

N.M. Oil Cons. Division
1625 N. French Dr.
Hobbs, NM 88240

Form 3160-5
(June 1990)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

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

5. Lease Designation and Serial No.
NM-20073

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE

7. If Unit or CA, Agreement Designation

1. Type of Well
Oil Gas
 Well Well Other

8. Well Name and No.
Pronghorn AAP Federal #1

2. Name of Operator
Yates Petroleum Corporation

9. API Well No.
30-025-26496 28927

3. Address and Telephone No.
105 South 4th Street, Artesia, NM 88210 (505) 748-1471

10. Field and Pool, or Exploratory Area
Cruz Delaware

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
330' FSL & 330' FWL, SW/SW, Sec. 8-T23S-R33E)

11. County or Parish, State
Lea County, New Mexico

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

TYPE OF SUBMISSION

- Notice of Intent
 Subsequent Report
 Final Abandonment Notice

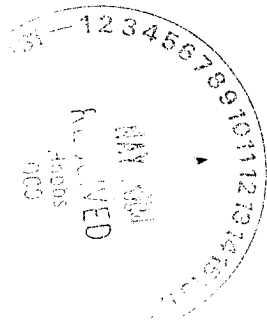
TYPE OF ACTION

- Abandonment
 Recompletion
 Plugging Back
 Casing Repair
 Altering Casing
 Other _____
- Change of Plans
 New Construction
 Non-Routine Fracturing
 Water Shut-Off
 Conversion to Injection
 Dispose Water

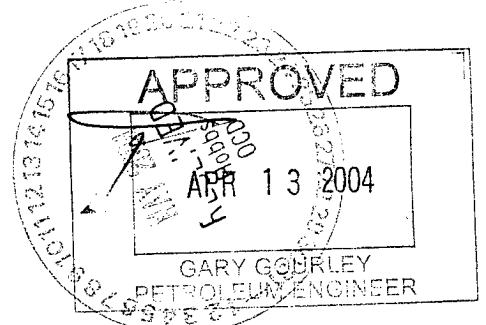
(Note: Report results of multiple completion on Well completion or Recompletion Report and Log Form)

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 50 Bbls of water per day from the Cruz Delaware. The water will be stored in a 2 210 Fbgl tanks and will be pipeline to the to the Kiwi AKX State #8. Located at 16-22S-32E. Order SWD-510. If the system is down it will be trucked by the lowest bid company.



SUBJECT TO
LIKE APPROVAL
BY STATE



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

Signed Marta Reyes Title Production Secretary

Date April 6, 2004

(This space for Federal or State office use)

Approved by Stanley Winkler BLM FIELD REPRESENTATIVE Date MANAGER

MAY 14 2004

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.

*See Instruction on Reverse Side