rm 3160-5 (March 2012)

UNITED STATES. DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NM OIL CONSERVATION ARTESIA DISTRICT

MAR 09 2015

FORM APPROVED OMB No. 1004-0137

SUNDRY NOTICES AND REPORTS ON WELLS

Expires: October 31, 2014 5. Lease Serial No.

JAMES A. AMOS

SUPERVISOR-EPS

| | orm for proposals to drill or to Ise Form 3160-3 (APD) for suc | D I= ()= 1 \ | VED | 6. If Indian, Allotte | | |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------|--------------------------------------------------------------------------------|---------------------------------------|-----|
| ÷ ———————————————————————————————————— | | | | la gua dan | · · · · · · · · · · · · · · · · · · · | |
| SUBMIT IN TRIPLICATE - Other instructions on page 2. | | | | 7. If Unit or CA/Agreement, Name and/or No. NMNM124848X 8. Well Name and No. | | |
| 1. Type of Well | | | | | | |
| Oil Well Gas Well Other | | | | | | |
| 2. Name of Operator | | | | HERRADU | RA UNIT #1 | |
| Yates Petroleum Corporation | | | | 9. API Well No. | | |
| 3a. Address 3b. Phone No. (include area code) 105 S. 4th Str., Artesia, NM 88210 575-748-1471 | | | | 30-015-379 | ol or Exploratory Area | |
| 4. Location of Well (Footage, Sec., T., R., M., OR Survey Description) SEC16 T24S R25E 330FNL 760 FEL | | | | - | MORROW SOL | JTH |
| | | | | 11. County or Parish, State | | |
| | | | | EDDY COUNTY, NM | | |
| 12. CHECK THE APPROI | PRIATE BOX(ES) TO II | NDICATE NATURE | OF NOTICE, | REPORT OR | OTHER DATA | |
| TYPE OF SUBMISSION | • | TYPE | OF ACTION | | | |
| | Acidize | Deepen | Production (| Start/Resume) | Water Shut-Off | |
| X Notice of Intent | Alter Casing | Fracture Treat | Reclamation | • | Well Integrity | |
| | Casing Repair | New Construction | Recomplete | * | Other | |
| Subsequent Report | Change Plans | Plug and Abandon | Temporarily | Abandon | | |
| | | | 岩 · · | | | |
| Final Abandonment Notice | Convert to Injection | Plug Back | X Water Dispo | sal | · | |
| the proposal is to deepen directionally or recomple Attach the Bond under which the work will be pe following completion of the involved operations. If testing has been completed. Final Abandonment No determined that the site is ready for final inspection | rformed or provide the Bond No. on the operation results in a multiple c Notices must be filed only after all re- | file with BLM/BIA. Required su ompletion or recompletion in a new particular in the second se | bsequent reports mu ew interval, a Form 3 | st be filed within 30 160-4 must be filed o | days once | |
| Yates Petroleum Corporation is so well, at present, produces an aver be trucked by Tristar to the Brann | age of 75 bbls of water p | per day. The water wi | | | | |
| Bransiers being | to an mitaly | · - | | | | |
| Brannigan being Archimedes SWD | #1 SWN- | R14 | | | | |
| | , , , | | | SEE A | TTACHED FOR NS OF APPROVAL | |
| | | | | CONDITIO | 140 OF ALT HOME | |
| • | • | | | | | |
| • | | | 1 | | | |
| 14. Thereby certify that the foregoing is true and | correct. Name (Printed/Typed | 3) | | | | |
| Britnye Gui | | | story Donorti | or Cloub | | |
| O O (| \ ^ | Title Regula | atory Report <u>ir</u> | APP | ROVED | - |
| Signature Sutul F | olestart | Date 12129 | 12014 | AFF | I V L D | |
| | | | | FER | 1 9 2015 | |
| Approved by | | Title | | Dat | 1 0 2010 | |
| O additions of annound if any an attached A | ansayal of this nation does not | | | ス () | | -+ |

Office

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

certify that the applicant holds legal or equitable title to those rights in the subject lease

any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

which would entitle the applicant to conduct operations thereon.

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

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 protective cover 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 if you have not already done so.
- 8. Disposal at any other site will require prior approval.
- 9. Subject to like approval by NMOCD.

7/10/14