N.M. O			il Cons. Division	
			I. French Dr.	
	•		NM 88240FORM 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			 Lease Designation and Serial No. NM-77063 If Indian, Allottee or Tribe Name 	
SUBMIT IN TRIPLICATE		7. If Unit or CA, Agreement Designation		
1. Type of Well Oil Gas Well Well Other		8. Well Name and No. Continental APJ Federal #3		
2. Name of Operator Yates Petroleum Corporation			9. API Well No. 30-025-36049	
³ Address and Telephone No. 105 South 4 th Street, Artesia, NM 88210 (505) 748-1471		10. Field and Pool, or Exploratory Area Diamondtail/Delaware		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description 660' FNL & 660' FWL Sec. 28-T23S-R32E NWNW		11. County or Parish, State Lea County, New Mexico		
12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION				
Notice of Intent	Abandonment	ACTION_	Change of Plans	
Subsequent Report	Recompletion Plugging Back Casing Repair		New Construction Non-Routine Fracturing Water Shut-Off	
	Altering Casing Other		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 874 Bbls of water per day from the Diamondtail/Delaware. The water will be stored in 2 500 Bbls Fbgls tanks and will be pipeline to the Flamenco SWD. Located at 7-22S-32E. Order SWD #428. If the system is down it will be trucked by the lowest bid company.

SUBJECT TO LIKE APPROVAL BY STATE	APPROVED CO SEP - 2 2003 GARY GOURLEY PETROLEUM ENGINEER
14. I hereby certify that the foregoing is true and correct Signed Arte Reyes Title Production Secretary	Date August 21, 2003
(This space for Federal or State office use) Approved by Conditions of approval, if any: Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any d or representations as to any matter within its jurisdiction.	3EP () 9 2003

*See Instruction on Reverse Side