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

UNITED STARTESIA. NM 88210

Form 3160-5	
(lune 1990)	

(54.116 1330)	TMENT OF THE INTERIOR J OF LAND MANAGEMENT	Expires March 31, 1993	
DOREMO OF EMAD MAINTOEMENT		5 Lease Designation and Serial No	
SUNDRY NO	TICES AND REPORTS ON WELLS	NM-106904	
Do not use this form for proposals to drill or Use "APPLICATION FO	to deepen or reentry to a different reservoir. OR PERMIT" for such proposals	6 If Indian. Allottee or Tribe Name	
SUBMIT IN	TRIPLICATE	7 If Unit or CA. Agreement Designation	
1. Type of Well		8. Well Name and No	
Oil Gas	DEC 09 2008	Football BCF Federal #2H	
☐ Well ☐ Other	DEC 0.9 7000		
2 Name of Operator	OCD-ARTESIA	9 API Well No.	
Yates Petroleum Corporation	OUDAKIESIA	30-005-64020	
3.Address and Telephone No.		10 Field and Pool, or Exploratory Area	
105 South 4 th Street, Artesia, NM 88210		Coyote; Wolfcamp	
4 Location of Well (Footage, Sec., T., R., M., or Survey)		11 County or Parish. State	
1980' FSL & 250' FEL (NESE) Unit I S		Chavez County, New Mexico	
1929' FSL & 1959' FEL (NWSE) Unit J		,	
12 CHECK APPROPRIATE BC	DX(s) TO INDICATE NATURE OF NOTICE,	, REPORT, OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION		
Notice of Intent	Abandonment	Change of Plans	
	Recompletion	New Construction	
Subsequent Report	Plugging Back	Non-Routine Fracturing	
Final Abandonment Notice	Casing Repair	Water Shut-Off	
I had I toundonment I toud	Altering Casing	Conversion to Injection	
	Other	□ Dispose Water □ Dispose Water	
		(Note: Report results of multiple completion on Well completion or Recompletion Report and Log Form)	
		g estimated date of starting any proposed work. If well is directionally	
drilled, give subsurface locations and measured and true v	vertical depths for all markers and zones pertinent to this wo	ork.)*	
Yates Petroleum Corporation is sub	mitting application for produced water pu	ursuant to Order #7 and requests your approval.	

The well at present produces 6 Bbls of water per day from the Coyote; Wolfcamp. The water will be stored in a 210 Fbgls tank and will be transported by Stone Water Service to the Pathfinder AFT STATE #13. Located at 21-10S-37E. Order SWD-415. If the System is down it will be trucked by the lowest bid company.

ACCEPTED FOR RECORD

DEC 10 2008

Gerry Guye, Deputy Field Inspector NMOCD-District II ARTESIA

Signed Title Production Secretary		Date December 2, 2008		
This space for Federal on State office used ASS Title Conditions of approval, if any.	PETROLEUM ENGINEER	Date	DEC 0 4 2008	

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

BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201 575-627-0272

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. Any on-lease open top storage tanks shall be covered with a wire screen to prevent entry by birds and other wildlife.
- 6. This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
- 7. 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 for wells in Chaves or Roosevelt County if you have not already done so.