N.M. Oil Cons. DIV-Dist. 2

1301 W. Grand Avenue

(June 1990) DEPARTM	MENT OF THE INTARPESIA, NM OF LAND MANAGEMENT	
STINDRY NOTE	CES AND REPORTS ON WELLS	5 Lease Designation and Serial No NM-90864
Do not use this form for proposals to drill or to		6 If Indian, Allottee or Tribe Name
	PERMIT" for such proposals	
	RECEIVED	7 If Unit or CA. Agreement Designation NMNM109689
I Type of Well	JUN 21 2010	8 Well Name and No
Oil Gas Well Well Other	JUN 2 1 2010	Kirby BCK Federal Com #1
2 Name of Operator	NMOCD ARTESIA	9. API Well No.
Yates Petroleum Corporation	NIVIOOD	30-005-63573
3 Address and Telephone No 105 South 4 th Street, Artesia, NM 88210 (505) 749 1471	10 Field and Pool, or Exploratory Area Foor Ranch/Pre-Permian
4 Location of Well (Footage, Sec. T. R. M., or Survey Des		11 County or Parish, State
1980' FNL & 1980' FWL (SENW) Unit F		Chavez County, New Mexico
	(s) TO INDICATE NATURE OF NOTICE,	
TYPE OF SUBMISSION	TYPE OF ACTION	
Notice of Intent	Abandonment	Change of Plans
Subsequent Report	Recompletion	New Construction
	☐ Plugging Back	Non-Routine Fracturing
Final Abandonment Notice	Casing Repair	Water Shut-Off
	Altering Casing Other	Conversion to Injection 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 Bbls of water per day from Foor Ranch/Pre-Permian. The water will be stored in a 210 Fbgls tanks and will be transported by Jims Water Service or Stone Oil Field Service to the Handicapper SWD State #1 SWD-800 located at Section 3-10S-26E or to the Pathfinder AFT State #13 SWD-415 located at Section 21-10S-27E.		
	NM	PECEIVED ROSWELL OFFICE CO PE G 22 10
		6/22/10
14 I hereby certify that the foregoing is true and correct Signed	Title Production Clerk	Date_May 10, 2010

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.

ASS TITLE PETROLEUM ENGINEER

*See Instruction on Reverse Side

BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201 575-627-0272

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 wire screen 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 for wells in Chaves or Roosevelt County if you have not already done so.