<b>New Mexico Oil Conservation Division, Dist</b> 1625 N. French Drive	
Ferm 3160-5 • UNITED STATES Hobbs, NM GOBS OCD (August 2007) DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT	FORM APPROVED OMB No. 1004-0137 Expires July 31, 2010
SUNDRY NOTICES AND REPORTS ON WELLS JUN 07 2011	5. Lease Serial No. NM- 105886
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.	6. If Indian, Allottee or Tribe Name
SUBMIT IN TRIPLICATE - Other instructions on page 2.	7. If Unit or CA/Agreement, Name and/or No.
1. Type of Well   Image: Second system Gas Well Other PA	8. Well Name and No.
2. Name of Operator Yates Petroleum Corporation 3b. Phone No. (include area code)	Gemini BOQ Com #1H 9. API Well No. 30-005-27972
3a. Address   3b. Phone No. (Include area code)     105 S. 4th Str., Artesia, NM 88210   575-748-1471     4. Location of Well (Footage, Sec., T., R. M., OR Survey Description)   330' FSL & 330' FEL Unit P, SESE Sec-12-T15S-R31E	10. Field and Pool or Exploratory Area Tulk;Wolfcamp 11. County or Parish, State
354' FSL & 4932' FEL Unit M, SWSW Sec 12-T15S-R31E Bottom 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, RE	Chaves County, New Mexico
TYPE OF SUBMISSION   TYPE OF ACTION     Notice of Intent   Acidize   Deepen   Production (     Notice of Intent   Alter Casing   Fracture Treat   Reclamation     Subsequent Report   Casing Repair   New Construction   Recomplete     Final Abandonment Notice   Convert to Injection   Plug Back   Water Disposed     13. Describe Proposed of Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and appload the Bond under which the work will be performed or provide the Bond No. on file with BLMBIA. Required subsequent reports and the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all performed or provide the Bond No. on file with BLMBIA. Required subsequent reports multiple completion of the involved operations. If the operation results in a multiple completion in a new interval, a Form 3 testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been complet determined that the site is ready for final inspection.     Yates Petroleum Corporation is submitting an application for produced water your approval. The well at present produces 0-500 bbls of water per day. The water will be trucked by Ranger Services to the Red Hat SWD #1 with order #SWD-468 loc	pproximate duration thereof. If tinent markers and zones. Ist be filed within 30 days 160-4 must be filed once ted and the operator has pursuant to Order #7 and requests will be stored in 2- 500 tanks and

14. I hereby certify that the foregoing is true and correct		
Name (Printed/Typed)		
Miriam Morales	Title Production Clerk	
Signature & Juison A Corales	Date 5/11/11	
THIS SPACE FOR FEDERAL OR STATE OFFICE USE		
Approved by /S/ DAVID R. GLASS	TIRETROLEUM ENGINEER Date MAY 2 4 2011	
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for a any false, fictitious optimed Hentlatelenents or representations is to any matter within	or any person knowingly and willfully to make to any department or agency of the United States ithin its jurisdiction	
(Instructio CONDITIONS OF APPROVAL	JUN 0 8 2017	

## BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201 575-627-0272

## 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. Any on-lease open top storage tanks shall be covered with a wire screen to prevent entry by birds and other wildlife.
- 6. This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
- 7. 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 for wells in Chaves or Roosevelt County if you have not already done so.