

N.M. Oil Cons. DIV-Dist. 2  
UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
1801 W. Grand Avenue  
Artesia, NM 88210

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

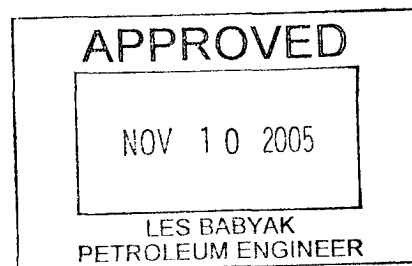
FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

SUBMIT IN TRIPLICATE		RECEIVED NOV 16 2005 OCD-ARTESIA	5. Lease Designation and Serial No. NM-108453
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	6. If Indian, Allottee or Tribe Name
3. Address and Telephone No. 105 South 4 <sup>th</sup> Street, Artesia, NM 88210 (505) 748-1471		9. API Well No. 30-015-34084	7. If Unit or CA, Agreement Designation
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1310' FNL & 660' FEL (Unit A, NENE) Sec-33-T20S-R25E		10. Field and Pool, or Exploratory Area Cemetery Morrow/Cemetery Wolfcamp	8. Well Name and No. Bellagio BBY Federal #2
11. County or Parish, State Eddy County, New Mexico		12. CHECK APPROPRIATE BOX(es) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA	
TYPE OF SUBMISSION		TYPE OF ACTION	
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment	<input type="checkbox"/> Change of Plans	
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> New Construction	
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> Non-Routine Fracturing	
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Water Shut-Off	
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Conversion to Injection	
	<input type="checkbox"/> Other _____	<input checked="" type="checkbox"/> Dispose Water (Note: Report results of multiple completion on Well 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 0-31Bbbls of water per day from the Cemetery Morrow, and 200 Bbbls of water per day from the Cemetery Wolfcamp. The water will be stored in a 210 Fbgls tank and will be trucked by OK Hot Oil/EIB Water System at the Marathon Box. 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

*Mate Reyes*

Title Production Secretary

Date October 27, 2005

(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

Accepted for record - NMOCD