

N.M. Oil Cons. DIV-Dist. 2
1301 W. Grand Avenue

Form 3160-5
 (June 1990)

UNITED STATES
 DEPARTMENT OF THE INTERIOR
 BUREAU OF LAND MANAGEMENT
Artesia, NM 88210

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



SUNDRY NOTICES AND REPORTS ON WELLS

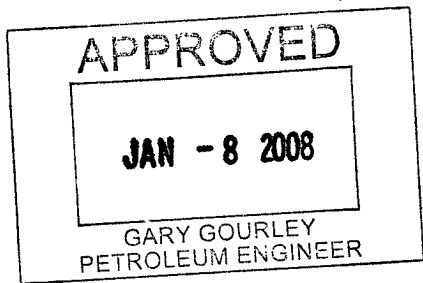
Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
 Use "APPLICATION FOR PERMIT--" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well Oil Gas <input type="checkbox"/> Well <input checked="" type="checkbox"/> Well <input type="checkbox"/> Other 2. Name of Operator Yates Petroleum Corporation 3. Address and Telephone No 105 South 4th Street, Artesia, NM 88210 (505) 748-1471 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FSL & 1980' FWL (NESW) Unit K Sec-21T10S-R26E		5. Lease Designation and Serial No NM-90864 6. If Indian, Allottee or Tribe Name 7. If Unit or CA, Agreement Designation 8. Well Name and No Kirby BCK Federal Com #2 9. API Well No 30-005-63955 10. Field and Pool, or Exploratory Area Foor Ranch/Pre Permian 11. County or Parish, State Chavez County, New Mexico
12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA		
TYPE OF SUBMISSION <input checked="" type="checkbox"/> Notice of Intent <input type="checkbox"/> Subsequent Report <input type="checkbox"/> Final Abandonment Notice	TYPE OF ACTION <div style="display: flex; justify-content: space-between;"> <div style="width: 30%;"> <input type="checkbox"/> Abandonment <input type="checkbox"/> Recompletion <input type="checkbox"/> Plugging Back <input type="checkbox"/> Casing Repair <input type="checkbox"/> Altering Casing <input type="checkbox"/> Other _____ </div> <div style="width: 30%;"> <input type="checkbox"/> Change of Plans <input type="checkbox"/> New Construction <input type="checkbox"/> Non-Routine Fracturing <input type="checkbox"/> Water Shut-Off <input type="checkbox"/> Conversion to Injection <input checked="" type="checkbox"/> Dispose Water <small>(Note: Report results of multiple completion on Well completion or Recompletion Report and Log Form)</small> </div> </div>	

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 Bbbls of water per day from the Foor Ranch/Pre Permian. The water will be stored in a 100 Fbbls tank and will be transported to the Handicapper SWD STATE #1. Located at 3-10S-26E. Order SWD-800. If the System is down it will be trucked by the lowest bid company.



**SUBJECT TO
 LIKE APPROVAL
 BY NMOCD**

**Accepted for record
 NMOCD**

**SEE ATTACHED FOR
 CONDITIONS OF APPROVAL**

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

Signed Mate Res Title Production Secretary Date January 3, 2008

(This space for Federal or State office use)

Approved by _____ Title _____ Date _____
 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

*See Instruction on Reverse Side

**BUREAU OF LAND MANAGEMENT
Roswell Field Office
2909 West Second Street
Roswell, New Mexico 88201
505-627-0272**

**Disposal of Produced Water From Federal Wells
Conditions of Approval**

Approval of the produced water disposal methodology is subject to the following conditions of approval:

1. This agency shall be notified of any change in your method or location of disposal.
2. Compliance with all provisions of Onshore Order No. 7.
3. This agency shall be notified of any spill or discharge as required by NTL-3A.
4. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
5. All above ground structures on the lease shall be painted sandstone brown, Federal Std. 595-20318, or 30318, within 90 days, if you have not already done so.
6. Any on-lease open top storage tanks shall be covered with a wire screen to prevent entry by birds and other wildlife.
7. This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
- S. If water is transported via a pipeline that extends beyond the lease boundary, then you need to submit within 30 days an application for right-of-way approval to the Realty Section in this office if you have not already done so.

[Faint, illegible text]