

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD - ARTESIA

FORM APPROVED
OMB No. 1004-0135
Expires November 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

| | |
|--|---|
| 1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other Tank Battery Site | 5. Lease Serial No. NM-81953 |
| 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/o |
| 3b. Phone No. (include area code) (505) 748-1471 | 8. Well Name and No. Glow Worm ALX #13 |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 330' FNL and 2160' FEL Section 4, T23S-R31E | 9. API Well No. 30-015-35315 - DM |
| | 10. Field and Pool, or Exploratory Area Wildcat Delaware |

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

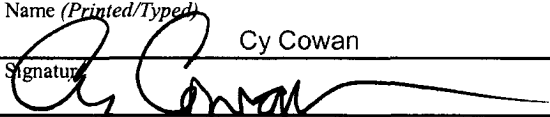
| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|--|---|---|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> 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 checked="" type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | Construction of |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | flowline. |

13. Describe Proposed or Completed Operations (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 recompleat 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 wishes to amend our Plan of Development approved by the BLM on September 29, 2006, to include a production flowline from the Glow Worm ALX Federal #13 to our proposed tank battery site for our Glow Worm Lease. The flowline will be one (1) three (3) inch SDR-11 poly surface flowline with a working pressure to 100# and a volume of 400 BPD. The flowline will follow the existing access road east for approximately 3300 feet to the southwest corner of the tank battery.

Please note attached plats.

Thank you.

| | |
|--|---------------------------|
| 14. I hereby certify that the foregoing is true and correct | |
| Name (Printed/Typed) Cy Cowan | Title Regulatory Agent |
| Signature  | Date March 2, 2007 |

THIS SPACE FOR FEDERAL OR STATE USE

| | | |
|---|------------------------|-------------------------------------|
| Approved by /s/ James Stovall ACTING | Title FIELD MANAGER | Date APR 06 2007 |
| 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 BLM-CARLSBAD FIELD OFFICE |

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 States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on reverse)

