Form 3160-5 (February 2005)

UNITED STATES DEPARTMENT OF THE INTERIOR

OCD-ARTESIA

FORM APPROVED Expires March 31, 2007

OMB No. 1004-0137

BUREAU OF LAND MANAGEMENT Lease Serial No. APR 15 200 SUNDRY NOTICES AND REPORTS ON WELLS NM-102208 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals. Not Applicable 7. If Unit or CA/Agreement, Name and/o SUBMIT IN TRIPLICATE = Other instructions on page 2 Not Applicable Type of Well X Oil Well Gas Well 8. Well Name and No. Other (re-entry) Name of Operator Milton BMF Federal Com #1H API Well No. Yates Petroleum Corporation 025575 Phone No. (include area code) 30-015-36955 105 South Fourth Street, Artesia, NM 88210 (575) 748-1471 10. Field and Pool, or Exploratory Area Location of Well (Footage, Sec., T., R., M., or Survey Description) Wildcat Wolfcamp 4590' FNL & 100' FEL, Lot 16, Sec.4, T16S-R29E Surface Location 11. County or Parish, State 4240' FNL & 330' FWL, Lot 13, Sec 4,T16S-R29E Bottom Hole Location Eddy County, New Mexico 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION X Notice of Intent Acidize Deepen Production (Start/Resume) Water Shut-Off Alter Casing Fracture Treat Reclamation Well Integrity Subsequent Report Casing Repair Other 15 day New Construction Recomplete Extension Change Plans Plug and Abandon Temporarily Abandon 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.) The BLM gave Yates Petroleum Corporation 45 days to move rig on the location after conductor pipe was set. The well was spudded at 10:00 PM on 2/28/09 and drilled across midnight 3/1/09. Yates Petroleum Corporation requests an additional 15 days to move the rig on. A verbal was given by Don Peterson on 4/10/09. Thank you. I hereby certify that the foregoing is true and correct Name (Printed/T Title Cy Cowan Land Regulatory Agent Date April 10, 2009 THIS SPACE FOR FEDERAL OR STATE USE Title Approved by

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

Office

Conditions of approval, if any, are attached. Approval of this notice does not warrant or

certify that the applicant holds legal or equitable title to those rights in the subject lease

which would entitle the applicant to conduct operations thereon