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

UNITED STATES Artesia, NM 88210

FORM APPROVED Form 3160-5 Budget Bureau No. 1004-0135 DEPARTMENT OF THE INTERIOR (June 1990) Expires: March 31, 1993 **BUREAU OF LAND MANAGEMENT** 5. Lease Designation and Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NM-78214 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 RECEIVED 8. Well Name and No. 1. Type of Well Gas Oil Anemone ANE Federal #7 APR 0 9 2004 Well Well Other 2. Name of Operator 9. API Well No. ARP-ARTESIA Yates Petroleum Corporation 30-015-33044 3. Address and Telephone No. 10. Field and Pool, or Exploratory Area 105 South 4th 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 1885'FSL & 759'FWL of Sec. 9-T22S-R24E (Unit L. NWSW) Eddy County, New Mexico CHECK APPROPRIATE BOX(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 Non-Routine Fracturing Plugging Back Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection Dispose Water Other\_ 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 400 Bbls of water per day from the Indian Basin Upper Penn Assoc. The water will be stored in a 2 1000 Fbgls tank and will be pipeline to the to the Indian Basin Water System, Dagger Draw Water System, Archimedes SWD #1. Located at 18-21S-24E. Order SWD-814-A. If the system is down it will be trucked by the lowest bid company.

APPROVAL SUBJECT TO GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS ATTACHED

14. I hereby certify that the foregoing is true and correct  Signed Title Production Secretary	Date_April 6, 2004
(This space for Edden GD.) ALEXIS C. SWOBODA THE ETROLEUM ENGINEER Conditions of approval, if any:	Date APR 0 8 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