM 86210
DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410
DISTRICT IV
2040 South Pacheco, Santa Fe, NM 87505



Revised March 17, 1999
Instruction on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

OIL CONSERVATION DIVISION

P.O. Box 2088 Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API	Number		, , , , , , , , , , , , , , , , , , , ,					, Pool Name				
D	()	_	. Wildcat, Basement									
Property	code	Property Name , Well Number KAREN FEDERAL COM. 2						umber				
OGRID N		Operator Name Elevation						tion				
025575	`	YATES PETROLEUM CORPORATION					·	3562				
Surface Location												
UL or lot No.	Section	Township	Range	Lot	ldn	Feet fro		North/South line	Ti	feet from the	East/West line	County
J	. 25	95	24E	1980		SOUTH	1	1530	EAST	CHAVES		
Bottom Hole Location If Different From Surface												
UL or lot No.	Section	Township	Range	Lot I	ldn	Peet fro	m the	North/South line	1	Feet from the	Bast/West line	County
Dedicated Acres	a Joint o	Ingil Co.	neolidation :	Code	054	a= No		<u> </u>			<u> </u>	<u> </u>
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION												
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-									Printed Name Regulatory Agent			
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									-	6/4/02 Date		
									_	SURVEYO	R CERTIFICAT	rion
	N.33°30'11.4" W.104°27'17.2"							I hereby certify that the well location shown				
25.67 25.61						on this plat was plotted from field notes of actual surveys made by me or under my						
	ł		1					— 1530' ———	41		d that the same is t best of my belie	
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	ļ					3559	3563 	5			/06/2002	
		}							Щ	Date Surveyed		
Summers C	om #2		Í			إ				Professional	Barteyor	
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