1. Type of Well

2. Name of Operator

☑ Oil Well ☐ Gas Well ☐ Other

105 SOUTH FOURTH STREET

ARTESIA, NM 88210

#### **UNITED STATES** DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

YATES PETROLEUM CORPORATIONE-Mail: tinah@yatespetroleum.com

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 5 T24S R31E SWSW 660FSL 660FWL

OMB NO. 1004-0135	
Expires: July 31, 2010	
ease Serial No.	

	Expires:	July	<u>31,</u>	2
5.	Lease Serial No.			
	NIKANIKAGOGGA	_		

Do not use this form for pr	ND REPORTS ON WELLS roposals to drill or to re-enter an 3160-3 (APD) for such proposals.	NMNM82904 / 6. If Indian, Allottee or Tribe Name			
SUBMIT IN TRIPLICATE - O	ther instructions on reverse side.	7. If Unit or CA/Agreement, Name and/or No.			
☐ Gas Well ☐ Other		8. Well Name and No. ADELINE ALN FEDERAL 17			
or ROLEUM CORPORATIONE-Ma	Contact: TINA HUERTA ail: tinah@yatespetroleum.com	9. API Well No. 30-015-27281			
FOURTH STREET	3b. Phone No. (include area code) Ph: 575-748-4168 Fx: 575-748-4585	10. Field and Pool, or Exploratory SAND DUNES;DELAWARE,WEST			

11. County or Parish, and State

EDDY COUNTY, NM

# 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE. REPORT. OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION				
Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	■ Water Shut-Off	
_	☐ Alter Casing	Fracture Treat	□ Reclamation	■ Well Integrity	
□ Subsequent Report	□ Casing Repair	■ New Construction	☐ Recomplete	Other	
Final Abandonment Notice	Change Plans	□ Plug and Abandon	□ Temporarily Abandon		
	☐ Convert to Injection	Plug Back	Water Disposal		

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If 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 BLM/BIA. Required subsequent reports shall 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 shall be filed once testing has been completed. Final Abandonment Notices shall 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 updating order #7 and requests approval. The well at present produces an average of 10-20 bbls water per day. The water will be stored in 2-500 bbl tanks and will be pipelined to the David Ross Federal SWD #1 located in Unit H of Sec 35-T22S-R31E SWD-419 or Shocker SWD #1 located in Unit A of Sec 32-T25S-R29E SWD-1302-A.

### NM OIL CONSERVATION ARTESIA DISTRICT

SEP **3 0** 2015

SEE ATTACHED FOR CONDITIONS OF APPROVAL

#### RECEIVED

		,	1470					
14. I hereby certify that the	ne foregoing is true and correct. Electronic Submission #311264 verifie For YATES PETROLEUM CORP Committed to AFMSS for processing i	ORÁTIC	ON, sent to the Carls	bad				
Name(Printed/Typed)	TINA HUERTA	Title	REG REPORTING	G SUP	PERVISOR		· · · · · · · · · · · · · · · · · · ·	
Signature	(Electronic Submission)  THIS SPACE FOR FEDERA	Date	08/03/2015 STATE OFFICE	USE	APF	P.O	VED	
Approved By		Title			SEP	2 2	1015 1015	
Conditions of approval, if as certify that the applicant hol	ds legal or equitable title to those rights in the subject lease licant to conduct operations thereon.	Office	e		JAM.	ES A. A	MOS	

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**

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