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2. Name of Operator VATES PERFORLEUM CORPORATIONE-Mail: tinañe ling altespetidoum.com 30:015-27328 / 30:015-2728 / 30:015-2728 / 30:015-2728 / 30:015-27328 / 30:015-27328	1. Type of Well								
105 SOUTH FOURTH STREET Ph: 575-748-4188 SAND DUNES;DELAWARE.SOUT ARTESIA, NM 88210 F: 575-748-4188 SAND DUNES;DELAWARE.SOUT AL Coation of Weil (Proving:, Sec., T., R. M. or Surve; Description) II. Coany or Patish, and Sare See 6 T24S R31E SW82 B10FSL 1980FEL PhO'5 146-5012 II. Coany or Patish, and Sare PhO'5 146-5012 PhO'5 146-5012 II. Coany or Patish, and Sare 2 CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION II. Coany or Patish, and Sare 2 Notice of Intent A Aridize Deepen Production (Start/Resume) Water Shut-Off 3 Obsequent Report Chaing Repair New Coastraction Recomplete Other 13 Describe Proposed or Completed Operation (Iceally sate all proting details, including estimated starting due of any proposed and approximate duration thereof, following completion of the provided operation is updating order #7 and requests approval. The webord and one internal, a form 3160 4 shall be filed one estimate a new form and one internal, a form 3160 4 shall be filed one estimate a mature is a stored in 2-500 bb tanks and provide and provide and approximate duration thereof, if the special to the provide to prevalue shall be filed one of the and equiferment, including estimate and and and one internal, a form 3160 4 shall be filed one of the and equiferment, including estimate and and one of the provide doperation. 13 Describe Propole	2. Name of Operator Contact: TINA HUER				A m				
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Convert to Injection Plug Back Water Disposal Convert to Injection Plug Back Water Disposal Converted Completed Operation (clearly state all perinem idealls, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is is dependent directionally or recomplete or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed one testing has been completed. Final Abandomment Notices shall be filed one testing has been completed. Final Abandomment Notices shall be filed one testing has been completed. Final Abandomment Notices shall be filed one testing has been completed. Final Abandomment Notices shall be filed one testing has been completed. Final Abandomment Notices shall be filed one testing has been completed. Final Abandomment Notices shall be filed one testing has been completed. Final Abandomment Notices shall be filed one testing has been completed. Final Abandomment Notices shall be filed one testing has been completed. Final Abandomment Notices shall be filed one testing has been completed. Final Abandomment Notices shall be filed one testing has been completed. Final Abandomment Notices shall be filed one testing has been completed. Final Abandomment Notices shall be filed one testing has been completed. Final Abandomment Notices shall be filed one testing has been completed. Final Abandomment Notices shall be filed one testing has been completed. Final Abandomment Notices shall be filed one testing has been completed. Final Abandomment Notices shall be filed one testing has been completed. Final Abandomment Notices shall be filed one testing has been completed file with BULMENT. Yates Petroleum Corporation is updating order #7 and requests approval. The well at present provide the Abandomment Notices shall be filed one testing has been completed file abandom testing has been completed has and the operator has been completed has been com				-	,			Other	
3. 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 depts of all pertinent markers and zones. Attach the Bond under Wich, the work will be performed or provide the Bond No. on file will BLM/BLA. Required subsequent capots shall be filed wilch 30 does 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 Abandomment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is tready for final inspection.) Yates Petroleum Corporation is updating order #7 and requests approval. The well at present produces an average of 20-25 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. NMOIL CONSERVATION ARTESIA DISTRICT SEP 3 0 2015 SEE ATTACHED FOR CONDITIONS OF APPROVAL RECEIVED 14. 1 hereby certify that the foregoing is true and correct: Electronic Submission #311263 verified by the BLM Well Information System For VATES PETROLEUM CORPORATION, sent to the Cartisbad Committed to AFMSS for processing by LINDA DENNISTON on 0825/2015 () Name (Printed/Typed) TINA HUERTA Signature (Electronic Submission) Date 08/03/2015 APPROVED Appgroved By	📙 Final Ada	nuonment Notice	=						
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Electronic Submission #311263 verified by the BLM Well Information System For YATES PETROLEUM CORPORATION, sent to the Carlsbad Committed to AFMSS for processing by LINDA DENNISTON on 08/25/2015 () Name (Printed/Typed) TINA HUERTA Title REG REPORTING SUPERVISOR Signature (Electronic Submission) Date 08/03/2015 APPROVED THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved By Title SEP 2 2 2015 1 Conditions of approval, if any, are attached. Approval of this notice does not warrant or ertify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Office JAMES A. AMOS SUPERVISOR-SUPERVISOR-SUPERVISOR-SUPERVISOR-SUPERVISOR-SUPERVISOR-SUPERVISOR-EPS	14. (handless and					,			
Signature (Electronic Submission) Date 08/03/2015 APPROVED THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved By Title Conditions of approval, if any, are attached. Approval of this notice does not warrant or ertify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Office JAMES A. AMOS SUPERVISOR-EPS 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			Electronic Submission # For YATES PETR Committed to AFMSS fo	OLEUM CORP	ORÁTION, sent t by LINDA DENNIS	o the Carlsb STON on 08/2	ad !5/2015 ()		
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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 of fraudulent statements or representations as to any matter within its jurisdiction.	certify that the app	licant holds legal or eq	uitable title to those rights in the	s not warrant or e subject lease	Office		JAMES A SUPERVIS	AMOS SOR-EPS	
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** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **

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