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

Form 3160-5

UNITED STATES

FORM APPROVED

( /	MENT OF THE INTERIOR  OF LAND MANAGEMENT	Budget Bureau No. 1004-0135 Expires: March 31, 1993	
Do not use this form for proposals to drill or to	CICES AND REPORTS ON WELLS to deepen or reentry to a different reservoir.  R PERMIT" for such proposals	<ul> <li>5. Lease Designation and Serial No.</li> <li>NM-78215</li> <li>6. If Indian, Allottee or Tribe Name</li> </ul>	
SUBMIT IN	RECEIVED	7. If Unit or CA, Agreement Designation	
1. Type of Well Oil Gas Well Well Other	APR 0 9 2004	8. Well Name and No. Hickory ALV Federal #7	
2. Name of Operator Yates Petroleum Corporation	OCD-ARTESIA	30-015-32996	
3.Address and Telephone No. 105 South 4 <sup>th</sup> Street, Artesia, NM 88210 (505) 748-1471		10. Field and Pool, or Exploratory Area Indian Basin Upper Penn Assoc.	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description 707' FNL & 1924' FWL Sec. 17-T22S-R24E (Unit C, NENW)		11. County or Parish, State Eddy County, New Mexico	
12. CHECK APPROPRIATE BO	X(s) TO INDICATE NATURE OF NOTICE,	REPORT, OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION		
Notice of Intent  Subsequent Report  Final Abandonment Notice	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 100 Bbls of water per day from the Indian Basin Upper Penn Assoc.. The water will be stored in 2 500 Fbgls tanks and will be pipeline to the Indian Basin Water System, Dagger Draw Water System State CO #1 SWD. Located at 36-19S-24E. Order SWD #285. If the system is down it will be trucked by the lowest bid company.

APPROVAL SUBJECT TO GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS ATTACHED

14. I hereby certify that the foregoing is rule and correct  Signed Date December 1	2, 2003
(This space for Federal & GD.) TALEXIS C. SWOBODA: PETROLEUM ENGINEER Date APR ( Approved (ORIG. SGD.) TALEXIS C. SWOBODA: PETROLEUM ENGINEER Date	78 2004
Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and withfully to make to any department or agency of the United States any false, fi	ictitious or fraudulent statements