Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No 1004-0137
Expires July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELI

Do not use this form for proposals to drill or to re-enter ar abandoned well. Use Form 3160-3 (APD) for such proposals.

NM-106904

6. IBihdian Allottee of Tribe Name

				I ARTESIA NO	<u>// 88210</u>		
SUBMIT IN TRIE	PLICATE - Other in	structions on page 9	ARITESIA	. If Unit or CA/Agr	eement, Name and/or No.		
1. Type of Well Oil Well X Gas	s Well Other	PA		8. Well Name and	No.		
2. Name of Operator					Football BCF Federal #2H		
Yates Petroleum Corporation					9. API Well No.		
3a. Address	3b. Phone No. (include area code)		30-005-64020				
105 S. 4th Str., Artesia, NM 8	575-748-1471		10. Field and Pool or Exploratory Area				
4. Location of Well (Footage, Sec., T., R., M., OR Survey Description)					Coyote/ Wolfcamp		
1980' FSL & 250' FEL Sec. 1-T12S-R26E Unit I, NESE Surface				11. County or Parish, State			
1929' FSL & 1959' FEL Sec. 1-T12S-R26E Unit J, NWSE Bottom				Chaves County, New Mexico			
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA					HER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION						
	Acidize	Deepen	Production (S	Start/Resume)	Water Shut-Off		
Notice of Intent	Alter Casing	Fracture Treat	Reclamation		Well Integrity		
X Subsequent Report	Casing Repair	New Construction	Recomplete		Other		
Subsequent Report	Change Plans	Plug and Abandon	Temporarily A	Abandon .			
Final Abandonment Notice	Convert to Injection	Plug Back	X Water Dispos	sal	· · · · · · · · · · · · · · · · · · ·		
13. Describe Proposed of Completed Operation. Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If							

3. Describe Proposed or Completed Operation. Clearly state air pertinent details, including estimated stating date of any proposed work air approximate duration thereof. the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No on file with BLW/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

Yates Petroleum Corporation is submitting an application for produced water pursuant to Order #7 and requests your approval. The well at present produces less than 1 bbl of water per day and is stored in a 210 tank. The water is trucked by Jim's Water Services to the Pathfinder AFT state #3 located at Sec. 21-T10S-R27E with order #SWD-415.

SEE ATTACHED FOR CONDITIONS OF APPROVAL

Accepted for record NMOCD 25

14. I hereby certify that the foregoing is true and correct	T			
Name (Printed/Typed)		,		
Miriam Morales		Production Analyst		
Signature / Islam & balls	Date	2/21/2012		
THIS SPACE FOR FED	ERAL (LOR STATE OFFICE USE		
Approved by /S/ DAVID H. GLASS		Title PETROLEUM ENGINEER Date MAR 1 2 2012		
Conditions of approval, if any, are attached. Approval of this notice does not warr certify that the applicant holds legal or equitable title to those rights in the subject which would entitle the applicant to conduct operations thereon				
Title 18 U.S.C. Section 1001 and Title 43 U.S.C Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States				

Title 18 U.S.C. Section 1001 and Title 43 U.S.C Section 1212, make 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.