

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. DIV-Dist. 2
1301 W. Grand Avenue
Artesia, NM 88210

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

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.

SUBMIT IN TRIPLICATE

RECEIVED
JUN 21 2010
NMOCD ARTESIA

1. Type of Well
Oil Gas
☐ Well ☒ Well ☐ Other

2. Name of Operator
Yates Petroleum Corporation

3. Address and Telephone No
105 South 4th Street, Artesia, NM 88210 (505) 748-1471

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
1980' FSL & 1980' FWL (NESW) Unit K Sec-21-T10S-R26E

5. Lease Designation and Serial No
NM-90864

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation
NMNM109689

8. Well Name and No
Kirby BCK Federal Com #2

9. API Well No
30-005-63955

10. Field and Pool, or Exploratory Area
Foor Ranch/Pre-Permian

11. County or Parish, State
Chavez County, New Mexico

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

TYPE OF SUBMISSION

- ☒ Notice of Intent
☐ Subsequent Report
☐ Final Abandonment Notice

TYPE OF ACTION

- ☐ Abandonment
☐ Recompletion
☐ Plugging Back
☐ Casing Repair
☐ Altering Casing
☐ Other _____
☐ Change of Plans
☐ New Construction
☐ Non-Routine Fracturing
☐ Water Shut-Off
☐ 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 0-10 Bbls of water per day from Foor Ranch/Pre-Permian. The water will be stored in a 210 Fbgl 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.

Accepted for record
NMOCD

Accepted for record
NMOCD
6/22/10

RECEIVED
2010 MAY 12 AM 10:26
BUREAU OF LAND MANAGEMENT
ROSWELL OFFICE

14. I hereby certify that the foregoing is true and correct

Signed Mark Ross

Title Production Clerk

Date May 10, 2010

(This space for Federal or State office use)

Approved by AS/DAVID R. GLASS

Title PETROLEUM ENGINEER

Date

MAY 19 2010

ROSWELL FIELD OFFICE

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

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

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.