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Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPRO	VED
OMB No. 1004-	0137
Expires: July 31	2019

Expires: July 31, 24

SUNDRY NOTICES AND REPORTS ON WELLS

5. Lease Serial No. NM-108024
6. If Indian, Allottee or Tribe Name

Do not use this form for proposals to a abandoned well. Use Form 3160-3 (APD					
SUBMIT IN TRIPLICATE – Other instructions on page 2. 1. Type of Well		7. If Unit of CA/Agree NMNM112738	7. If Unit of CA/Agreement, Name and/or No. NMNM112738		
☐ Oil Well ☑ Gas Well ☐ Other		8. Well Name and No. Stiletto '21' #2	-		
2. Name of Operator Emkey Companies, LLC		9. API Well No. 30-015-35133			
3a. Address 3b. 12221 Merit Drive #625	Phone No. (include area code) 4) 308-5503	10. Field and Pool or E Cemetary; Morrow	xploratory Area		
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description)	4,000,000	11. Country or Parish,	State		
660' FSL & 660' FEL Sec 21 T20S R25E		Eddy, NM			
12. CHECK THE APPROPRIATE BOX(E	S) TO INDICATE NATURE OF	NOTICE, REPORT OR OTHE	ER DATA		
TYPE OF SUBMISSION	TYPE	OF ACTION			
Notice of Intent ☐ Acidize ☐ Alter Casing ☐ Casing Repair ☐ Casing Repair ☐ Casing Repair	Deepen Fracture Treat New Construction Plug and Abandon	Production (Start/Resume) Reclamation Recomplete Temporarily Abandon	Water Shut-Off Well Integrity ✓ Other Corrective Action to Written Order		
Final Abandonment Notice Change Plans Convert to Injection	Plug Back	Water Disposal	16JH216W		
Accepted for tec NMOCDA	for the Stiletto '21' #2. Hydrocility or well for disposal was to conservation conser	97.III.A. steam provided transporation			
14. I hereby certify that the foregoing is true and correct. Name (Printed/Ty)					
Peggy Nezakati	Title Administrati		חסחסערם		
Signature J. N. Syft	Date 03/08/2016	A	PPROVED		
THIS SPACE FOR FEDERAL OR STATE OFFICE USE MAR 3.0 2016					
Approved by Conditions of approval, if any, are attached. Approval of this notice does not that the applicant holds legal or equitable title to those rights in the subject leaentitle the applicant to conduct operations thereon. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crir	se which would Office		UPERVISOR-EPS		

fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Bureau of Land Management Carlsbad Field Office 620 E. Greene Street Carlsbad, New Mexico 88220 575-234-5972

WATER PRODUCTION & DISPOSAL INFORMATION

	1.	Name(s) of formation(s) producing water on the lease.	
		Stiletto '21' #2 - Cemetary; Morrow	
2.		Amount of water produced from all formations in barrels per day.	
		Approx. 43 bbis	
3.	,	How water is stored on lease. Stored in Tank	
4.		How water is moved to the disposal facility. Hydrosteam trucks to Stiletto '21; 3H - d Fasken Ranch.	isposal by
5.		Identify the Disposal Facility by: A. Facility Operators name. Fasken Ranch	
		B. Name of facility or well name and number. Shell Federal #2 SWD	
		C. Type of facility or well (WDW) (WIW) etc. WDW	
		D. Location by ¼ ¼ Section 5 Township 21S Range 74E 3,300 ft. from South Line & 660 ft. from West Line	
	(C. The appropriate NMOCD permit number SWD - 1252-A	175
	,		
		O CARLOR CONTRACT CARLORADANA 00000 A LA	FIOR TWO

Submit to this office, 620 EAST GREENE ST, CARLSBAD NM, 88220, the above required information on a Sundry Notice 3160-5. Submit 1 original and 5 copies, within abatement period. (This form may be used as an attachment to the Sundry Notice.)

BUREAU OF LAND MANAGEMENT

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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