# OCD-ARTESIA

-Foran 3160-5 (February 2005)

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OM B No. 1004-0137 Expires: March 31, 20

## 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.
	LC 066445
6.	If Indian, Allottee or Tribe Name

ECON ADDDONED

abandoned we	ell. Use Form 3160 - 3	B (APD) for such prop	osals.		
SUBMIT IN TRI	7. If Unit or CA/Agreement, Name and/or No				
1. Type of Well Oil Well 77 [		J Federal #2			
3a Address 415 W. Wall Street, Suite 500	9. API Well No. 30-015-00168  10. Field and Pool, or Exploratory Area				
4. Location of Well (Footage, Sec.,	T., R., M., or Survey Description	on)			AKE: QN-GB-SA
UL-I; Sec 1, T18S, R26E 1980 FSL & 330 FEL				r Parish, State	
12. CHECK AI	PPROPRIATE BOX(ES)	TO INDICATE NATURE	OF NOTICE, F	EPORT, OR	OTHER DATA
TYPE OF SUBMISSION		TYPE	OF ACTION		
Notice of Intent Subsequent Report Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Production (St Reclamation Recomplete Temporarily A Water Disposal	bandon	Water Shut-Off Well Integrity Other
					rk and approximate duration thereof.

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.)

Water will be trucked and disposed of as according to Water Disposal Onshore Order No. 7 attached.

SEE ATTACHED FOR CONDITIONS OF APPROVAL

Accepted for record NMOCD AL ACCEPTED FOR RECORD

JUL 3 1 2011

BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE

	· · · · · · · · · · · · · · · · · · ·		TODAY TIELD OTT TOL
14. Thereby certify that the foregoing is true and correct Name (Printed/Typed)			
Joanne Keating	Title Regulatory Affairs Co	ordinator	, ·
Signature Jan	Date 0	07/20/2011	DECEIVED
THIS SPACE FOR FEDERAL	OR STATE OFFICE	USE	- 11 - 2011
**		2 0 1	AUU
Approved by /s/ JD Whitlack Jr	Title	Date	ARTESIA
Conditions of approval, if any, are attached. Approval of this notice does not warran certify that the applicant holds legal or equitable title to those rights in the subject lea which would entitle the applicant to conduct operations thereon.	ł .		NMOCD ARTESIA
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any States any false, fictitious or fraudulent statements or representations as to any matter	person knowingly and willfully within its jurisdiction.	to make to any depa	artiment or agency of the United

(Instructions on page 2)

#### WATER DISPOSAL ONSHORE ORDER #7

The following information is needed before your method of water disposal can be considered for approval.

1. Name(s) of formation(s) producing water on the lease.

#### San Andres

2. Amount of water produced from each formation in barrels per day.

### +/- 2.5 bwpd

3. A water analysis of produced water from each zone showing at least the total dissolved solids, Ph, and the concentration of chloride and sulfates.

### Attachment 3A & 3B

4. How water is stored on the lease.

### Up to 30 bbls

5. How water is moved to disposal facility.

#### **Trucked**

6. Operator's of disposal facility

### See Attachment 6A & 6B

- a. Lease name or well name and number
- b. Location by ¼ ¼ Section, Township, and Range of the disposal system
- c. The appropriate NMOCD permit number

Empire Fed J Btty
2- 250 Bbl oil tanks (steel)
1 - 30 Bbl wtr tank (fiberglass)
1-36"X12' gun Bbl (fiberglass)

500 bbl steel frac tank (temporary storage for workovers)

Alternate Company SWD sites: Artesia State Unit West Artesia Unit

Producing Formation: San Andres

# **MITCHELL ANALYTICAL LABORATORY**

2638 Faudree Odessa, Texas 79765-8538 561-5579

# Attachment 3A

Company:	WadeCo S	Specialti	es, LLC				
Well Number: Lease: Location: Date Run: Lab Ref #:	Empire J Fed Alamo Energy WC1867 6/27/2011 11-jun-w226	<b>/</b>			Sample Temp: Date Sampled: Sampled by: Employee #: Analyzed by:	70 6/23/20 Wade H GR	
Hydrogen Suli Carbon Dioxid Dissolved Oxy	e (CO2	)	Dissolved (  NOT ANA  NOT ANA	LYZED	<b>Mg/L</b> 85.00	<b>Eq. Wt.</b> 16.00	<b>MEq/L</b> 5.31
Dissolved Oxy	gen (O2)		NOI ANA	LYZED			
Calcium Magnesium Sodium Barium Manganese  Hydroxyl Carbonate BiCarbonate Sulfate Chloride  Total Iron	(Ca+ (Mg+ (Na+ (Ba+ (Mn+ (CO3 (HCO (SO4 (CI-)	+) ) +) ) =) =)	Cations  NOT ANA  Anions		2,010.00 385.52 72,486.58 .25 .00 .00 537.68 3,050.00 114,025.29	20.10 12.20 23.00 27.50 17.00 30.00 61.10 48.80 35.50	100.00 31.60 3,151.59 .01 .00 .00 8.80 62.50 3,211.98
Total Dissolve Total Hardnes Conductivity N	d Solids s as CaCO3	:M			192,581.82 6,605.63 212,500	10.00	.00
рН	6.850			Specific	c Gravity 60/60	) F.	1.134
CaSO4 Solubili	• -	93.6	55MEq/L,	CaSO4 s	cale is unlikely	′	
CaCO3 Scale Inc 70.0	lex .777	100.0	4 477	400		<b>-</b>	
80.0	.877	110.0	1.177 1.497	130.0 140.0			

150.0

2.357

1.497

90.0

1.177

120.0

# **MITCHELL ANALYTICAL LABORATORY**

2638 Faudree Odessa, Texas 79765-8538 561-5579

# Attachment 3B

Company: WadeCo Specialties, LLC									
Well Number: Lease: Location: Date Run:	Empire J Fed Alamo Energy WC1868 6/27/2011	nergy B			Sample Temp: Date Sampled: Sampled by: Employee #:	70 6/23/2011 Wade Havens			
Lab Ref #:	11-jun-w2266	51			Analyzed by:	GR			
			Dissolved (	Jases					
II d aman Culé	: - (1120)				Mg/L	Eq. Wt.	MEq/L		
Hydrogen Sulf Carbon Dioxid Dissolved Oxy	e (CO2)		NOT ANA NOT ANA		146.00	16.00	9.13		
			Cations						
Calcium	(Ca+-	⊦)			2,010.00	20.10	100.00		
Magnesium	(Mg+	+)			1,371.28	12.20	112.40		
Sodium	(Na+)				71,148.83	23.00	3,093.43		
Barium	(Ba+-	•	NOT ANA	LYZED					
Manganese	(Mn+	)			.50	27.50	.02		
			Anions						
Hydroxyl	(OH-)				.00	17.00	.00		
Carbonate	(CO3:	=)			.00	30.00	.00		
BiCarbonate	(HCO	3-)			562.12	61.10	9.20		
Sulfate	(SO4:	=)			4,000.00	48.80	81.97		
Chloride	(CI-)				114,125.40	35.50	3,214.80		
Total Iron	(Fe)				2.26	18.60	.12		
Total Dissolved	d Solids				193,366.39				
Total Hardness	s as CaCO3				10,647.25				
Conductivity M	IICROMHOS/C	M			213,100				
рН	6.400	,		Specifi	c Gravity 60/60	) F.	1.134		
CaSO4 Solubilit	cy @ 80 F.	102	.32MEq/L,	CaSO4	scale is unlikely	,			
CaCO3 Scale Ind	ex								
70.0	.346	100.0	.746	130.	0 1.49	6			
80.0	.446	110.0	1.066	140.	0 1.49	6			
90.0	.746	120.0	1.066	150.	0 1.92	6			



# STATE OF NEW MEXICO ENERGY. MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO SANTA FE, NEW MEXICO:87505 (505):827-7131 September 7. 1999...

# Attachment 6A

# CERTIFIED MAIL RETURN RECEIPT NO. P-326-936-534

Mr. James R. Maloney Loco Hills Water Disposal, Inc. P.O. Box 68 Loco Hills, NM 87255

RE: OCD Rule 711 Permit Approval (NM-01-0004)

Loco Hills Water Disposal, Inc.

Commercial Surface Waste Management Facility

SW/4 SW/4 Section 16, Township 17 South, Range 30 East, NMPM

Eddy County, New Mexico

Dear Mr. Maloney:

The permit application for the Loco Hills Water Disposal, Inc. (LHWD) commercial surface waste management facility focated in the SW/4 SW/4 Section 16, Township 17 South, Range 30 East, NMPM, Eddy County, New Mexico is hereby approved in accordance with New Mexico Oil Conservation Division (OCD) Rule 711 under the conditions contained in the enclosed attachment. This permit approval is conditional upon the receipt and approval by the Director of financial assurance in the amount of \$250,000. According to the schedule outlined in the financial assurance section of the enclosed attachment, 25% of the \$250,000 bond (\$62,500) is required within thirty (30) days of the date of this letter. The application consists of the permit application Form C-137 dated April 13, 1999, inspection report response letter dated April 13, 1999, and materials from the hearing files related to Order No. R-7329, dated October 30, 1981, Order No. R-7329-De Novo, dated July 29, 1982, Order No. R-7720, dated December 30, 1982, and Order R-8855, dated May 12,1986.

The construction, operation, monitoring and reporting shall be as specified in the enclosed attachment. All modifications and alternatives to the approved treatment, evaporation and landfarm methods must receive prior OCD approval. LHWD is required to notify the Director of any facility expansion or process modification and to file the appropriate materials with the Division.

Please be advised approval of this facility permit does not relieve LHWD of liability should your operation result in actual pollution of surface water, ground water, or the environment. In addition, OCD approval does not relieve LHWD of responsibility for compliance with other federal, state or local laws and/or regulations.

Please be advised that all tanks exceeding 16 feet in diameter and exposed pits, ponds or lagoons must be screened, netted or otherwise rendered non-hazardous to migratory birds. In addition OCD Rule 310 prohibits oil from being stored or retained in earther reservoirs or open receptacles.

The LHWD Commercial Surface Waste Management Facility Permit NM-01-0004 will be reviewed at least once every five (5) years from the date of this approval letter. The facility is subject to periodic inspections by the OCD.

Enclosed are two copies of the conditions of approval. Please sign and return one copy to the OCD Santa Fe Office within five working days of receipt of this letter.

If you have any questions please do not hesitate to contact Martyne J. Kieling at (505) 827-7153.

Sincerely,

Lori Wrotenbery

Director

LW/mik

xc with attachments:

Artesia OCD Office Hobbs OCD Office

uttriberg

# ATTACHMENT TO OCD 711 PERMIT APPROVAL PERMIT NM-01-0004 LOCO HILLS WATER DISPOSAL, INC. SURFACE WASTE MANAGEMENT FACILITY SW/4 Section 14. Township 17. South Perms 20 Feet NIM!

SW/4 SW/4 Section 16, Township 17 South, Range 30 East, NMPM Eddy County, New Mexico (September 7, 1999)

## FACILITY AND EVAPORATION POND OPERATION

- The facility must be feliced and have a sign at the entrance. The sign must be legible from at least fifty (50) feet and contain the following information: a) name of the facility; b) location by section, township and range; and c) emergency phone number.
- 2. Disposal must occur through a computerized disposal system. The processing, evaporation and landfarm portion of the facility must be secured when no attendant is present.
- 3. All produced water must be unloaded into tanks. The produced water must reside in the tank and skimmer pit system long enough to allow for oil separation. Oil recovered must be stored in above-ground storage tanks. Per Division Rule 310, oil may not be stored or retained in earther reservoirs or in open receptables. Free oil must be removed regularly from the skim pits and sump.
- 4. All existing above ground tanks located at the facility and containing materials other than fresh water must be berned to contain one and one-third the volume of the largest tank or all interconnected tanks, whichever is greater. All above-ground tanks must be labeled as to contents and hazards.
- 5. All new or replacement above ground tanks containing materials other than fresh water must be placed on an impermeable pad and be bettned to contain one and one-third the volume of the largest tank or all interconnected tanks, whichever is greater.
- 6. Below-grade sumps and below-grade tanks must be cleaned and visually inspected annually. Results must be recorded and maintained for QCD review. If sump/tank integrity has failed the OCD must be notified within 48 hours of discovery and the sump/tank contents and contaminated soils must be removed and land farmed at the facility landfarm or disposed of at an OCD-approved facility. Soil remediation must follow OCD surface impoundment closure guidelines. The permittee must submit a report to the OCD Santa Fe and Artesia offices that describes the investigation and remedial actions taken.
- 7: Overflow collection ditches must be cleaned and visually inspected annually. Results must be recorded and maintained for OCD review.
- 8. All new or replacement below-grade sumps and below-grade tanks at the facility must have impermeable secondary containment with a leak detection monitoring system. The secondary containment system must be inspected for fluids weekly. Results must be recorded and maintained for OCD review. If fluids are present they must be checked and the analyses must be furnished to the OCD

Loco Hill's Water Disposal Inc. 711 Permit NM-01-0004 September 7, 1999

### Santa Fe and Artesia offices.

- 9. The produced water receiving and treatment area must be inspected daily for tank, piping and berm integrity.
- 10. Any design changes to the surface waste management facility must be submitted to the OCD Santa Fe office for approval.
- 11. The evaporation ponds must have a minimum freeboard of three (3) feet. A device must be installed in the ponds to accurately measure freeboard.
- 12. Adequate freeboard will be maintained on all skim pits to prevent overflow.
- 13. The evaporation ponds may not contain any free oil.
- The evaporation ponds and skim pits must be inspected on at least a daily basis and immediately following each consequential rainstorm or windstorm. The OCD Santa Fe and Artesia offices must be notified within 48 hours if any defect is noted. Repairs must be made as soon as possible. If the defect will jeopardize the integrity of the pond or pit, additional wastes may not be placed into the pond or pit until repairs have been completed.
- Monitoring of the Santa Rosa Formation 60-foot monitoring wells (MH-2, MH-4, MH-5, MH-6, MH-7, MH-8, MH-9, and MH-10) must be performed quarterly and records of the date, inspector and status of the monitor well must be maintained. If fluid is present in the Santa Rosa Formation monitor wells the fluids in the good and monitor wells must be measured for conductivity. If the pond and monitor well fluid conductivity measurements are similar the OCD Santa Fe and Artesia offices must be notified within 48 hours. Within 72 hours of discovery of water similarities, Loco Hills Water Disposal will submit a plan to the OCD Santa Fe and Artesia offices for review and approval that describes what procedures will be taken, to investigate the lateral extent of the waste water plume.
- 16. Annual reports regarding quarterly monitor well sampling must be furnished to the OCD Santa Fe office in database form and must include a graphical plot showing water-level and conductivity in each well for all preceding quarters.
- 17. Monitoring of the Rustler Formation monitor wells (MH-1, MH-3, MH-11, MH-12, and MH-13) is not required. Loco Hills Water Disposal should secure these wells from potential varidalism, dumping or injection.
- 18. To protect migratory birds, all tanks exceeding 16 feet in diameter and exposed pits, ponds or lagoons must be screened, netted, covered or otherwise rendered nonhazardous to migratory birds.

# New Mexico Energy, Minerals and Natural Resources Department

**Bill Richardson** 

Governor

Jim Noel
Cabinet Secretary

Karen W. Garcia Deputy Cabinet Secretary Mark Fesmire
Division Director
Oil Conservation Division



# Attachment 6B

Administrative Order SWD-332-A October 21, 2010

# ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Division Rule 26.8B., Judah Oil, LLC seeks an administrative order to re-enter and utilize the Red Lake State Well No. 1 (API 30-015-22893) located 1980 feet from the North line and 1980 feet from the East line, Unit Letter G of Section 22, Township 17 South, Range 28 East, NMPM, Eddy County, New Mexico, for produced water disposal purposes.

## THE DIVISION DIRECTOR FINDS THAT:

The application has been duly filed under the provisions of Division Rule 26.8B. Satisfactory information has been provided that affected parties as defined in Rule 26.8B.(2) have been notified and no objections have been received within the prescribed waiting period. The applicant has presented satisfactory evidence that all requirements prescribed in Rule 26.8 will be met and the operator is in compliance with Division Rule 5.9.

## IT IS THEREFORE ORDERED THAT:

The applicant, Judah Oil, LLC, is hereby authorized to re-enter and utilize the Red Lake State Well No. 1 (API 30-015-22893) located 1980 feet from the North line and 1980 feet from the East line, Unit Letter G of Section 22, Township 17 South, Range 28 East, NMPM, Eddy County, New Mexico, for disposal of oil field produced water (UIC Class II only) through perforations into the Abo formation from 6610 to 6734 and the Upper Penn Cisco formation from 8152 to 8850 feet through lined tubing and a packer set within 100 feet above the permitted disposal interval.

## IT IS FURTHER ORDERED THAT:

The operator shall take all steps necessary to ensure that the disposed water enters only the proposed disposal interval and is not permitted to escape to other formations or onto the surface.

After installing tubing, the casing-tubing annulus shall be loaded with an inert fluid and



District 1							/ Mexico				Form C-102
1625 N. French	Or., Hobbs, NA	1 88240	F								October 15,2009
District II 1301 W. Grand	Avenne Artesi	a. NM 88210		Energy, Minerals & Natural Resources Department CEIVED							py to appropriate
District HI	Treated the same	41		_				1	District Office		
1000 Rio Brazos	Rd., Aztec, NN	A 87410					Francis Dr.	JUN 16	ZŅ10	٠	, man nanona
District IV					Santa F	e, NI	M 87505	NMOCD A	RTESIA	AME	NDED REPORT
1220 S. St. Fran	cis Dr., Santa I		<b></b>	00 A TT	ONE AND	A OD	r A Or DrDI			ل	
	ADT Number		<u> </u>			ACK	EAGE DEDI	CATION PLA			
,	`API Numbe 0-015-2289		1	Pool C							
		<del>,</del>	<u> </u>	76	136 🗼	roperty l	V	SWD; Wolfcar	inp, Cisco		Veli Number
Propert	Code					-	ite SWD		1	•	001
OGRI	n No					perator i				<del></del>	Elevation
2458	1				•		L.L.C.			3	592 GR
	<u></u>						Location				
UL or lot no.	Section	Township	Range	Lot 1			North/South line	Feet from the	East/We	st line	County
G	22	178	28E	1,200	1980		North	1980	Eas	1	Eddy
		1		lattam I			Different Fro				
UL or lot no.	Section	Township	Range			rom the	North/South lin		Fact/	West line	County
OL OF SOCIAL	30000	1 Ownship	scaug.	12011	rect it	our the	North South III	reet from the	ERSO	west time	County
Dedicated A	res Joint o	e infili	onsolidatio	n Code	Order No.	l				L	
40			•	ar code	Older Ne						1
division.	See origin				Tan interests	lave	een consontale	I hereby certif to the best of a owns a workin the propused t bocation pursi unterest, or to	PERATO by that the information of the information o	R CER'I dun contained thelief, and the assed mineral is on or has a ri- with an owner with an owner ag agreement divission	TIFICATION  If herein is true and complete has this organization either interest in the land nucluding ight to drill this well at this of such a mineral or working or a compulsory pooling
								I hereby a plat was p made by n same is tri  Date of Sur	ertify that thi lotted from f ne or under n ue and corre vey nd Seal of Profe	e well loca ield notes my supervi ct to the bo	TIFICATION ution shown on this of actual surveys sion, and that the est of my belief veyor.

े शिक्षकर्षा 1625 N. French Dr., Hobbs, NM 88240 District II
1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District 1V 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resource CEIVED Form C-101 June 16, 2008

Oil Conservation Division 1220 South St. Francis Dr

JUN 16 2010 to appropriate District Office

NMOCD ARTESIA Santa Fe, NM 87505

AMENDED REPORT

API	PLICA'	TION F				E-ENTER,	DEEP	EN, PLUGB	ACK, C	OR A	DD A ZONE	
			Operator Name Judah Oil, PO Box	I.L.C.	SS			ļ		15872		
Artesia, NM 88211									30-015-22893			
<sup>3</sup> Property Code <sup>2</sup> Property Red Lake Str						Name Well No. te SWD 001						
			Proposed Pool I D; Wolfcamp,Cis	70	96136	,	•	<sup>10</sup> Propo	osed Pool 2			
			, , , , , , , , , , , , , , , , , , , ,			e Location						
UL or lot no G	Section 22	Township 17S	Range 28E	Lot I	dn Feet fro		outh line	Feet from the	East/West	ī	County Eddy	
	L	I	<u> </u>	posed B	ottom Hole Lo	cation If Diffe	rent From	ni Surface	***			
UL or lot no	Section	Township	Range	Lot	dn Feet fro		South line	Feet from the	East/West	t line	County	
<del>-</del>	I	1			Additional V	Well Informa	ation	1271 1441144	<u> </u>			
	Type Code E		12 Well Type Co	de	<b>{</b>	:/Rotary	14	Lease Type Code			nd Level Elevation 592 GR	
	fultiple No		17 Proposed Dep 9355	th		mation SCO	,	19 Contractor Unknown			O Spud Date ASAP	
			7000		<u>~</u> .		· · · · ·					
		<del> </del>		<sup>21</sup> Prop	osed Casing	g and Ceme	nt Prog	ram				
Hole S		<del> </del>	sing Size	Casing	g weight/foot	Setting D	epth	Sacks of Ce	ment		Estimated TOC	
175			3/8"	48#		412ft		400		Surface-In Place		
12 3		1	5/8"	32#		2100ft		1185		Surface-In Place		
7 7/	<u> </u>	<del>                                     </del>	5 1/2"		17# 10398f		SIE	938		Surface-In Place		
	_				***************************************							
Describe the Judah Oil Corporati Cement p 3000 psi d Attached This work	blowout prince purion 12/29 lugs fron louble Be is well drawill be	revention properties to 1/2009 in surface OP with pata sheet, performe	ogram, if any. Us re-enter the to PBTD 935 sipe and blind before and al d only after the	e additions former I Sft will I I rams w Iter well he appro	al sheets if necess Lucas Store k be drilled out vill be used du diagrams, C oval of NMO	ary. CT State # 00 using fresh v rring drill ou 144 CLEZ	1 plugge vater. t and co	ed and abando	ned by Y		new productive zone Petroleum	
best of my knowledge and belief.					OIL CONSERVATION DIVISION							
Signature: Billy E. Fruh					Approved by:							
Printed name	: Billy	E. Pricha	rd			Title:	./	Godloois	1			
Title: Age	nt for Ju	ıdah Oil,	LLC			Approval Date: 7/21/2000 Expiration Date:						
E-mail Addr	ss: bill	y@pwilc	net				,,,,,,	,				
Date:	010	Phone: 432	80	Conditions of Approval Attached								

## 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.
- 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. Disposal at any other site will require prior approval.
- 10. Subject to like approval by NMOCD.

2/09/2011