

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

NM OIL CONS COMMISSION  
Drawer DD  
Artesia, NM 88210  
FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

95F

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

**SUBMIT IN TRIPLICATE**

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No. <b>NM-81616</b>
2. Name of Operator <b>MARALO, INC.</b>	6. If Indian, Allottee or Tribe Name
3. Address and Telephone No. <b>P. O. BOX 832, MIDLAND, TX 79702 (915) 684-7441</b>	7. If Unit or CA, Agreement Designation
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) <b>880' FNL &amp; 1650' FML, SEC. 10, T-24-S, R-29-E, UNIT C</b>	8. Well Name and No. <b>CEDAR CANYON "10" FEDERAL #1</b>
	9. API Well No. <b>30-015-27366</b>
	10. Field and Pool, or Exploratory Area <b>CEDAR CANYON - BONE SPRING</b>
	11. County or Parish, State <b>EDDY, NM</b>

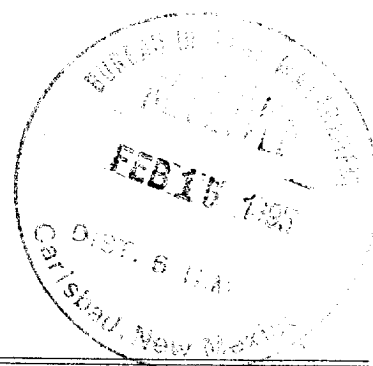
12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION	
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment	<input type="checkbox"/> Change of Plans
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> New Construction
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Other <b>NTL-2B</b>	<input type="checkbox"/> Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. 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.)\*

The Cedar Canyon "10" Federal, Well #1, produces approximately 11 barrels of water per day from the Bone Spring Formation. Water is stored in (1) 500 bbl. fiberglass tank and moved by truck from location by Scurlock Permian Corporation to NMOC Order #505 - Rohmer SWD #1, which is located in Sec. 23, T-22-S, R-27-E, Eddy County, NM. and operated by Scurlock Permian Corporation.

Water Analysis Attached.



14. I hereby certify that the foregoing is true and correct			
Signed <u>Donna L. Legan</u>	Title <b>REGULATORY ANALYST</b>	Date <b>FEBRUARY 14, 1995</b>	
(This space for Federal or State office use)			
Approved by <u>Orig. Signed by Adnan Salameh</u>	Title <b>Petroleum Engineer</b>	Date <b>3/16/95</b>	
Conditions of approval, if any:			

(rev. 3/10/94)

BUREAU OF LAND MANAGEMENT  
CARLSBAD RESOURCE AREA

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 be notified of any change in your method or location of disposal.
2. Compliance with all provisions of Onshore Oil and Gas 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 aboveground 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.
6. Any on lease open top storage tanks or pits shall be covered with a wire screen or plastic/nylon netting to prevent entry by birds and other wildlife.
7. This approval does not constitute right-of-way approval for any off lease activities. 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.

