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UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

5. Lease Serial No. NMNM111970

SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7 If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. 1. Type of Well 1 9 2016 8. Well Name and No. PERRO LOCO 22 B30B FEDERAL #1H ✓ Oil Well Gas Well Other RECEIVED 9 API Well No. 30-025-42288 Name of Operator MEWBOURNE OIL COMPANY 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area 701 CECIL ST HOBBS, NM 88241 **OJO CHISO** 575-393-5905 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. Country or Parish, State LEA COUNTY, NM 185' FSL & 1980' FFL: SWSE: Sec. 22: T22S, R34F 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Deepen Acidize Production (Start/Resume) Water Shut-Off ✓ Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Casing Repair New Construction Recomplete Other Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Plug Back ✓ Water Disposal Final Abandonment Notice Convert to Injection 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 recomplete 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 must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.) SEE ATTACHED

SEE ATTACHED FOR CONDITIONS OF APPROVAL

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Date 12/07/2015		MITHOULD	
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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 to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



WATER DISPOSAL ONSHORE ORDER #7

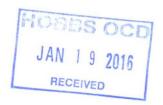


The following information is needed before your method of water disposal can be considered for approval.

1.	Name(s) of formation (s) producing water on the lease. 3 BONE SPEIN(S)
2.	Amount of water produced from each formation in barrels per day.
3.	How water is stored on the lease. FACILITY TRUKS (2-500 Lb)
4.	How water is moved to disposal facility. TENCER BY PAGNIME SERVICES
5.	Operator's of disposal facility SIANA OPERATING
	a. Lease name or well name and number
	b. Location by ¼ ¼ Section, Township, and Range of the disposal system
	SESW, 22, T235, R34E
	c. The appropriate NMOCD permit number NM 0552659 A
	SWD-588

Submit on Federal Sundry 3160 to Carlsbad Field Office 620 E Greene Street Carlsbad NM88210.

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



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. Any on-lease open top storage tanks shall be covered with a protective cover to prevent entry by birds and other wildlife.
- 6. This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
- 7. 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.
- 8. Disposal at any other site will require prior approval.
- 9. Subject to like approval by NMOCD.

7/10/14