NM OIL COME. COMMISSION Drawer ED Artesia, NM 88270 C1510

| Form 9-331 Artesia, NM 88210 Dec. 1973 | Form Approved. Budget Bureau No. 42-R1424 5. LEASE LC064023 | | | |
|--|---|--|--|--|
| UNITED STATES DEPARTMENT OF THE INTERIOR | | | | |
| GEOLOGICAL SURVEY | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME | | | |
| SUNDRY NOTICES AND REPORTS ON WELLS | 7. UNIT AGREEMENT NAME | | | |
| (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use Form 9-331-C for such proposals.) | 8. FARM OR LEASE NAME Sampders Lease | | | |
| well ₩ well → other 2. NAME OF OPERATOR APR 2 1 1937 | 9. WELL NO. 9 & 10 | | | |
| <u>C. C. D.</u> 3. ADDRESS OF OPERATOR PO Box 470 Artesia, NM SPIELO | 10 FIELD OR WILDCAT NAME | | | |
| 4. LOCATION OF WELL (REPORT LOCATION CLEARLY. See space 17 below.) | 11. SEC., T., R., M., OR BLK. AND SURVEY O AREA S-13, T-17S, R-27E | | | |
| AT SURFACE: E SEX Gasting and Second and Sec | 12. COUNTY OR PARISH13. STATEEddyNM | | | |
| 16. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, | 14. API NO. | | | |
| REPORT, OR OTHER DATA | 15. ELEVATIONS (SHOW DF, KDB, AND WD) 3548 GL 3514 DF | | | |
| REQUEST FOR APPROVAL TO: SUBSEQUENT REPORT OF: TEST WATER SHUT-OFF | (NOTE: Report results of multiple completion or zone- change on Form 9–330.) | | | |

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Excess Junk, as cited by BLM in September of 1985, was removed by Operator to the extent Operator had legal ability to do so. LaRue & Muncy did not and do not own, nor were responsible for, material remaining on lease surface. Other individual(s) were and are in legal title to said material. It is unknown by this Operator who said individuals are. A meeting between C.E. LaRue, of LaRue & Muncy, and Mr. Valdez of the BLM and BLM representatives from Santa Fe, NM was held in 1986 on lease site. At that time it was agreed that LaRue & Muncy had completed their portion of necessary clean up.

| Subsurface Safety Valve: Manu. and Type | | ··· - ································· | Set @ | |
|---|--|--|--------------------|---|
| 18. I hereby certify that the foregoing is true and correct SIGNED | | ACCEPTED FOR RECORD | | |
| SIGNED | TITLE Operator | DATE _ | 4-17-87 | |
| | (This space for Federal or State office us | e) | APR 12 () 1987 | |
| APPROVED BY | TITLE | DATE | <u> </u> | - |
| | | CA | RISBAD, NEW MEXICO | > |

La Rue and Muncy

Phone (505) 746-6651 • P. O. Box 470 • Artesia, New Medico 88210 RECEIVED BY

April 17, 1987

APR 21 1987 O. C. D. ARTESIA, OFFICE

RE: LaRue & Muncy Saunders Nos. 9 & 10 Battery NW/4 SE/4 S-13, T-17S, R-27E Eddy County, N.M. LC064023

Bureau of Land Management Carlsbad Resource Area PO Box 1778 Carlsbad, NM 88220

Dear Sirs:

The above captioned battery is receiving produced water and oil from the above captioned wells. Total lease production is under 2 barrels per day. The producing formation(s) is the 7 Rivers and Queen.

Produced water is stored on location in a steel 250 barrel tank. Produced water is transported by Hughes Services of Loco Hill, N.M. The water is disposed of in their facility located in SW/4 of S-16, T-17S, R-30E, Eddy Co., N.M.

We maintain an emergency pit on location and request permission to maintain that pit. It will not be contaminated by lease oil or water, and will be used as an emergency pit only. The emergency pit is fenced and adequate in size to hold 250 barrels of fluid in an emergency.

Water evaluation of produced water is enclosed.

Sincerely,

LARUE & MUNCY

C Z

C.E.LaRue

CEL/ts