OCD-ARTESIA

(**************************************	UNITED STATES TMENT OF THE INTERIOR J 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		Lease Designation and Serial No. NM-53219 G. 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	RECEIVED	8. Well Name and No. Whitbread BFG Federal Com #1
2. Name of Operator	JAN 2 7 2006	9. API Well No.
Yates Petroleum Corporation	OCD-AHTESIA	30-015-33932
3.Address and Telephone No.		10. Field and Pool, or Exploratory Area
3. Address and Telephone No. 105 South 4 th Street, Artesia, NM 88210 (505) 748-1471		Indian Basin Upper Penn Assoc.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description		11. County or Parish, State
1980' FNL & 660' FWL (Unit E, SWNW) Sec-1-T22S-R24E		Eddy County, New Mexico
12. CHECK APPROPRIATE BO	DX(s) TO INDICATE NATURE OF NOTICE,	REPORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	
Notice of Intent	Abandonment	Change of Plans
Subsequent Report	Recompletion Plugging Back	New ConstructionNon-Routine Fracturing
Final Abandonment Notice	Casing Repair Altering Casing	Water Shut-Off Conversion to Injection
	Other	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 0-75Bbls of water per day from the Indian Basin Upper Penn Assoc., The water will be stored in a 2 500 Fbgls tanks and will be pipeline to the EIB Water System at the Dagger Draw Water System. If the system is down it will be trucked by the lowest bid company.

	rd - ATROCT	
14. I hereby certify that the foregoing is true and correct Signed	Title Production Secretary Date January 4, 2006	
(This space for Federal or Gute office on Calaborate Approved by Conditions of approval, if any:	Title PETRIOLEUM ENGINEER Date JAN 2 5 2005	

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.