Form 3160-5

UNITED STATES

FORM APPROVED

SUNDRY NOTICES AND REPORTS ON WELLS 5 Lease Designation and Serial No NM-103879 Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Lease Designation and Serial No NM-103879 6 If Indian, Allottee or Tribe Name		
Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. 6 If Indian. Allottee or Tribe Name		
bo not use and form for proposals to arm or to deepen or reently to a affective reservoir.		
The "ADDITION FOR DEDMIT" ' for each monagele		
Use "APPLICATION FOR PERMIT" for such proposals		
SUBMIT IN TRIPLICATE 7 If Unit or CA, Agreement Designation		
1 Type of Weil 8 Weil Name and No		
Oil Gas CulebraBLV Federal #1H		
Well Well Other		
2 Name of Operator 9 API Well No		
Yates Petroleum Corporation 30-015-37615		
3 Address and Telephone No 10 Field and Pool, or Exploratory Area		
105 South 4 th Street, Artesia, NM 88210 (505) 748-1471 Wildcat/Delaware		
4 Location of Well (Footage, Sec. T. R. M. or Survey Description 11 County or Parish, State		
660' FNL & 330' FWL (NWNW) Unit D Sec-7-T23S-R29E Surface Eddy County, New Mexico		
615' FNL & 355' FEL (NENE) Unit A Sec-7-T23S-R29E BHL		
12 CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA		
TYPE OF SUBMISSION TYPE OF ACTION		
Notice of Intent Abandonment Change of Plans		
Recompletion New Construction		
Subsequent Report Plugging Back Non-Routine Fracturing		
Final Abandonment Notice Casing Repair Water Shut-Off		
Altering Casing Conversion to Injection		
Other 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 2000 Bbls of water per day from the Wildcat/Delaware The water will be stored in 2-500 Fbgls tank and will be trucked by Riverside Transportation to the Cigarillo SWD #1 Order SWD-1121 located at 36-23S-27E or to the Lotus SWD #1Order SWD-1197 located at 32-22S-32E. If the System is down it will be trucked by the lowest bid company

> RECEIVED SEP 29 2010 **NMOCD ARTESIA**

14 I hereby certify that the foregoing is true and correct		
Signed Title Production Clerk	- Date September 8, 2010	
organical control cont		
(This space for Federal or State office use) Approved by fames . Ones Title SEPS - CFO	Date 9.27-10	
Conditions of approval if any		
Title 18 U S 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

NEW MEXICO OIL CONSERVATION DIVISION DISTRICT 2 OFFICES 1301 W. GRAND AVENUE ARTESIA, NM 88210 (575)748-1283

CONDITIONS OF APPROVAL

Culebra BLV Federal #1H 30-015-37615

1 Trucking companies being used by YPC to haul produced water to disposal facilities- private or commercial- shall have an approved NMOCD Form C-133 (authorization to move produced water) A copy of this form shall be available in each truck being used to transport produced water, and shall be presented upon request.

DG

9/30/2010