Form 3160- 5

UNITED STATES

FORM APPROVED

(August 1999)	BUREAU OF LAN			Ex	OMB No. 1004- 0135 pires: November 30, 2000
	BUREAU OF LAND	MANAGEMEN) ∸	5. Lease Serial	
₽ SU	INDRY NOTICES AND	REPORTS ON \			IOO-C-14-20-5389
	not use this form for propo ndoned well. Use Form 318			6. If Indian, Allo	ttee, or Tribe Name
				7. If Unit or CA.	Agreement Designation
e - SUEMITANTRIP.	ICATE Cities (juicus				
1. Type of Well		(8)		M 144-12 41	
Oil Weil X Gas Well	Other	180	APROCA S	8). Well Name a ⊰}	
2. Name of Operator		19	7 2003	RICKY CC	
COLEMAN OIL & GAS	, INC	3b. Phone No: (inclu	· i.	9. API Well No.	
3a. Address	F!	(EOE) 22	, , , , L		D-045-31166 ool, or Exploratory Area
PO DRAWER 3337 4. Location of Well (Footage, Sec., T.,	Farmington NM 87499-333 , R., M., or Survey Description)	7 (000) <u>02</u>	, , ,	_/	asin Fruitland Coal
		in de	(1) 6010 SY	11. County or F	
1845' FSL	AND 745' FWL, SECT	10N 18, T26N, R	11W	SAN JUAN C	COUNTY, NM
12. CHECK APPRO	PRIATE BOX(S) TO INDI	CATE NATURE OF	NOTICE, REPORT	, OR OTHER	R DATA
TYPE OF SUBMISSION			TYPE OF ACTION		·
Notice of Intent	Acidize	Deepen	Production (Start/ F	Resume)	Water Shut-off
LA F Motice of Intent			· ·	(OJUMO)	
	Altering Casing	Fracture Treat	Reclamation	<u>ب</u> 	Well Integrity
Subsequent Report	Casing Repair	New Construction	Recomplete	L	Other SEE BELOW
	Change Plans	Plug and abando	n 🔲 Temporarily Abando	on	
Final Abandonment Notice	Convert to Injection	Plug back	Water Disposal		
in the Denominant of th	ed operations. If the operation real Abandonment Notice shall be fi	suits in a multiple completed only after all requirements produced water into	tion or recompletion in a no nents, including reclamantic the Cowsaround S	ew interval, a Foon, have been co	rm 3160-4 shall be filed once ompleted, and the operator has
14. I hereby certify that the foregoing Name (Printed/ Typed)	is true and correct.	Title			
WENDY ROGERS			RODUCTION ACCT.	<u> </u>	
Signature	2028	Date 03-2	tion of the second seco		
	1916/ST/AG				
Approved by		Title		[0	Date

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 any person knowingly and willfully to make any department or agency of the United States any false, flctitiousor fraudulent statements or representations as to any matter within its jurisdiction. (Instructions on reverse)



Onshore Order No. 7 and Title 43 CFR 3162.5-1

The above noted lease/well disposes water without approval. Onshore Order No. 7 and Title 43 CFR 3162.5-1, requires the following information be submitted in order to process water disposal requests.

BASIN FRUITLAND COAL 1. Name of formations producing water on the lease. 2. Amount of water produced from all formations in barrels per day. 80 bbls per day 3. Attach a current water analysis of produced water from all zones showing at least the total dissolved solids, ph, and the concentrations of chlorides and sulfates. XANK LINED RESERVE PIT. TANK WILL BE 4. How water is stored on the lease. SET AT LATER DATE. 5. How water is moved to the disposal facility.___ 6. Identify the Disposal Facility by: COLEMAN OIL & GAS, INC. a. Facility operators name. COWSAROUND SWD b. Name of facility or well name & number.____ SWD .c. Type of facility or well (WDW)(WIW) etc. d. Location by 1/4 1/4 section 16 township 26N range 12W 7. Attach a copy of the State issued permit for the Disposal Facility.

Submit to this office, the above required information on a Sundry Notice 3160-5. Submit 1 original and 2 copies. (You may also complete this form and attach it to the Sundry Notice.)

BACK UP DISPOSAL S: ELM RIDGE - CBU CARSON

BASIN DISPOSAL

RECEIVED

Analytical Laboratory Report for:



Coleman Oil

UNICHEM Representative: Tony Snow

Production Water Analysis

Listed below please find water analysis report from: Rickys, 2R

Lab Test No:

2003109880

Sample Date:

03/04/2003

Specific Gravity: 1.022

TDS:

31464

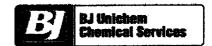
pH:

6.64

Cations:	mg/L	as:	
Calcium	367	(Ca [↔])	
Magnesium	115	(Mg ⁺⁺)	
Sodium	12221	(Na [†])	
Iron	42.58	(Fe ⁺⁺)	
Barium	10.64	(Ba [↑])	
Strontium	24.24	(Sr)	
Manganese	0.86	(Mn ¹⁺)	
Anions:	mg/L_	as;	
Bicarbonate	976	(HCO,)	
Sulfate	6	(SO, ")	
Chloride	17700	(CI)	
Gases:		(CI)	
Carbon Dioxide	158	(CO ₂)	
Hydrogen Sulfide	0	(H ₃ S)	

Coleman Oil

Lab Test No: 2003109880



DownHole SAT[™] Scale Prediction @ 100 deg. F

Mineral Scale	Saturation Index	Momentary Excess (lbs/1000 bbls)
Calcite (CaCO3)	1.38	.0991
Aragonite (CaCO3)	1.17	.0515
Witherite (BaCO3)	.0128	-14.39
Strontianite (SrCO3)	.188	-1.97
Magnesite (MgCO3)	.463	354
Anhydrite (CaSO4)	.00104	-737,97
Gypsum (ČaSO4*2H2O)	.00123	-736.37
Barite (BaSO4)	.527	-1.79
Celestite (SrSO4)	.00117	-201.16
Silica (SiÒ2)	0	-54.28
Brucite (Mg(OH)2)	< 0.001	-1.17
Magnesium silicate	0	-116.74
Siderite (FeCO3)	318.08	.419
Halite (NaCl)	.00316	-182541
Thenardite (Na2SO4)	< 0.001	-62864
Iron sulfide (FeS)	0	00763

Interpretation of DHSat Results:

The Saturation Index is calculated for each mineral species independently and is a measure of the degree of supersaturation (driving force for precipitation) under the conditions modeled. This value ranges from 0 to infinity with 1.0 representing a condition of equilibrium where scale will neither dissolve nor precipitate. Values less than 1.0 are undersaturated and values greater than 1.0 are supersaturated. The scale is logarithmic, i.e. a Saturation Index of 3 is 10 times more saturated than a value of 2.

The Momentary excess is a measure of how much scale would have to precipitate to bring the system back to a non-scaling condition. This value ranges from negative (dissolving) infinity to positive (precipitating) infinity. The Momentary Excess represents the amount of scale possible while the Saturation Level represents the probability that scale will form.