Form 3160-5 (August 2007)

NM OIL CONSERVATION TESTA

UNITED STATES DEPARTMENT OF THE INTERIOR MAR 0 9 2015 **BUREAU OF LAND MANAGEMENT**

FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

5. Lease Serial No. NMNM-118706

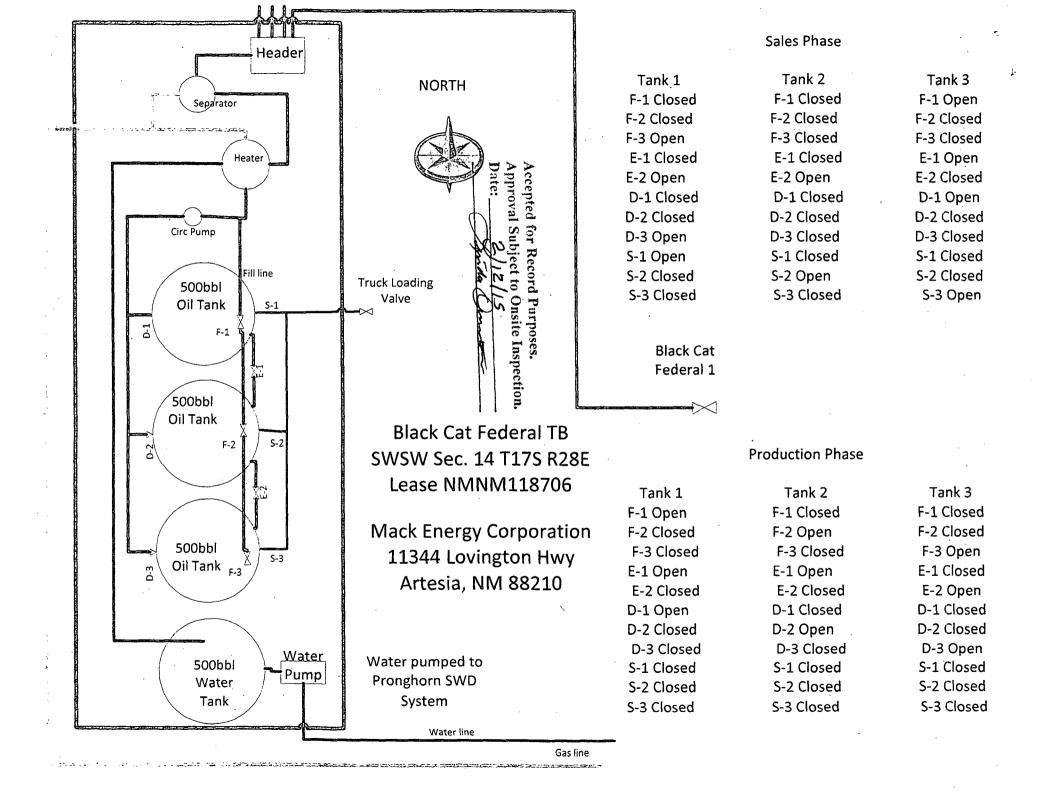
6. If Indian, Allottee or Tribe Name

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. 1. Type of Well 8. Well Name and No. Gas Well Oil Well Other Black Cat Federal #1-4 9. API Well No. 2. Name of Operator Mack Energy Corporation Multiple 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area 3a. Address P.O. Box 960 Artesia, NM 88210-0960 (575) 748-1288 Empire; Yeso 4. Location of Well (Footage, Sec., T,R,M, or Survey Description) 11. Country or Parish, State 330 FSL & 1650 FWL Sec. 14 T17S R28E Eddy, NM 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Deepen Water Shut-Off Acidize Production (Start/Resume) Notice of Intent Fracture Treat Well Integrity Alter Casing Reclamation Casing Repair New Construction Recomplete Other Subsequent Report Plug and Abandon Temporarily Abandon Change Plans . Final Abandonment Notice Convert to Injection Plug Back 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.) Name (s) of formation (s) producing water on the lease Empire; Yeso Amount of water produced from each formation in barrels per 600 day How water is stored on lease Fiberglass Tank How water is moved to disposal facility Pipelined to Disposal Operator's name, well name and location, by 1/4 1/4, section **COG Operating LLC** SEE ATTACHED FOR CONDITIONS OF APPROVAL township, and range, of the disposal facility. If the disposal Pronghorn SWD facility is an approved disposal system, the operator's name and the name of the disposal system should suffice. NE/4 NW/4 Sec. 20 T17S R32E SWD-536 Disposal Permit 360 42 3(e) 18 14. I hereby certify that the foregoing is true and correct. Name (Printed/Type APPROVED Jerry W. Sherrell Title Production Clerk W. Sherst Date 12/9/14 THIS SPACE FOR FEDERAL OR STATE OFFICE USBO Approved by JAMES A. AMOS UPERVISOR-EPS Title 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 Office entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for my 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. Any on-lease open top storage tanks shall be covered with a protective cover 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 if you have not already done so.
- 8. Disposal at any other site will require prior approval.
- 9. Subject to like approval by NMOCD.

7/10/14