FORM APPROVED Form 3160-5 UNITED STATES Budget Bureau No. 1004-0135 (June 1990) DEPARTMENT OF THE INTERIOR Expires: March 31, 1993 BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. NM-77063 SUNDRY NOTICES AND REPORTS ON WELLS 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 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 8. Well Name and No. 1. Type of Well Oil Gas Continental APJ Federal #8 Well Well Other 9. API Well No. 2. Name of Operator 30-025-37089 Yates Petroleum Corporation 3.Address and Telephone No. 10. Field and Pool, or Exploratory Area 105 South 4th Street, Artesia, NM 88210 (505) 748-1471 Diamondtail; Delaware 11. County or Parish, State 4. Location of Well (Footage, Sec., T., R., M., or Survey Description LEA Early County, New Mexico 330' FSL & 1650' FEL (SWSE) Unit O Sec-20T23S-R32E CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans New Construction Recompletion

Plugging Back

Casing Repair

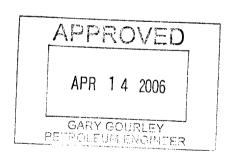
Other_

Altering Casing

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 320 Bbls of water per day from the Diamondtail; Delaware. The water will be stored in a 500 Fbgls tank and will be pipeline to the Kiwi AKX STATE #8. Located at 16-22S-32E. Order SWD-510. If the System is down it will be trucked by the lowest bid company.





Non-Routine Fracturing

Conversion to Injection Dispose Water

(Note: Report results of multiple completion on Well completion or Recompletion Report and Log Form)

Water Shut-Off

14. I hereby certify that the foregoing is true and correct Signed Signed Region Signed Signe	Title Production Secretary	Date_April 10, 2006
(This space for Federal or State office use) Approved by Conditions of approval, if any:	Title	Date

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.



Subsequent Report

Final Abandonment Notice