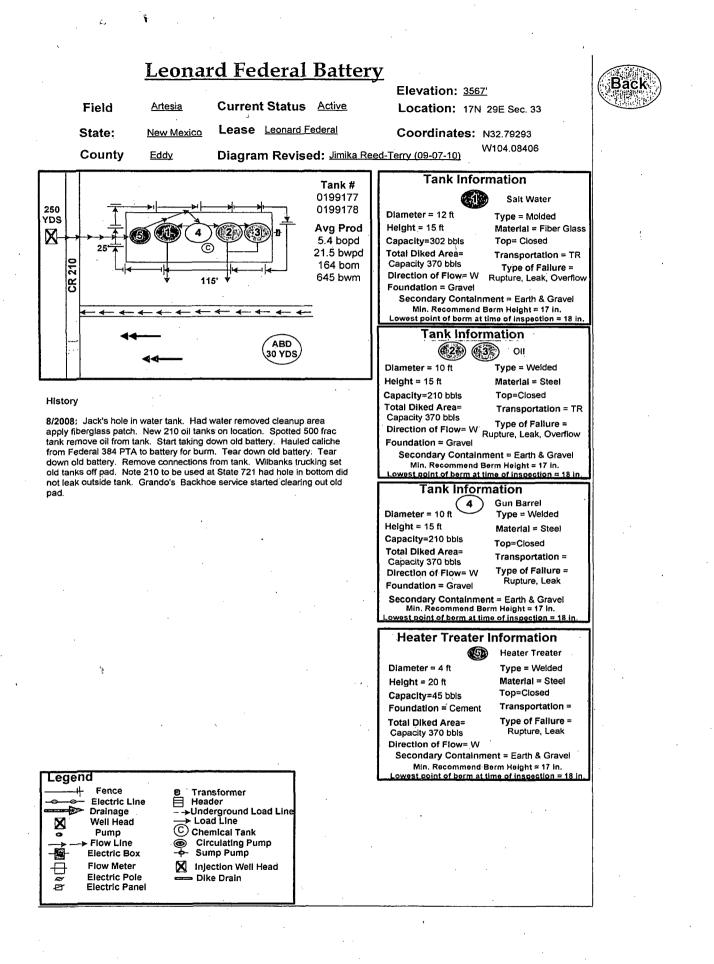
| SUNDRY | JREAU OF LAND MANA NOTICES AND REPO | RTS ON WELLS | 2016 STA | 5. Lease Serial No. NMLC062407 | |
|--|--|---|--|--|--|
| Do not use thi abandoned wel | ED | 6. If Indian, Allottee or Tribe Name | | | |
| | PLICATE - Other instruc | | - <u></u> | 7. If Unit or CA/Agree | ement, Name and/or 1 |
| 1. Type of Well Oil Well Gas Well Oth | er | } | | 8. Well Name and No. LEONARD 5 | |
| 2. Name of Operator BREITBURN OPERATING LP | Contact: | JEANIE MCMILLAN | | 9. API Well No. 30-015-03225-0 |)0-S1 |
| 3a. Address 300 TRAVIS STREET SUITE HOUSTON, TX 77002 | 4800 | 3b. Phone No. (include area cod Ph: 713.634.4696 | e) | 10. Field and Pool, or GRAYBURG | Exploratory |
| 4. Location of Well (Footage, Sec., T. | , R., M., or Survey Description |)) | | 11. County or Parish, | and State |
| Sec 33 T17S R29E NWSW 19 | 980FSL 660FWL | Х. | | EDDY COUNTY | Y, NM |
| 12. CHECK APPR | ROPRIATE BOX(ES) TO | O INDICATE NATURE OF | NOTICE, RI | EPORT, OR OTHE | R DATA |
| TYPE OF SUBMISSION | | | OF ACTION | | |
| □ Notice of Intent | Acidize | Deepen | Product | ion (Start/Resume) | U Water Shut-G |
| Subsequent Report | □ Alter Casing | Fracture Treat | 🗖 Reclam | | 🗖 Well Integrit |
| ☐ Final Abandonment Notice | □ Casing Repair □ Change Plans | New Construction Plug and Abandon | Recomp | | D Other |
| Tinai Abandonment Notice | Convert to Injection | Plug Back | Water I | arily Abandon Disposal | |
| following completion of the involved testing has been completed. Final Ab determined that the site is ready for fi Conditions of Approval Operat | Illy or recomplete horizontally, k will be performed or provide operations. If the operation re vandonment Notices shall be fil nal inspection.) for Change required that | give subsurface locations and mease the Bond No. on file with BLM/Bl sults in a multiple completion or re- led only after all requirements, inclu we submit some additional in | sured and true ver (A. Required su completion in a iding reclamation | rtical depths of all pertin bsequent reports shall be new interval, a Form 316 n, have been completed, SEE A | ent markers and zone filed within 30 days 0-4 shall be filed one and the operator has TTACHED FOR |
| following completion of the involved testing has been completed. Final Ab determined that the site is ready for fi | Illy or recomplete horizontally, k will be performed or provide operations. If the operation re andonment Notices shall be fil nal inspection.) for Change required that respectfully submits the agram as per Onshore O | give subsurface locations and mease the Bond No. on file with BLM/BI sults in a multiple completion or re- led only after all requirements, inclu- we submit some additional in following regarding these co- rder #3 | sured and true ver A. Required su completion in a i iding reclamation nformation for inditions of | ertical depths of all pertin beequent reports shall be new interval, a Form 316 n, have been completed, each SEE A CONDITIO | ent markers and zon filed within 30 days 0-4 shall be filed ond and the operator has TTACHED FOR NS OF APPROV |
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Catalyst Oilfield Services 11999 E Hwy 158 Gardendale, TX 79758 (432) 563-0727 Fax: (432) 224-1038

Water Analysis Report

| Breitburn Operating | | Sample #: | 35845 | |
|---------------------|---|---|---|--|
| Permian Basin | | Analysis ID #: | 34102 | |
| Leonard Fed | | | | |
| Battery | 0 | | | |
| Heater Treater | | | | |
| | Permian Basin Leonard Fed Battery | Permian Basin Leonard Fed Battery 0 | Permian BasinAnalysis ID #:Leonard Fed0 | Permian BasinAnalysis ID #:34102Leonard Fed0 |

| Sampling Date: | 6/22/2016 | Anions | mg/l | meq/l | Cations | mg/l | meq/l | |
|---------------------|-----------|-------------------------|---------------------------------------|---------|---|---------|-----------------|--|
| Analysis Date: | 6/27/2016 | Chloride: | 124728.4 | 3518.13 | Sodium: | 68600.0 | 2983.93 | |
| Analyst: | Catalyst | Bicarbonate: | 48.0 | 0.79 | Magnesium: | 3678.0 | 302.57 | |
| TDS (mall of alm2): | 204421.7 | Carbonate: | | | Calcium: | 4559.0 | 227.5 | |
| TDS (mg/l or g/m3): | 1.141 | Sulfate: | 1200.0 | 24.98 | Potassium: | 1221.0 | 31.23 | |
| Density (g/cm3): | 1.141 | Borate*: | 282.6 | 1.79 | Strontium: | 91.4 | 2.09 | |
| | | Phosphate*: | | | Barium: | 0.0 | 0. | |
| Hydrogen Sulfide: | 0 | | | | Iron: | 13.3 | 0.48 | |
| Carbon Dioxide: | 100 | | ased on measured on and phosphorus | s. | Manganese: | 0.000 | . 0. | |
| Comments: | | pH at time of samp | ling: | 5.5 | | | | |
| | | pH at time of analy | sis: | | | | | |
| | | pH used in Calculation: | | 5.5 | | | | |
| | | Temperature @ la | b conditions (F): | 75 | Conductivity (micro-ohms/cm): Resistivity (ohm meter): | | 190900 0524. | |

| | | Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl | | | | | | | | | |
|------------|-------|---|-------|--|-------|--------------------------------|-------|--------------------------------|-------|-----------------------------|--|
| Temp °F | | Calcite CaCO ₃ | | Gypsum CaSO ₄ *2H ₂ 0 | | Anhydrite CaSO ₄ | | Celestite SrSO ₄ | | Barite BaSO ₄ | |
| | Index | Amount | Index | Amount | Index | Amount | Index | Amount | Index | Amount | |
| . 80 | -1.37 | 0.00 | -0.32 | 0.00 | -0.29 | 0.00 | -0.37 | 0.00 | 0.00 | 0.00 | |
| 100 | -1.28 | 0.00 | -0.39 | 0.00 | -0.30 | 0.00 | -0.40 | 0.00 | 0.00 | 0.00 | |
| 120 | -1.18 | 0.00 | -0.46 | 0.00 | -0.29 | 0.00 | -0.41 | 0.00 | 0.00 | 0.00 | |
| 140 | -1.08 | 0.00 | -0.51 | 0.00 | -0.25 | 0.00 | -0.42 | 0.00 | 0.00 | 0.00 | |
| 160 | -0.97 | 0.00 | -0.56 | 0.00 | -0.19 | 0.00 | -0.42 | 0.00 | 0.00 | 0.00 | |
| 180 | -0.85 | 0.00 | -0.60 | 0.00 | -0.12 | 0.00 | -0.41 | 0.00 | 0.00 | 0.00 | |
| 200 | -0.72 | 0.00 | -0.64 | 0.00 | -0.04 | 0.00 | -0.40 | 0.00 | 0.00 | 0.00 | |
| 220 | -0.59 | 0.00 | -0.67 | 0.00 | 0.06 | 59.27 | -0.38 | 0.00 | 0.00 | 0.00 | |

Leonard Federal Lease

WATER PRODUCTION & DISPOSAL INFORMATION

In order to process your disposal request, the following information must be completed.

- 1. Name(s) of formation(s) producing water on the lease. Seven Rivers, Queen, Grayburg, Son Andres
- 2. Amount of water produced from all formations in barrels per day. $L^{\mathcal{D}}$ BPD'
- Attach a current water analysis of produced water from all zones showing at least the total dissolved solids, ph, and the concentrations of chlorides and sulfates. (One sample will suffice if water-is commingled).
 See A Hocked
- 4. How water is stored on lease. it is Douped to 300 bl. Tout from Hector Treder

5. How water is moved to the disposal facility.

Transport knuck

6. Identify the Disposal Facility by: A: Facility Operators name. <u>Breitburn Operating</u>

B. Name of facility or well name and number. Antes a Unit Well #001

C. Type of facility or well (WDW) (WIW) etc. <u>WDW</u>

D. Location by % 1/4 NWS Section 26 Township 175 Range 28 E Eddy County N.M.

7. Attach a copy of the State issued permit for the Disposal Facility.

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 3 copies, within abatement period. (This form may be used as an attachment to the Sundry Notice).

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