Oil Cons. N.M. DIV-Dist. 2 UNITED ST1301 W. Grand Avenue

FORM APPROVED Expires: March 31, 1993

Form 3160-5 DEPARTMENT OF THE INTERIOR, NM 88210 BUREAU OF LAND MANAGEMENT Budget Bureau No. 1004-0135 (June 1990) 5. Lease Designation and Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NM-78213 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT--" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 112131415167 1. Type of Well 8. Well Name and No. Gas Oil Walt Canyon AMA #9] Well 🔲 Well 🔲 Other 2. Name of Operator 9. API Well No. S Yates Petroleum Corporation 30-015-32468 ď 3. Address and Telephone No. 10. Field and Pool, or Exploratory Area 105 South 4th Street, Artesia, NM 88210 (505) 748-Indian Basin Upper Penn Assoc. 4. Location of Well (Footage, Sec., T., R., M., or Survey Description 11. County or Parish, State 1370' FSL & 915' FWL of Section 3-T22S-R24E Eddy, New Mexico CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF MOTICE, REPORT, OR OTHER DATA 12. TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Change of Plans Ahandonment Recompletion New Construction Subsequent Report Non-Routine Fracturing Plugging Back Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection Dispose Water Other. (Note : Report results of multiple completion on Well completion or Recompletion Report and Log Form) 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* Yates Petroleum Corporation is submitting application for produced water pursuant to Order #7 and requests your approval. The well at present produces 1800 Bbls of water per day from the Indian Basin Upper Penn Assoc. The water will be stored in two 1000 Fbgls tanks and will be pipeline to the YPC- Dagger Draw Water System. (E.I.B. Water System). PLEASE BE ADVISED THAT IN THE FUTURE WE **APPROVED** WILL NEED THE FOLLOWING DATA: - NAME OF DISPOSAL WELL(S) IF APPLICABLE - LOCATION OF DISPOSAL FACILITY - SEC - TWP - RNG FFB 1 1 2003 - NMOCD DISPOSAL ORDER NO. LES BABYAK PETROLEUM ENGINEER certify that the foregoing is true and correct

Title Production Secretary Date January 04, 2003 Signe (This space for Federal or State office use) Approved by Title Conditions of approval, if any:

Title 18 U.S.C. Section 1001, makes 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. or representations as to any matter within its jurisdiction.

See Instruction Reverse Side