

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Hobbs

FORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS

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 reverse side.1. Type of Well
☐ Oil Well ☐ Gas Well ☒ Other

HOBBS OCD

2. Name of Operator
Steven D Ruppert

APR 28 2014

3a. Address
PO Box 550 Tesuque, NM 87574

3b. Phone No. (include area code)

8. Well Name and No.

Silver Federal # 1,2,3

API Well No.

30-025-0247600

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Unit "O" 1980' FEL & 660' FSL S/2 section 28 T20S, R34E

10. Field and Pool, or Exploratory Area

Lynch Yates 7 Rivers

11. County or Parish, State

Lea, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input checked="" type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

The following is the up to date NTL 2B Water Disposal Information:

- (a) The water produced on this lease is from the Yates-7 Rvrs Reef and the Yates Sand Formations.
(b) Approximately 30 BWPD is produced from the reef zone and approximately 10 BWPD is produced from the sand zone.
(c) Water from the Yates-7 Rvrs Reef total solids=11,510 ppm, Ph=7.7, chlorides concentration=7500, sulfates=1900
Water from the Yates-7 Rvrs Sand total solids= 16,278 ppm, Ph=7.1, chlorides concentration=10,176, sulfates=227
(d) The produced water is accumulated in the oil/water separator at the tank battery and flows about 600' by gravity to a 100 bbl fiberglass tank located at the water disposal site - Silver Federal #4.
(e) The stored water in the fiberglass tank flows through 3" PVC pipe into a pressure pump, which injects the fluid into the disposal well by gravity or with a little pressure. Average pressure of injection is from 0-50#.
(f) Steven D Ruppert, Operator, Silver Federal #4, SW/4, SE/4, Section 28 (1980' FEL & 660' FSL), T20S, R34E Lea County, NM
(g) Authorization: NMOCD Order R3724 - BLM confirmation approval made 5/9/77.
Silver Federal No. 4 SWSE (Unit O), Section 28, T20S, R34E.

30 025 02474 #1
30 025 31441 #2
30 025 02425 #3

SUBJECT TO LIKE
APPROVAL BY STATESEE ATTACHED FOR
CONDITIONS OF APPROVAL

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Steven D Ruppert

Title Operator

Signature

Date 12/20/2013

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

/s/ Jerry Blakley

Title

Office

APR 21 2014

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 statement or representation to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

MDS/OCD 4/29/2014

APR 30 2014

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

4/21/2014 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