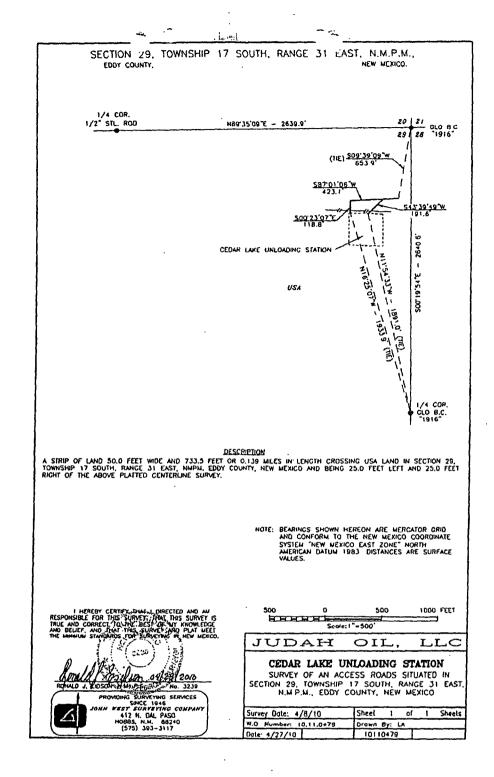
STANDALD FIRM 199 (57009) Proceeding by DOULDADOT P. GOLD and Frederic Register Modes 5-32-93  OTILITY SYSTEMS AND FACILITIES  ON FEDERAL LANDS		FORM APPROVED OMB NO. 1004-0129 Expires: April 30, 2012 FOR AGENCY USE ONLY		
preapplication meeting with representatives of the may have specific and unique requirements to be	applicant should completely review this package and schedule a e agency responsible for processing the application. Each agency met in preparing and processing the application. Many times, with on can be completed at the preapplication meeting.	Application Number  Date filed	-	
Name and address of applicant (include zip code)	Nome, title, and address of authorized agent if different from item i (include sig code)	3. TELEPHONE (area code)	=	
Judeh Oll, LLC	James B Cansponella	Applicant		
PO Box 568 Artesia, NM 88211-0568	PO Bex 568 Artesia, NM 88211-0568	575-746-1280 E	2	
Critishing 1the 00213-0000	Access (111) door 1-4200	James B. Campanella		
4. As applicant are you? (check one)	5. Specify what application is for: (check one)	Value B. Campanas	4	
a. Individual	s. New authorization			
b. Corporation*	b. Renewing existing authorization No.			
c. Partnership/Association*	c. Amend existing authorization No.			
d. TState Government/State Agency	d. Assign existing authorization No.			
e. Local Government f. Fedoral Agency	e. Existing use for which no authorization has been rec	cived*		
* if checked; complete supplemental page	*If checked provide details under Item 7			
6. If an individual, or partnership are you a citizen(s) of			•	
8. Attach a map covering area and show location of proje	rct proposal			
9. State or local government approval. Attached	Applied for Not required			
10. Noureturnable application fee, Attached N	ot required	······································		
11. Does project cross international boundary or affect inte	mational waterways? Yes No (If "yes," indicate of	эл тар)		
12. Give statement of your technical and financial capabili	ty to construct, operate, maintain, and terminate system for which			
	Oll, LLC and is currently majority owner in two SWD's an	- ·		
Continued on page 2 )	. This f	orm is authorized for local reproduction.		

SUPPLEMENTAL						
NOTE: The responsible agency(ies) will provide additional instructions	CHECK APPROPRIATE BLOCK					
I - PRIVATE CORPORATIONS	ATTACHED	FILED*				
a. Articles of Incorporation						
b. Corporation Bylaws						
c. A certification from the State showing the corporation is in good standing and is entitled to operate within the State,						
d. Copy of resolution authorizing filing						
e. The name and address of each shareholder owning 3 percent or more of the shares, together with the number and percentage of any class of voting shares of the entity which such shareholder is suthorized to vote and the name and address of each affiliate of the entity together with, in the case of an affiliate controlled by the entity, the number of shares and the percentage of any class of voting stock of that affiliate owned, directly or indirectly, by the entity, and in the case of an affiliate which controls that entity, the number of shares and the percentage of any class of voting stock of that entity owned, directly or indirectly, by the affiliate.						
<ol> <li>If application is for so oil or gas pipeline, describe any related right-of-way or temporary use permit applications, and identify previous applications</li> </ol>						
g. If application is for an oil and gas pipeline, identify all Federal lands by agency impacted by proposal.						
11 - PUBLIC CORPORATIONS						
a. Copy of law forming corporation						
b. Proof of organization						
c. Copy of Bylaws						
d. Copy of resolution authorizing filing						
e. If application is for an oil or gas pipeline, provide information required by Item "I-f" and "I-g" above.						
III - PARTNERSHIP OR OTHER UNINCORPORATED ENTITY						
a. Articles of association, if any		Ø				
b. If one partner is authorized to aign, resolution authorizing action is		Ø				
c. Name and address of each participant, partner, association, or other						
d. If application is for an off or gas pipeline, provide information required by Item "I-f" and "I-g" above.						
o If the required information is already filed with the agency processing this application and is current, check block entitled "Filed." Provide the file identification information (e.g., number, date, code, name). If not on file or current, attach the requested information.						
1) Judeb Oil, LLC 5% (operator) James B. Campanella PO Bor 568 Artesia, NM \$8211-0568						
2) Levi OII and Gaz, LLC 55% James B Campanella Member/Manager PO Bor 568 Artesia, NM 88211-0568	,					
3) VSW 1 E&P, LLC 25% Van Welch Member/Manager 2307 Fairway Dr. Doncan, OK 73533		·				
4) Asher Oil, LLC 5% Kevin Jones Member/Manager 12808 Lorien Way Oklabona City, OK 73710						

(Continued on page 5)

(SF-299, page 4)



13a.	Describe other reasonable alternative routes and modes considered.  Lease Road to Dow "B" 18 Federal well location.	•
	Tent south to both B. 20 Level to want toronto	
<b>b.</b>	Why were these alternatives not selected?	
	Attached	
ζ.	Give explanation as to why it is necessary to cross Federal Lands	
	The disposal well is located on Federal land. The land in the surrounding area	is Federal land.
14.	List authorizations and penaling applications filed for similar projects which may provide info	· · · ·
	New Mexico State Application, C-108 Application to Inject, 8-27-2010, Red Lai Sections 27, 28, 13 T- 17S, R-28W, Eddy County, New Mexico	E SELENI SYD
15.	Provide statement of need for project, including the economic feasibility and items such estimated out of next best alternative; and (c) expected public benefits.	ss: (s) cost of proposal (construction, operation, and maintenance); (b)
	There is a lot of drilling and production activity in this area. Because of signific to service this area. The disposal project will cust approximately \$2,000,000.00 \$20,000.00 per month.	
16.	Describe probable affects on the population in the area, including the social and economic a	spects, and the rural lifestyles.
	This project is located 5 miles east Loco Hills, NM. It should reduce the truffle	
	•	
	Describe likely environmental effects that the proposed project will have on. (a) air qualir the control or structural change on any stream or other body of water, (e) existing noise le- make oil dability.	r. (b) visual impact; (c) surface and ground water quality and quantity; (d rels; and (f) the surface of the land, including vegetation, permafrost, soil
	Attached.	
18.	Describe the probable effects that the proposed project will have on (a) populations of fish	, plantlife, wildlife, and marine life, including threatened and endangered
	species; and (b) marine mammals, including hunting, capturing, collecting, or killing these.  Attached.	numers,
	ansara.	
19,	State whether any hazardous material, as defined in this paragraph, will be used, produced, tracilities, or used in the construction, operation, maintenance or termination of the right-oolistant or contaminant that is listed as hazardous under the Comprehensive Environmental 601 et seq., and its regulations. The definition of hazardous substances under CRECLA in ecovery Act of 1976 (RCRA), as amonded, 42 U.S.C. 9601 et seq., and its regulations. The definition of hazardous automaterial to the content of the Atomic Energy Act of 1984, as amended, 42 U.S.C. 911 et seq. The term tool otherwise specifically listed or designated as a hazardous substance under CERCLA S.	anaported or stored on or within the right-of-way or any of the right-of-way or any of its facilities, "Hazardous material" means any substance, Resporte, Compensation, and Liability Act of 1980, as amended, 42 U.S.C. itudes any "hazardous wasto" as defined in the Resource Conservation and term bazardous materials also includes any nuclear or byproduct materials also includes any nuclear or byproduct materials does not include petroleum, including crude oil or any fraction thereof that
	There will be no hazardous material stored or disposed of or used in this project	
	·	
0. 1	lame all the Department(s)/Agency(ics) where this application is being filed.	<del></del>
	Bureau of Land Management - Carlebad New Mexico Office	`
HER	EBY CERTIFY, That I am of legal age and authorized to do business in the State and that I ha	we personally examined the information contained in the application and
	that the information submittled is correct to the best of my knowledge, are of Applicant (	Date
	ford Danne 75	7-30 2010
ide I ates	R. U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person longress factions, or fraudulent statements or representations as to any matter within its juri	owingly and willfully to make to any department or agency of the United science.
Conti	nucd on page 3 )	(SF-299, page 2)

### NOTICES

NOTE: This applies to the Department of the Interior/Bureau of Land Management (BLM):

The Privacy Act of 1974 provides that you be furnished with the following information in connection with the information provided by this application for an authorization.

AUTHORITY: 16 U.S.C. 310 and 5 U.S.C. 301.

PRINCIPAL PURPOSE: The primary uses of the records are to facilitate the (1) processing of claims or applications; (2) recordation of adjudicative actions; and (3) indexing of documentation in case files supporting administrative actions.

ROUTINE USES: BLM and the Department of the Interior (DOI) may disclose your information on this form: (1) to appropriate Federal agencies when concurrence or supporting information is required prior to granting or acquiring a right or interest in lands or resources; (2) to members or the public who have a need for the information that is maintained by BLM for public record; (3) to the U.S. Department of Justice, court, or other adjudicative body when DOI determines the information is necessary and relevant to litigation; (4) to appropriate Federal, State, local, or foreign agencies responsible for investigating, prosecuting violation, enforcing, or implementing this statute, regulation, or order; and (5) to a congressional office when you request the assistance of the Member of Congress in writing.

EFFECT OF NOT PROVIDING THE INFORMATION: Disclosing this information is necessary to receive or maintain a benefit, Not disclosing it may result in rejecting the application.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The Federal agencies collect this information from applicants requesting right-of-way, permit, license, lease, or certifications for the use of Federal Lands.

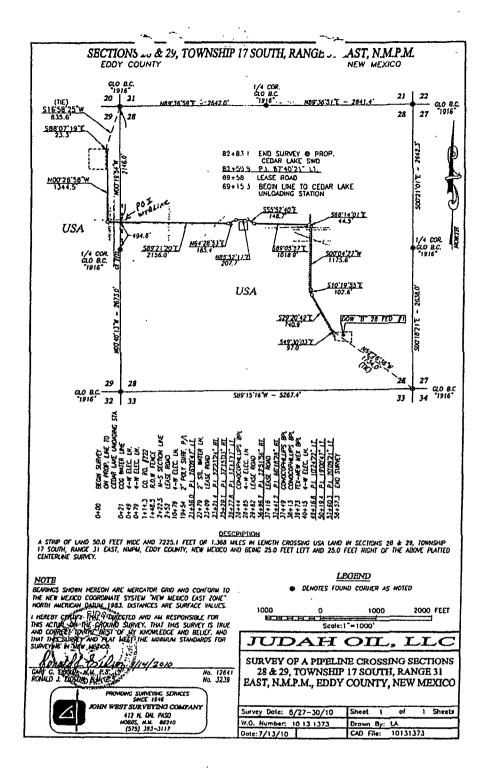
Federal agencies use this information to evaluate your proposal.

No Federal agency may request or sponsor and you are not required to respond to a request for information which does not contain a currently valid OMB Control Number.

BURDEN HOURS STATEMENT: The public burden for this form is estimated at 25 hours per response including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to: U.S. Department of the Interior, Bureau of Land Management (1004-0189), Bureau Information Collection Clearance Officer (WO-630) 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

A reproducible copy of this form may be obtained from the Bureau of Land Management, Division of Lands, Realty and Cadastral Survey, 1620 L Street, N.W., Rm. 1000 LS, Washington, D.C. 20036.

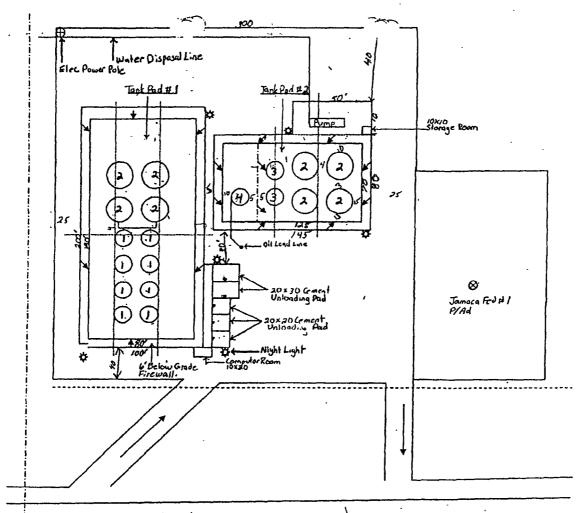
(SF - 299, page 5)



# Cedar Lake Federal SWD Project Application for Transportation Attachment

- 7. A) The truck Unloading Station will receive produced water from water trucks hauling water from area wells and pipelined water from area wells. The facility will send water to different Salt Water Disposal wells located in Section 28 and 29, T-17-S, R-31-E, Eddy County, NM. A 4\* fiberglass pipeline will be buried to transfer water from the Unloading Station to the Dow "B" 28 Federal #1 water disposal well located in UL-P, Section 28, T-17-S, R-31-E. A 4\* poly pipeline will be buried from the Unloading Station to a POI located on the east side of CR 222, which will transfer pipelined water from area wells to the Unloading Station. There will be two lease roads that will service the Unloading Station. The lease road to the disposal well location already exist.
  - B) Cedar Lake unloading station will be located in the NE/4 NE/4, Sect. 29, T-17-S, R-31-E and shall have 8-500 bbl water storage tanks, 8-1000 bbl water storage tanks, 3-750 gun barrei, 1-500 bbl skim oil holding tank, 5 unloading pads, computer shed, 1 storage shed, 6 night lights, 4 lightning protection static lines, disposal pump, 2 water transfer pumps, and 1 charge pump. (Sile facility diagram attached). The two tank pads shall sit 6' below grade for spill protection, and will be lined with 2-40 mill liners.
  - C) The unloading station will be 300'x300'. The pad will have 6' caliche and 4' base material. The access road to the unloading station shall also consist of 6' caliche and 4' base material. The road will have 3' grade for water run-off.
  - D) The term requested for the lease is 30 years.
  - This facility will operate year round.
  - F) The estimated volume of water to be disposed is 10,000 bwpd.
  - G) The construction of this project will begin within 2 weeks after approval and should be completed within 60 days.
- The lease road is approximately % of a mile long to the proposed disposal well location.
  - The proposed Unloading Station will be located approximately 200' off pavement (CR-222) and this will greatly reduce the amount of truck traffic off pavement.
  - 2) To have as little disturbance as possible.
  - To provide the quickest and easiest access for trucks hauling water to be disposed.

Disposal Battery will serve other disposal well prospects in the immediate area, and in centrally located to these wellbores.



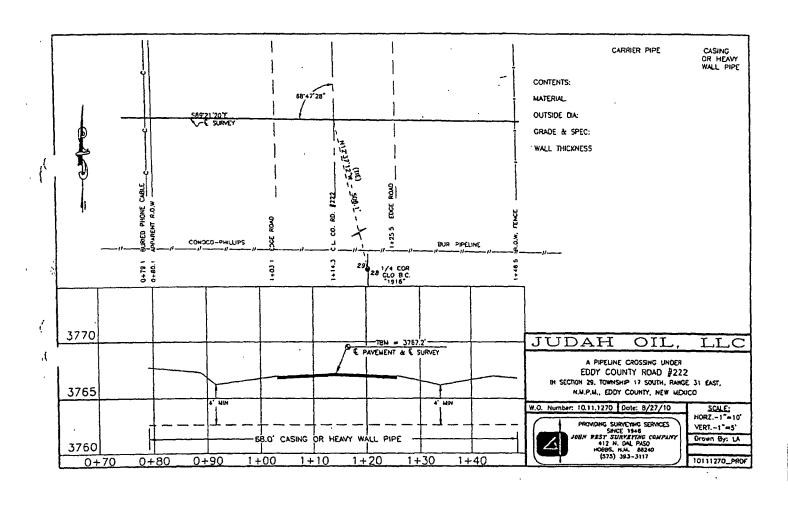
- 1. 500 BBL F6 water Tak 2. 1000 BBL F6 water Tak 3. 750 BBL F6 Bun Barrell Tak
- 4.500 BBL Steel Oil Tank

Tank Pad #1+42 will be located 6' below girle Tank Pads will have 2-40 mill liners with liner pads.

# Judah Oil, LLC

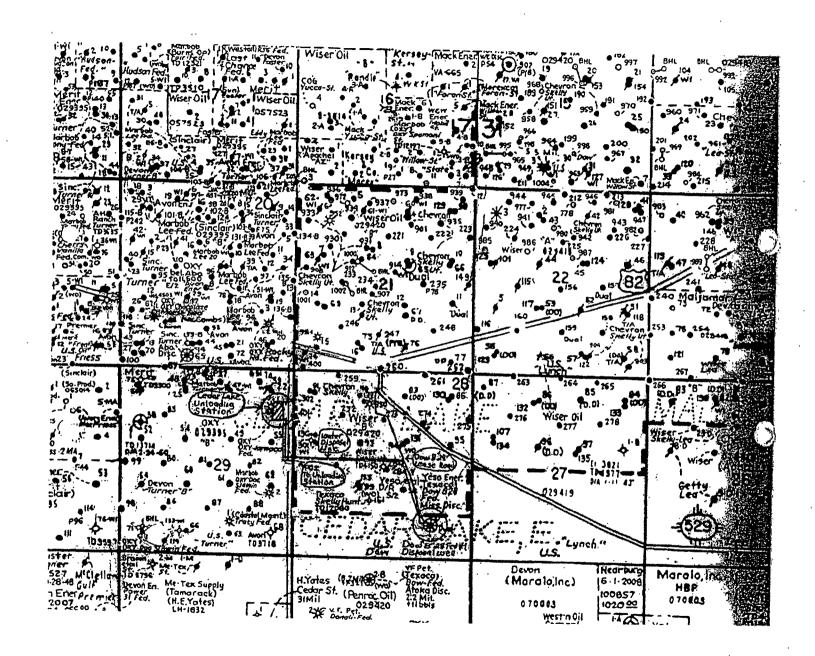
# Cedar Lake SWD Unloading Station

UL-A, Section 29, Township 17 South, Range 31 East Eddy County New Mexico



- 17. A) This will not affect air quality.

  B) The Unloading Station facility
  - B) The Unloading Station facility will be painted to visibly blend in as much as possible. This is a very active area for oil and gas operations.
  - C) The water quality in this area is very hard and brackish. There is no fresh water wells within several miles of this proposed project.
  - D) No streams or bodies of water in this area.
  - E) No adverse affects of noise levels
  - F) Approximately 2/3 of Unloading Station will be constructed on new disturbance and 1/3 on P/A location (Oxy Jomoka Fed #1). The water line will be installed down existing ROW and will be re-seeded after construction. Dow "B" Federal #1 is an existing location with existing lease road.
- 18. A) No marine life present in this area. This project is located in San Dune Lizard and Prairie Chicken area. We have contacted the BLM staff and have therefore located the Unloading Station where there will be very minimal impact. The water disposal line will be ran along existing right-of-ways and will be buried. The disposal well location will have no tank battery and very minimal treffic.
  - B) No affects on animal life.



# CATION FOR TRANSPORTATION AND UTIL AND FACILITIES ON FEDERAL LANDS

## /STEMS

#### GENERAL INFORMATION ALASKA NATIONAL INTEREST LANDS

This application will be used when applying for a right-of-way, permit license, lease, or certificate for the use of Federal lands which lie within conservation system units and National Recreation or Conservation Areas as defined in the Alaska National Interest Lands Conservation Act. Conservation system units include the National Park System, National Wildlife Refuge System, National Wild and Scenic Rivers System, National Trails System, National Wilderness Preservation System, and National Forest Monuments

Transportation and utility systems and facility uses for which the application may be used

- 1. Canals, ditches, flumes, laterals, pipes, pipelines, tunnels, and other systems for the transportation of water.
- 2. Pipelines and other systems for the transportation of liquids other than water, including oil, natural gas, synthetic liquid and gaseous fuels, and any refined product produced therefrom.
- 3. Pipelines, sharry and emulsion systems, and conveyor belts for transportation of solid materials.
- 4. Systems for the transmission and distribution of electric energy.
- 5. Systems for transmission or reception of radio, television, teleph telegraph, and other electronic signals, and other means of communications
- 6. Improved rights-of-way for snow machines, air cushion vehicles, and all-terrain vehicles.
- 7. Roads, highways, railroads, tunnels, tramways, airports, landing strips, docks, and other systems of general transportation

This application must be filed simultaneously with each Federal department or agency requiring authorization to establish and operate Vott nanotel

In Alaska, the following agencies will help the applicant file an application and identify the other agencies the applicant should contact and possibly

U.S. Department of Agriculture FOREST SERVICE (USFS) Also Regional Office (Region 10) Physical Address: Federal Office Bullding 709 West 9th Suret Junean, Alaska 99801 Molling Address; P.O. Box 21628 Junean, Alaska 99802 Junesu, Alaska 99802 Telephone: 907-386-8806

U.S. Department of the Interior BURBAU OF INDIAN AFFAIRS (BIA) BURRAU OF INDIAN AFFAIR
Alaska Regional Office (Juneau)
Mailing/Physical Address:
P.O. Box 23520
709 West 9th Street
Juneau, Alaska 99802
Telephone: 800-645-8397

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT (BLM) BUREAU OF LAND MA Alaska State Office Malling/Physical Address: 222 West 7th Avenue #13 Anchorage, Alaska 99513 Telephone: 907-271-5960

U.S. Department of the Interior NATIONAL PARK SERVICE (NPS) NATIONAL PARK SERVICE (NR-Masks Regional Office (Anchorage) Mailing/Physical Address: 240 West 5th Avenue, Room 114 Anchorage, Alacks 99501 Telephone: 907-644-3501

U.S. Department of the Interior FISH AND WILDLIFE SERVICE FISH AND WILDLING SERVICE Alaska Regional Office (Region 7) Malling/Physical Address: 1011 East Tudor Road Anchorage, Alaska 99501 Telephone: 907-271-5011

Note: Filings with any Department of the Interior agency may be filed with any office noted above or with the:

U.S. Department of the Interior
OFFICE OF ENVIRONMENTAL POLICY AND COMPLIANCE
Alasta Regional Office (Aachornge)
Regional Environmental Officer
1689 C Street, Room 119
Anchornge, Alaska 99501
Telophone: (907) 271-5011

U.S. Department of Transportation FEDERAL AVIATION ADMINISTRATION Alasta Regional Office (Anchorage) 212 West 7th Avenue, #14 Anchorage, Alaska 9931 Telephone: 907-271-5269

NOTE - The Department of Transportation has established the above central filing point for agencies within that Department, Affected agencies are: Pederal Aviation Administration (FAA), Coast Guard (USCG), Federal Highway Administration (FHWA), Federal Railroad Administration (FRA)

#### OTHER THAN ALASKA NATIONAL INTEREST LANDS

Use of this form is not limited to National Interest Conservation Lands of

Individual departments/agencies may authorize the use of this form by applicants for transportation and utility systems and facilities on other Federal nde outside those areas described above.

For proposals located outside of Alaska, applications will be filed at the local agency office or at a location specified by the responsible Federal agency.

#### SPECIFIC INSTRUCTIONS (Items not listed are self-explanatory)

Item
Attach preliminary site and facility construction plans. The responsible agency will provide instructions whenever specific plans are required.

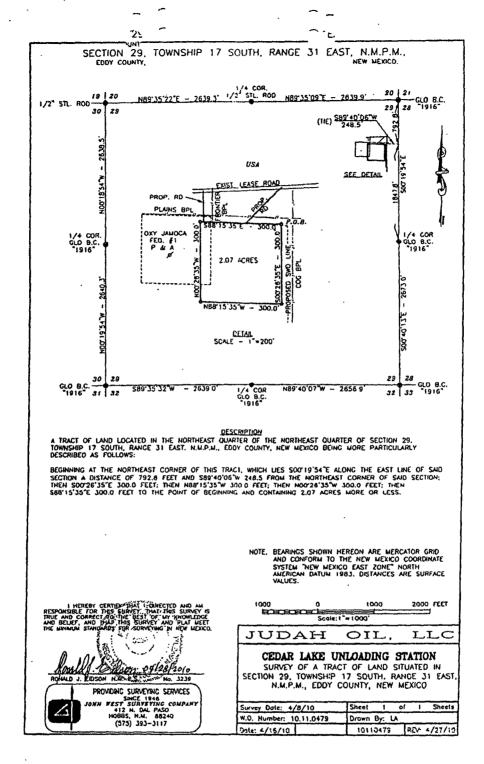
- Generally, the map must show the section(s), township(s), and ranges within which the project is to be located. Show the proposed location of the project on the map as accurately as possible. Some agencies require detailed survey maps. The responsible agency will provide additional instructions.
- 9, 10, and 12 The responsible agency will provide additional instructions.
- 3. To an it 2 It requires agency with provide such size much detail as possible, discussing why certain routes or modes were rejected and why it is necessary to cross Federal lands will assist the agency(ies) in processing your application and reaching a final decision, Include only reasonable alternate routes and modes as related to current technology and economics.
- 14 The responsible agency will provide instructions.
- Generally, a simple statement of the purpose of the proposal will be sufficient. However, major proposals located in critical or sensitive areas may require a full analysis with additional specific information. The responsible agency will provide additional instructions.
- 16 through 19 Providing this information in as much detail as possible will assist the Federal agency(ies) in processing the application and reaching a decision. When completing these items, you should use a sound indgment in furnishing relevant information. For example, if the project is not near a stream or other body of water, do not address this subject. The responsible agency will provide additional instructions.

Application must be signed by the applicant or applicant's authorized

If additional space is needed to complete any item, please put the information on a separate sheet of paper and identify it as "Continuation of Item".

(For supplemental, see page 4)

(SF-299, page 3)



. Ponts 3000-34 (Sactuary 1996)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO: 1004-0014 Expires: September 30, 1998

TRANSFER OF OPERATING RIGHTS (SUBLEASE) IN A LEASE FOR OIL AND GAS OR GEOTHERMAL RESOURCES

See attached Supplement

Lease Serial No.

Mineral Lessing Act of 1920 (30 U.S.C. 181 et seq.). Act for Acquired Lands of 1947 (30 U.S.C. 351-359)

Geothermal Steam Act of 1970 ( Department of the Interior Appropriations Act.			C. 6508)						
Type or print pisinly in in					<del></del>				
		m m.							
I. Transferee (Sublessee)*  PART A: TRAN									
	Street See attached Supplement								
City, State, ZIP Code									
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charate attached sheet of paper.	• ••								
This transfer is for: (Check one) [2] Oil and Gas Lease, or [] Geothermal L Interest conveyor: (Check one or both; as appropriate) [3] Operating Rights (s	ublease) 🗆 O	verriding Ro	yaity, paymen	nt out of pro-	duction or other				
2. This transfer (sublease) conveys the following interest:					<del></del>				
Land Description	Pe	reent of Inte	rest		cent of				
Additional space on reverse, if needed. Do not submit documents or agreements other than	Owned	Conveyed	Retained		ing Royalty lar interests				
his form; such documents or agreement shall only be referenced herein.	ŀ		ĺ.	Reserved	Previously reserved				
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THE UNITED STATES	OF AMERICA								
his transfer is approved solely for administrative purposes. Approval does noted to this lesse.		at either part	ty to this tra	nsfer bolds l	ezal or equitabl				
Transfer approved effective			•						
(Authorized Officer)		(Title)			(Dete)				
(vonsumen Athera)		(100-)			* *•				