

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010



SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

5. Lease Serial No.
NMNM16324

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
YATES PETROLEUM CORPORATION
Contact: TINA HUERTA
E-Mail: tinah@yatespetroleum.com

3a. Address
105 SOUTH 4TH STREET
ARTESIA, NM 88210

3b. Phone No. (include area code)
Ph: 575-748-4168
Fx: 575-748-4585

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec 17 T7S R26E SWSW 660FSL 500FWL

8. Well Name and No.
CHARLOTTE FEDERAL 2

9. API Well No.
30-005-61401-00-S1

10. Field and Pool, or Exploratory
PECOS SLOPE-ABO

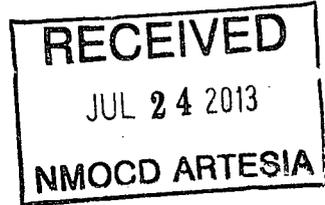
11. County or Parish, and State
CHAVES COUNTY, NM

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

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|---|---|--|--|---|
| <input type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input checked="" type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> 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.)

5/23/13 - Flowed well. Hole in casing blowing gas. Pumped 80 bbls water down annulus. Well dead. NU BOP. GR would not go past hole in casing. Looked inside, build up inside casing, could not knock out.
5/24-27/13 - Picked up 1 jt tubing with flat bottom mill to remove obstruction inside casing. Started turning with tongs, casing broke off. Wellhead laid over. Rotated with mill cleaned out ID. RIH with GR/JB to 3650 ft. Set a CIBP at 3600 ft. Loaded hole. Welded on 4-1/2 inch bell nipple.
5/28/13 - Tagged CIBP at 3600 ft. Spotted 25 sx Class C Neat at 3600 ft. Calc TOC 3238 ft, no tag. Perforated 4 holes at 1789 ft. Pumped in perms 2 BPM at 500 psi. Pumped 110 sx Class C Neat cement. Displaced to 1356 ft.
5/29/13 - Tagged at 1320 ft. Perforated 4 holes at 900 ft. Pumped in perms 2 BPM at 900 psi. Pumped 30 sx Class C Neat. Displaced to 800 ft. WOC. Tagged at 789 ft. Perforated 4 holes at 60



Handwritten signature and date: 7/24/13
ACCEPTED FOR RECORD
NMOC

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #211064 verified by the BLM Well Information System For YATES PETROLEUM CORPORATION, sent to the Roswell Committed to AFMSS for processing by BEVERLY WEATHERFORD on 06/19/2013 (13DRG0607SE)

Name (Printed/Typed) TINA HUERTA Title REG REPORTING SUPERVISOR

Signature (Electronic Submission) Date 06/19/2013

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By DAVID R GLASS Title PETROLEUM ENGINEER Date 07/09/2013

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.

Office Roswell

Title 18 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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

**APPROVED FOR 6 MONTH PERIOD
ENDING DEC 18 2013**

**APPROVED AS TO PLUGGING OF THIS
WELL BORE UNDER BOND
IS RETAINED UNTIL SURFACE RESTORATION
IS COMPLETED**

Handwritten mark

Revisions to Operator-Submitted EC Data for Sundry Notice #211064

| | Operator Submitted | BLM Revised (AFMSS) |
|----------------|---|---|
| Sundry Type: | ABD SR | ABD SR |
| Lease: | NMNM16324 | NMNM16324 |
| Agreement: | | |
| Operator: | YATES PETROLEUM CORPORATION 105 SOUTH FOURTH STREET ARTESIA, NM 88210 Ph: 575-748-1471 | YATES PETROLEUM CORPORATION 105 SOUTH 4TH STREET ARTESIA, NM 88210 |
| Admin Contact: | TINA HUERTA REG REPORTING SUPERVISOR E-Mail: tinah@yatespetroleum.com Ph: 575-748-4168 Fx: 575-748-4585 | TINA HUERTA REG REPORTING SUPERVISOR E-Mail: tinah@yatespetroleum.com Ph: 575-748-4168 Fx: 575-748-4585 |
| Tech Contact: | TINA HUERTA REG REPORTING SUPERVISOR E-Mail: tinah@yatespetroleum.com Ph: 575-748-4168 Fx: 575-748-4585 | TINA HUERTA REG REPORTING SUPERVISOR E-Mail: tinah@yatespetroleum.com Ph: 575-748-4168 Fx: 575-748-4585 |
| Location: | | |
| State: | NM | NM |
| County: | CHAVES | CHAVES |
| Field/Pool: | PECOS SLOPE;ABO | PECOS SLOPE-ABO |
| Well/Facility: | CHARLOTTE FEDERAL 2 Sec 17 T7S R26E SWSW 660FSL 500FWL | CHARLOTTE FEDERAL 2 Sec 17 T7S R26E SWSW 660FSL 500FWL |