Form 3160-5

UNITED STATES

CONDITIONS OF APPROVAL

FORM APPROVED

	TMENT OF THE INTERIOR OF LAND MANAGEMENT	Budget Bureau No. 1004-0135 Expires: March 31, 1993		
SUNDRY NO	TICES AND REPORTS ON WELLS	5. Lease Designation and Serial No. NM-105564		
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		6. If Indian, Allottee or Tribe Name .		
SUBMIT IN	TRIPLICATE	7. If Unit or CA, Agreement Designation		
I. Type of Well Oil Gas Well Well Other		8. Well Name and No. Herkimer BQF Federal #1H		
2. Name of Operator Yates Petroleum Corporation		9. API Well No. 30-025-20381		
3.Address and Telephone No. 105 South 4 th Street, Artesia, NM 88210 (505) 748-1471		10. Field and Pool, or Exploratory Area Jal;Delaware		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description 1980' FSL & 1980' FWL Unit K, NESW Sec-21-T25S-R36E Surface 368' FNL & 2008' FWL Unit C, NENW Sec-21-T25S-R36E Bottom		11. County or Parish, State Lea 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	Abandonment	Change of Plans		
Subsequent Report	Recompletion Plugging Back	☐ New Construction ☐ Non-Routine Fracturing		
Final Abandonment Notice	Casing Repair	Water Shut-Off		
That Abandonnient Notice	Altering Casing	Conversion to Injection		
	Other	Dispose Water (Note: Report results of multiple completion on Well		
		completion or Recompletion Report and Log Form)		
	state all pertinent details, and give pertinent dates, including ertical depths for all markers and zones pertinent to this work.	g estimated date of starting any proposed work. If well is directionally rk.)*		
		rsuant to Order #7 and requests your approval. The water will be stored in a 2 - 500 Fbgls tanks and		
will be trucked by E. R. Well Service or by Riverside Transportation to the Brown #5 SWD located at Sec25-25S-36E Order# R-				
5196 operated by Fulfer Oil & Cattle. If	the system is down it will be trucked by t	the lowest bid company.		
RECEIVED				
	APR 0 4 2017 OR HOBBSOCK	APPROVED		
	and the second			
SEE ATTACHED F	OR HODE			

MAR 2 5 2011 /s/ JD Whitlock Jr

BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE

14. I hereby certify that the foregoing is true and correct Signed	Title Production Secretary	Date_February 18, 2011
(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.



BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Disposal of Produced Water From Federal Wells Conditions of Approval

Approval of the produced water disposal methodology is subject to the following conditions of approval:

- 1. This agency shall be notified of any change in your method or location of disposal.
- 2. Compliance with all provisions of Onshore Order No. 7.
- 3. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 4. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
- 5. All above ground structures on the lease shall be painted Shale Green (5Y 4/2), or as per approved APD stipulations. This is to be done within 90 days, if you have not already done so.
- 6. Any on-lease open top storage tanks shall be covered with a protective cover to prevent entry by birds and other wildlife.
- 7. This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
- 8. If water is transported via a pipeline that extends beyond the lease boundary, then you need to submit within 30 days an application for right-of-way approval to the Realty Section in this office if you have not already done so.
- 9. Disposal at any other site will require prior approval.
- 10. Subject to like approval by NMOCD.

2/09/2011