# New Mexico Oil Conservation Division, District I 1625 N. French Drive

Form 3160-5 (April 2004)

Hobbs, NM 83240 UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

r		Lease Serial No.     NM 104724     If Indian, Allottee or Tribe Name      If Unit or CA/Agreement, Name and/or No.      Well Name and No.				
SUNDRY						
Do not use th abandoned we	6. If Indiar					
SUBMIT IN TR	7. If Unit o					
1. Type of Well Oil Well						
2. Name of Operator Sundown En	ergy LP			9. API W	zi 9 Federal #1	
3a Address 3b. Phone No. (include area code) 13455 Noel Rd., Suite 2000, Dallas, TX 75240 214-368-6100					30-025-31558  10. Field and Pool, or Exploratory Area	
4. Location of Well (Footage, Sec.,	T., R., M., or Survey Description)				Teas (Morrow)	
1980' FNL & 1980' FEL UL G, Sec 9 T20S, R33E		11. County or Parish, State  Lea County, NM				
12. CHECK A	PPROPRIATE BOX(ES) TO	INDICATE NATU	RE OF NOTICE,	REPORT, O	R OTHER DATA	
TYPE OF SUBMISSION		TY	PE OF ACTION			
✓ Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	Production (Reclamation	(Start/Resume)	Water Shut-Off Well Integrity	
Subsequent Report	Casing Repair	New Construction			Other	
Final Abandonment Notice	Change Plans Convert to Injection	Plug and Abandon Plug Back	Temporarily Water Dispo			
determined that the site is read SEE ATTACHMENTS	SUBJE	PPROVAL ITE		J/4)	2 6 2006  Y GOURLEY THE GNOWNEER	
14. I hereby certify that the for Name (Printed/Typed)	egoing is true and correct	Title				
James Faubus		Title	Production Supt.			
Signature ///	Jankey .	Date		01/12/2006		
	THIS SPACE FOR	FEDERAL OR	STATE OFFIC	CE USE		
Approved by	attached. Approval of this notice	e does not warrant or	Title		Date	
certify that the applicant holds leg which would entitle the applicant	Office					
States any false, fictitious or fraud	uc 45 U.S.C. Section 1212, make 19 ulent statements or representation	i a crime for any person	knowingly and willfi	uily to make to a	ny department or agency of the United	

(Instructions on page 2)



The following information is needed before your disposal of produced water can be approved, per Onshore Oil & Gas Order #7.

You may attach this information to your Sundry Notice (3160-5). Submit all required information as per this attachment, submit a Sundry Notice (3160-5), one original and five copies to this office within the required time.

2.	Amount of water produced from all formations in barrels per day
3.	A CURRENT water analysis of produced water from all zones showing at least the total dissolved solids, I and the concentrations of chlorides and sulfates.
4.	How water is stored on the lease. 210 bbl fibenglass Taule
5.	How water is moved to the disposal facility. Truck hour My 5 Service, Inc., 228 W. Jason, Hobbs, NM 882
6.	Identify the Disposal Facility by: See attached list.  A. Operators' Name  B. Well Name

7. A copy of the Underground Injection Control Permit - issued for the injection well by the Environmental Protection Agency or New Mexico Oil Conservation Division where the State has achieved primacy.

### DISPOSAL FACILITY

		WELL TYPE &		
OPERATOR	WELL NAME	NUMBER	LOCATION	PERMIT NUMBER
Basin Alliance LLC	State AJ	SWD #1	NW/NE, Sec 33, T18S, R36E, Lea Co., NM	SWD-119 OCDR-8166
DKD, LLC	Watson "6"	SWD	Sec 5, T14S, R36E, Lea Co. NM	SWD-834
DKD, LLC	Richardson Fee	SWD	Sec 6, T16S, R36E, Lea Co., NM	SWD-262
DKD, LLC	Shell State	SWD	Sec 32, T14S, R34E, Lea Co., NM	OCDR-7150
DKD, LLC	Vulture VP	SWD	Sec 14, T 15S, R33E, Lea Co., NM	SWD-278

## BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201 505-627-0272

#### 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:

- 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 sandstone brown, Federal Std. 595-20318, or 30318, within 90 days, if you have not already done so.
- Any on-lease open top storage tanks shall be covered with a wire screen to prevent entry by birds and other wildlife.
- This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
- S. 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.

fn:waterdisposal.wpd