Form 3160-5 (August 2007) UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT OCD-ARTESIA					FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010		
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on reverse side.				5. Lease Serial No. NMNM15881			
				6. If Indian, Allottee or Tribe Name			
				7. If Unit or CA/Agreement, Name and/or No. NM061P3584C420 ΛΜΛΠΤΖΞΥΥ			
1. Type of Well Oil Well State Gas Well D Other				8. Well Name and No. SLINKARD UR FEDERAL COM 2			
2. Name of Operator Contact: TINA HUERTA YATES PETROLEUM CORPORATIONE-Mail: tinah@yatespetroleum.com					9. API Well No. 30-015-24722-00-S1		
3a. Address3b. Phone No105 SOUTH FOURTH STREETPh: 575-74ARTESIA, NM 88210Fx: 575-74					10. Field and Pool, or Exploratory E BURTON		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)			11. County or P			nd State	
Sec 11 T20S R29E SENW			EDDY COUNTY	, NM			
12. CHECK APPI	12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA						
TYPE OF SUBMISSION	TYPE OF ACTION						
Notice of Intent	🗖 Acidize	🗖 Dee	pen	Product	ion (Start/Resume)	□ Water Shut-Off	
□ Subsequent Report	☐ Alter Casing	—	ture Treat	C Reclam		□ Well Integrity	
<u> </u>	Casing Repair Change Plans	New Construction Plug and Abandon		Recomplete Temporarily Abandon		Other	
Final Abandonment Notice				ter Disposal			
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/BLA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonnent 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 submitting an application for water pursuant to order #7 and requests your approval. The well, at present, produces an average of 5 bbls of water per day. The water will be stored in 1-210 bbl tank and will be pipelined to the Anthill State SWD #5 located in Unit K of Sec 2-T20S-R29E SWD-1441 or possibly trucked by Pops Enterprises to the Cigarillo SWD #1 Unit K of Sec 36-T23S-27E SWD-1121-A. SEE ATTACHED FOR CONDITIONS OF APPROVAL Accepted for record - NMOCD MCCD MCCD MCCD MCCD MCCD MCCD MCCD MCCD MCCD							
14. I hereby certify that the foregoing is true and correct.         Electronic Submission #344710 verified by the BLM Well Information System         For YATES PETROLEUM CORPORATION, sent to the Carlsbad         COMSERUATION         For YATES PETROLEUM CORPORATION, sent to the Carlsbad         Committed to AFMSS for processing by PRISCILLA PEREZ on 07/15/2016 (16PP1713SE)         Name (Printed/Typed)       TINA HUERTA         Title						The Solit State	
Signature (Electronic Submission)			Date 07/14/2016			SECENTED.	
)	THIS SPACE FO	R FEDERA	L OR STATE	OFFICE U	SE		
Approved By hunger	ingl-		Title EP	5/41	ç	12-2-9-16 Date	
Conditions of approval, if any, are attached certify that the applicant holds legal or equilibrium of the second s	Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.				<b></b>		
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.							

\*\* BLM REVISED \*\*

## 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