		OCDA	-Mesia					
	UNITED STATES DEPARTMENT OF THE INTER			FORM APPROVED OMB No. 1004-0137 Expires: October 31, 2014				
` B	UREAU OF LAND MANAGEN	IENT .	1	5. Lease Serial No. NMNM116565				
SUNDR		6. If Indian, Allottee or Tribe Name						
	is form for proposals to drill I. Use Form 3160-3 (APD) fo							
SÚ	BMIT IN TRIPLICATE – Other instruct	ions on page 2.		7. If Unit of CA/Agre	ement, Name and/or No.	<u> </u>		
1. Type of Well			· · · · · · · · · · · · · · · · · · ·	s and the second	NMNM127210			
	as Well Other				25 Fed Com #1H			
2. Name of Operator Marsh	all & Winston, Inc.	9. API Well No. 30-015-38987						
3a. Address P. O. Box 5	0880 3b. Pho	10. Field and Pool or Exploratory Area						
	79710-0880 432	-684-6373		Glorieta/N. Seven Rivers-Yeso				
4 Location of Well (Footage, Sec. Unit E: 2490' FNL Unit M: 430.4' FS	, T.,R.M., or Survey Description) Sec & 200' FWL L & 339.2' FWL	R25E	11. County or Parish, State Eddy Co., NM					
12. C	HECK THE APPROPRIATE BOX(ES) T	O INDICATE NATU	RE OF NÓTICE	E, REPORT OR OTH	ER DATA			
TYPE OF SUBMISSION		. T			······			
TYPE OF SUBMISSION	Acidize		YPE OF ACTI	· · · ·	<u> </u>	1 51 547 4 .		
Notice of Intent	Alter Casing	Déepen Fracture Treat		tion (Start/Resume)	Water Shut-Off Well Integrity			
		New Construction	Recom		Othêr			
X Subsequent Report		Plug and Abandon	·····	rarily Abandon				
Final Abandonment Notice		Plug Back	X Wäter					
determined that the site is ready <u>Water D</u> Yeso	isposal Onshore Order ;	7 (Attached	<u>)</u>	NR		ION		
20 bbls					ARTESIA DISTRICT			
	ass Water Tank Ne moves water to Holst	un SWD #1			DEC 09 2014			
Locatio	NM	DECEIVER	1					
Order N	io. R-9269 (08/21/90)				RECEIVED	. .		
	Accepted to	9)19/14 190019 19			ATTACHED FOR IONS OF APPROVAL			
14. I hereby certify that the foregoing	is true and correct. Name (Printed/Typed)	· · · · · · · · · · · · · · · · · · ·				·		
Gabe Herrera		Title En	igineer					
N/AI+								
Signature Shall	~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~	Date 07	/22/14		<u>APPROVED</u>)		
	THIS SPACE FOR F	EDERAL OR ST	FATE OFFI	CEUSE				
Approved by					NOV 2 5 2014			
		Title		dV	ate			
Conditions of approval, if any, are attact that the applicant holds legal or equitable entitle the applicant to conduct operation	U 30	JAMES A. AMOS SUPERVISOR-EPS						
	43 U.S.C. Section 1212, make it a crime for presentations as to any matter within its juri		and willfully to n	nake to any department	or agency of the United States	any false,		

(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.

- Name (s) of formation (s) producing water on the lease.
 Yeso
- Amount of water produced from each formation in barrels per day.
 20 barrels
- 3. How water is stored on the lease. <u>Fiberglass Water Tank</u>
- How water is moved to disposal facility.
 <u>Pipeline</u>
- 5. Operators of disposal facility
 - a. Lease name or well name and number <u>Holstun SWD #1</u>
 - b. Location by ¹/₄ ¹/₄ Section, Township, and Range of the disposal system _____

Section 4:	NW/4	NE/4,	T20S,	R25E,	Eddy	Co.,	NM
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c. The appropriate NMOCD permit number <u>API #30-015-21141</u>, Order #R-9269 (08/21/90)

Submit to this office, 2909 W. Second St., Roswell, NM 88201, the above required information on a Sundry Notice 3160-5. Submit 1 original and 5 copies, with the 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