UNITED STATES New Mexico Oif Conseivation Divi BUREAU OF LATEON N. FRENCH Drive SUNDRY NOTICES AND REPORT FORM APPROVED OMB No. 1004-0135 New Mexico Oil Conservation Division. District I Expires Inovember 30, 2000 5. Lease Serial No. BUREAU OF LANGE AN AFRENCH Drive NM-105888 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. 7. If Unit or CA/Agreement, Name and/o SUBMIT IN TRIPLICATE – Other instructions on reverse side N/A Type of Well Well Name and No. X Oil Well Gas Well Scooter BPS Federal #1H Name of Operator API Well No. Yates Petroleum Corporation Phone No. (include area code) 3000529172 Address 10. Field and Pool, or Exploratory Area 105 South Fourth Street, Artesia, NM 88210 (505) 748-1471 Location of Well (Footage, Sec., T., R., M., or Survey Description) Wildcat Abo 11. 770' FNL & 200' FEL - Surface Hole Location 360' FNL & 330' FWL - Bottom Hole Location Chaves County, New Mexico Section 28, T15S-R31E TYPE OF ACTION TYPE OF SUBMISSION Water Shut-Off Production (Start/Resume) Acidize Deepen X Notice of Intent Reclamation Well Integrity Fracture Treat Alter Casing Other Drilling New Construction Recomplete Casing Repair Subsequent Report Extension Plug and Abandon Temporarily Abandon Change Plans Water Disposal Convert to Injection Plug Back Final Abandonment Notice 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 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.) APPROVED FOR 30 MONTH PERIOD ENDING _____APR 2 9 2011 Yates Petroleum Corporation set conductor pipe on this well on February 28, 2011 to save Federal Lease NM-105888. On February 23, 2011 BLM approved a 30-day period to March 30, 2011 to move rig onto

Yates Petroleum Corporation set conductor pipe on this well on February 28, 2011 to save Federal Lease NM-105888. On February 23, 2011 BLM approved a 30-day period to March 30, 2011 to move rig onto location to conduct diligent drilling operation. We are currently drilling the Vespa BME Federal #1H well with the Patriot Rig 511 rig, which we intend to move onto this well. Dirlling on the Vespa well will not be completed until approximately April 1st or 2nd therfore Yates request a seven day extension till April 6th to move the rig onto this well and start the diligent drilling operations.

14. I hereby certify that the foregoing is true and correct	
Name (Printed/Typed)	Title
Armando A. Lopez	Chief Land Regulatory Agent
Signature and Chrs.	Date March 28, 2011
/THIS SPACE FOR	FEDERAL OR STATE USE
Approved by /S/ DAVID R. GLASS	Title PETROLEUM ENGINEER Date MAR 2 8 2011
Conditions of approval, if any, are attached. Approval of this notice does not war certify that the applicant holds legal or equitable title to those rights in the subject which would entitle the applicant to conduct operations thereon.	
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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 fictitios or fradulent statements.