(Instruction on page 2)

FORM APPROVED
Budget Bureau No. 1004-0137
Expires: October 31, 2014
 0 111

Form 3160-5								APPROVED			
(March 2012)	UNITED STATES DEPARTMENT OF THE INTERIOR OCD AND BES OF					Budget Bureau	Budget Bureau No. 1004-0137 Expires: October 31, 2014 Bl Lease Serial No.				
						OCE Lease Serial No.					
	BUR	EAU OF LAND MA	ANAGE	EMENT		_	NMNM23199		'		
					Al	PR 3 n	2014				
•	SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter angle calculation and the sum of the						6 If Indian Allotte	6. If Indian, Allottee or Tribe Name			
L	Oo not use this	form for proposals	to drill	or to re-en	ter an	19-					
abe	andoned well.	Use Form 3160-3 ((APD) 1	for such pro	oposals	ECEIVE	מ				
		N TRIPLICATE - Other					7. If Unit or CA, A	greement, Name and	d/or No.		
1. Type of W	ell						, , , , , , , , , , , , , , , , , , ,				
$[X]^{Oil}$	Gas		8 Well Name and N	8. Well Name and No.							
							WILSON 21 #3				
2. Name of Op	erator	/	74,					•			
	& CATTLE LL	.C					9. API Well No.				
							\$0-023-2626 131	2n-n-x	5.26133		
3a. Address	24 IAI NIM 6	10050		3b. Phone No.		area code)	10. Field and Pool,				
P.O. BOX 12.	24, JAL, NM 8	88232		575-395-997	70		COMANCHE ST				
		c., T.,R,M., or Survey Desc						·	1-710-55		
UL K, SEC. 2	21, T-26S, R36E,	1910' FSL & 1800' FV	VL				***************************************	11. County or Parish, State			
							LEA COUNTY,	LEA COUNTY, NM			
12. CHE	CK APPROPI	RIATE BOX(es) TO	INDIC	ATE NAT	URE O	F NOTI	CE, REPORT, OR	OTHER DAT	A		
TYPE OF S	UBMISSION		TYPE C	F ACTION							
		Acidize		Deepen		Pi	roduction (Start/Resume)		Shut-Off		
X Notice o	fIntent	Alter Casing		Fracture Tr			Reclamation		ntegrity		
		Casing Repair Change Plans		New Const		:	Recomplete Femporarily Abandon	Other			
Subsequ	ent Report	Convert to Inject	tion	Plug Back		:)	Vater Disposal				
Final Ab	andonment Notice				•						
13. Describe Pro	an acad or Completed (Operation: Clearly state all pertir	ont dataile	including actions	tad starting	data of onu r	proposed work and approxima	to duration thereof If	the proposal is		
Filed only at	fter all requirements, in		a new inter	rval, a Form 3160 and the operator	I-4 must be has determ	filed once ter ined that the	sting has been completed. Fir site is ready for final inspection	al Abandonment Notic on.)	es must be		
	mation Producing										
2. Amo	ount of Water Pro	duced: 4 BWPD									
		r is stored on lease in a ta		-							
	er Movement: W sporter	ater is stored in tank unti	l a full lo	ad is accumul	lated, and	i then wat	er is trucked from lease	by a C133 autho	rized		
5. Disp	osal Facility: Bro	own #5 SWD well, 30-02	25-09807	, located in U	L E Sec.	25, T-25S	G, R36E, Lea County, N	М.			
NM	OCD Permit No.	R5196		•							
	ioob i omin i voi	1.0170					SEE ATTAC	HED FOR			
			SUB.	JECT TO I	LIKE	C	CONDITIONS C	F APPROV	/AL		
		4	APPRC	VAL BY	STATE		, O1 (D11101 (0				
14. I hereby cen	tify that the foregoing	is true and correct Name (Printe	d/Typed)								
	MCKELVEY	(Title	AGEN	T 575-3	392-3575				
							A CONTRACTOR OF THE CONTRACTOR	~///			
Signature	Debbie	MKley/		Date	6/13/13				·		
	regione in reference i articonologica, su colòdifica de colòdificación successiva successiva de la colòdificación	THIS SPACE FOR	R FEDEI	RAL OR STA	TE OF	FICE US	PPROVED		V. T.		
Approved by	/s/ Jerry E		~*************************************	gana capta sa karanta da	Title	3311	Date		Marriago contrata de la companya del companya del companya de la c		
Approved by					11110		2014	1			
		proval of this notice does not warrante subject lease which would entitle the					APR 2-1-2014				
operations thereon.	· ·	•			Office						
· · · · · · · · · · · · · · · · · · ·					+	DIIDEA	LI OF LAND MANAGEM	ENT	——— <i>)</i>		
Title 18 U.S.C. Sec Fictitious or fraudu	ction 1001 and Title 43 ulent statements or ren	3 U.S.C. Section 1212, make it a	a crime for hin its juris	any person know: diction	ingly and w	illfuffy46\fd CA	HKT 2RYD LIETEN On Lakel	cy of the United States	s and false,		

MAB/OCD 4/30/2014

APR 3 0 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