

N.M. OIL CONSERVATION DIVISION  
UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
811 S. FIRST STREET  
ARTESIA, NM 88210FORM APPROVED  
OMB No 1004-0137  
Expires July 31, 2010

COPY

**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.**5. Lease Serial No  
NM-0115465A

6. If Indian, Allottee or Tribe Name

**SUBMIT IN TRIPLICATE – Other instructions on page 2.**

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other2. Name of Operator  
OXY USA INC3a. Address  
PO BOX 4294  
HOUSTON, TX 772103b. Phone No. (include area code)  
713-215-7000

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

8. Well Name and No.  
LAZARUS FEDERAL 19. API Well No.  
300056378010. Field and Pool or Exploratory Area  
BUFFALO VALLEY, PENN (PRORATED GAS)4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
L-25-15S-27E 1980FSL 660FWL11. Country or Parish, State  
CHAVES, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input 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 checked="" 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 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.)

THERE ARE NO FORMATIONS PRODUCING WATER ON THIS LEASE.

IT PRODUCES 0 BARRLES OF WATER PER DAY.

ON THIS LEASE WATER IS STORED IN A 210 BARREL TANK.

WATER WOULD BE TRUCKED OR HAULED TO THE DISPOSAL FACILITY.

THE DISPOSAL FACILITY WE WOULD USE IS:

EXXON STATE #8 SWD.

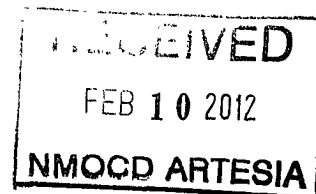
IT IS OWNED BY MESQUITE SWD INC.

IT IS A SALT WATER DISPOSAL.

IT IS LOCATED BY 1/4 1/4 SW/SE SECTION 15 TOWNSHIP 21S RANGE 27E.

ATTACHED IS A COPY OF THEIR STATE ISSUED PERMIT.

SWD-180

Accepted for record  
NMOC D  
2/17/1214. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)  
VAN BARTON

Title PRODUCTION COORDINATOR

Signature

Date

5.23.11

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

/S/ DAVID R. GLASS

Title PETROLEUM ENGINEER

Date FEB 03 2012

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 ROSWELL FIELD OFFICE

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.

(Instructions on page 4)

**SEE ATTACHED FOR  
CONDITIONS OF APPROVAL**

**BUREAU OF LAND MANAGEMENT**  
**Roswell Field Office**  
**2909 West Second Street**  
**Roswell, New Mexico 88201**  
**575-627-0272**

**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:

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 wire screen 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 for wells in Chaves or Roosevelt County if you have not already done so.