Form 3160-5 (June 1990)

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

(This space for Federal or State office use)

Conditions of approval, if any:

Approved by

UNITED STATES DEPARTMENT OF THE INTERIOR

Oil Cons. N.M. DIV-Dist. 2 GORM APPROVED FORM APPROVED 1004-0135

FORM APPROVED

Date December 10, 2002

Date

CIST

BUREAU OF LAND MANAGEMENT 1301 W. Grand Avenue St. March 31, 1993 SUNDRY NOTICES AND REPORTS ON WELASTESIA. NM-9982 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. Use "APPLICATION FOR PERMIT--" for such proposals 617181920212 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 8. Well Name and No. 1. Type of Well Teckla MD Federal Com #10 Oil Gas Well Well Other 9. API Well No. 2. Name of Operator 80-005-63473 Yates Petroleum Corporation A0/ Field and Pool, or Exploratory Area 3. Address and Telephone No. Wildcat 105 South 4th Street, Artesia, NM 88210 (505) 748-1471 11. County or Parish, State 4. Location of Well (Footage, Sec., T., R., M., or Survey Description 1980' FNL & 660' FWL of Section 24-T6S-R25E UT. E Chavez, New Mexico CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Change of Plans Abandonment Notice of Intent New Construction Recompletion Subsequent Report Non-Routine Fracturing Plugging Back Water Shut-Off Casing Repair Final Abandonment Notice Conversion to Injection Altering Casing Dispose Water Other (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 2 Bbls of water per day from the Wildcat. The water will be stored in a 210 Fbgls tank and will be trucked by Jim's Water Service to the Federal HJ #1 (Linda). Located at 31-6S-26E. Order SWD #5545. If the system is down it will be trucked by the lowest bid company. ACCEPTED FOR RECORD 1 3 2002

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

Title Production Secretary