

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010**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.
NMNM533736. If Indian, Allottee or Tribe Name
not applicable**SUBMIT IN TRIPLICATE – Other instructions on page 2.**

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other2. Name of Operator
UNIT PETROLEUM COMPANY3a. Address
PO BOX 702500
TULSA, OK. 74170-25003b. Phone No. (include area code)
(580) 467-53757. If Unit of CA/Agreement, Name and/or No.
not applicable8. Well Name and No.
HB 3 FEDERAL #004H (38611)9. API Well No.
30-015-389934. Location of Well (Footage, Sec., T., R., M., or Survey Description)
330 FSL 330 FEL SEC.3 T24S, R29E NMP10. Field and Pool or Exploratory Area
CEDAR CANYON; BONE SPRINGS11. Country or Parish, State
EDDY CO.

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 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 must 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 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.)

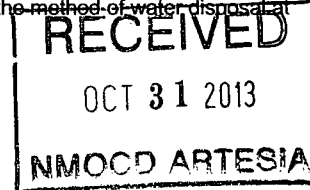
UNIT PETROLEUM COMPANY HB 3 FEDERAL #004H (38611):

In compliance with the Notice of Written Order # 13JH160W dated 9/17/2013, the following information is being submitted on the method of water disposal at the referenced lease location.

1. Name(s) of all formations producing water on the lease: BONE SPRINGS
2. Amount of water produced from all formations in barrels per day: 130 bbls.
3. How water is stored on the lease: 2 - 500 bbl storage tanks
4. How water is moved to a disposal facility: TRUCK/TRANSPORT
5. Identify the disposal facility:

a. Operator's name: BASIC ENERGY SERVICES
b. Well name, well number & well type: BELCO 002 SWD - 2310 FNL 1980 FWL Sec.20 T23S, R28E NMP
MYRTLE MYRA 001 SWD - 660 FNL 1980 FWL Sec. 21 T21S, R27E NMP

6. The appropriate NMOCD Permit Number: Belco 002 API# 30-015-25433 NMOCD SWD 1292-0
Myrtle Myra 001 API# 30-015-21515 NMOCD SWD 391-0



LRD 11/6/13
Approved for record
11/13/13

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

Gene Voreis

Title Senior Environmental Specialist

Signature

Date 10/16/2013

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

SEPS

Date

10-27-13

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

CFD

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 2)

**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. 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.

9/22/09