Form 3160-5 (March 2012)

Type of Well

Oil Well

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Hobbs

| FORM APPROV | EĽ |
|--------------------|----|
| OMB No. 1004-0 | 13 |
| vnires: October 31 | 20 |

NMNM88483

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on page 2.

☐ Other

If Indian, Allottee or Tribe Name

If Unit or CA/Agreement, Name and/or No.

Lease Serial No.

Well Name and No.

| 2. Name of Operator | | | | MEYER BELL RAMSAY COM #5 | | |
|--|---|--|---|--------------------------|---|--|
| BRECK OPERATING CO | ORP. | | 9 | . API Well No. | | |
| 3a. Address P.O. Box 911, Breckenridge, TX 76424 | | 3b. Phone No. (include area code) (254) 559-3355 | | | 30-025-30921 / ool, or Explaratory Area | |
| | | | | 0. Field and Pool, | | |
| 1. Location of Well (Footage, Se | c., T., R., M., or Survey Descr | ription) , | | Eumont; | Yates - 7 Rvrs - Queen (Gas) | |
| | WL | 1 | 1. County or Paris | sh, State | | |
| N-9-21S-36E | | | 1 | | Lea County, NM | |
| 12. CHECK A | PPROPRIATE BOX(ES | S) TO INDICATE NA | TURE OF NO | ΓΙCE, REPOF | RT, OR OTHER DATA | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | | |
| | ☐ Acidize | ☐ Deepen | Production | (Start/Resume) | ☐ Water Shut-Off | |
| Notice of Intent | ☐ Alter Casing | ☐ Fracture Treat | ☐ Reclamation | | ☐ Well Integrity | |
| Subsequent Report | ☐ Casing Repair | ☐ New Construction | Recomplete | | Other | |
| Final Abandonment Notice | ☐ Change Plans | Plug and Abandon | ☐ Temporarily Abandon ☑ Water Disposal | | | |
| | Convert to Injection | Plug Back | | | | |
| | peration: Clearly state all pertinent onally or recomplete horizontally, | give subsurface locations and me | easured and true verti | cal depths of all pert | tinent markers and zones. | |

1. Yates, 7 Rivers, Queen

2. Yates: .2 bwpd 7 Rivers: .3 bwpd

determined that the site is ready for final inspection.

🗹 Gas Well

Queen: .5 bwpd

3. Water is stored on site in a fiberglass water tank.

4. Water is trucked off lease by an approved water hauler.

5. Piper Energy, LLC (273479)

a. Penroc State E Tr27 #2

b. SW/4, SW/4, Sec 18, T-21S, R-37E

c. Administrative Order SWD-1263 (1-21-2011)

HOBBS OCD

APR 28 2014

RECEIVED

SUBJECT TO LIKE DDD OVAL BY STATE

following completion of the involved operations. If the operation results in a multiple completion of or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final abandonment Notices shall be filed only after all requirements, including reclamation, have been commpleted, and the operator has

> SEE ATTACHED FOR CONDITIONS OF APPROVAL

| APPROVALDI | , | | | | |
|---|---------------|---|--|--|--|
| 14. Thereby certify that the foregoing is true and correct. Name (Printed Typed) | | | | | |
| MATT THOMPSON | Title | Title PETROLEUM ENGINEER | | | |
| Signature Ate The | Date | January 16, 2014 | | | |
| THIS SPACE FOR FEDERA | AL OR STATE (| OFFICE USEPPROVED | | | |
| Approved by /s/ Jerry Blakley | Title | 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. | Office | APR 2 4 2014 | | | |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any pe States any false, fictitious or fraudulent statements or representations as to any matter with | | WIITUI BUREAU (OEnLAND) MANIAGES (AND the United CARLSBAD FIELD OFFICE | | | |

MOB/OCD 4/29/2014

APR 3 0 2014

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

4/24/2014 Approved subject to conditions of approval JDB:

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. This approval is for produced water disposal only and any hydrocarbons removed from lease by this method will be subject to royalty payment as well as other enforcement actions as necessary.
- 10. Disposal at any other site will require prior approval.
- 11. Subject to like approval by NMOCD.

JDB2014

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