

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

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.***SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

| | | |
|--|--|--|
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No. NMNM113937 |
| 2. Name of Operator YATES PETROLEUM CORPORATION | | 6. If Indian, Allottee or Tribe Name |
| 3a. Address 105 SOUTH FOURTH STREET ARTESIA, NM 88210 | | 7. If Unit or CA/Agreement, Name and/or No. |
| 3b. Phone No. (include area code) Ph: 575-748-4168 Fx: 575-748-4585 | | 8. Well Name and No. BODACIOUS BSM FEDERAL 1H |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 1 T26S R26E SWSW 510FSL 660FWL | | 9. API Well No. 30-015-41158-00-S1 |
| | | 10. Field and Pool, or Exploratory WILDCAT |
| | | 11. County or Parish, and State EDDY 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 checked="" 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 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 recompleat 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.)

6/6/13 - NU BOP.

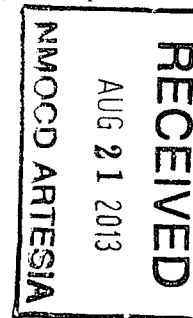
6/9/13 - Tagged cement at 5549 ft. Tested casing to 1000 psi, good. Drilled cement to 5569 ft and tagged DV tool, drilled DV tool. Tested casing from surface to PBTD, good.

6/10/13 - Circulated hole from surface to 11,969 ft and tagged.

6/11/13 - Worked scraper across DV tool at 5569 ft. Ran a sonic scanner log and CBL from 11,940 ft - 7700 ft. Ran CBL/GR/CC log from 7700 ft to 1900 ft. NOTE: Held 1200 psi on 5-1/2 inch casing during logging process.

6/12/13 - RIH to a depth of 11,908 ft. ND BOP.

7/10/13-7/31/13 - Perforated Bone Spring 8205 ft - 11,886 ft (504). Acidized with 85249g 7-1/2 percent HCL acid and frac with 3,501,290Lb 16/30 Super LC and 20/40 Jordan sand. Flow through plugs at 8439 ft, 8721 ft, 9098 ft, 9425 ft, 9865 ft, 10,136 ft, 10,422 ft, 10,640 ft, 10,838 ft, 11,130 ft, 11,340 ft and 11,567 ft.



Accepted for record

J2Dede NMOC D 8/21/13

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

Electronic Submission #216760 verified by the BLM Well Information System
For YATES PETROLEUM CORPORATION, sent to the Carlsbad
Committed to AFMSS for processing by JOHNNY DICKERSON on 08/15/2013 (13JLD1134SE)

Name (Printed/Typed) TINA HUERTA

Title REG REPORTING SUPERVISOR

Signature (Electronic Submission)

Date 08/12/2013

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|-----------------------------|--------------------------------------|-----------------|
| Approved By ACCEPTED | JAMES A AMOS Title SUPERVISOR EPS | Date 08/19/2013 |
|-----------------------------|--------------------------------------|-----------------|

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 Carlsbad

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 ****