Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR

OMB NO 1004-0135 Expires: July 31, 2010 BUREAU OF LAND MANAGEMENT Lease Serial No. NMNM0219603 SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter 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/or No SUBMIT IN TRIPLICATE - Other instructions on reverse side. Well Name and No. FEDERAL BZ 23 1. Type of Well Oil Well Gas Well Other API Well No. Contact. JACQUETA REEVES YATES PETROLEUM CORPORATION Mail. jreeves@yatespetroleum.com 30-015-24369 3a. Address 10. Field and Pool, or Exploratory 3b. Phone No (include area code) 105 SOUTH 4TH STREET Ph: 575-748-1471 EAGLE CREEK, SA ARTESIA, NM 88210 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, and State Sec 28 T17S R25E NENE 330FNL 330FEL EDDY COUNTY, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION ☐ Water Shut-Off ☐ Acidize Production (Start/Resume) □ Deepen Notice of Intent ☐ Fracture Treat ☐ Well Integrity ☐ Alter Casing ☐ Reclamation ☐ Subsequent Report Casing Repair ■ New Construction Recomplete Other Final Abandonment Notice Change Plans Plug and Abandon Temporarily Abandon 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 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.) Yates Petroleum Corporation plans to plug and abandon this well as follows. RECEIVED NDITIONS OF APPROVAL 1. Install BOP. TOH with production equipment. 2. Set CIBP at 1220 ft. 3. Cement to surface with 150 sxs Class "C" cement. DEC 28 2011 Cut off head, install marker and clean location as per regulations. RECLAMATION PROCEDURE Note. Yates Petroleum Corporation will use steel pits and no earth pits NMOCD ARTESIA (well bore diagram attached) rele 12/29/2011 Accepted for record I hereby certify that the foregoing is true and correct Electronic Submission #124506 verified by the BLM Well Information System For YATES PETROLEUM CORPORATION, sent to the Carlsbad Title Name (Printed/Typed) JACQUETA REEVES REGULATORY COMPLIANCE TECH Signature (Electronic Submission) Date 12/02/2011 THIS SPACE FOR FEDERAL OR STATE OFFICE USE 12-26-4 Approved By Title

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.

Title 8 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully 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.