Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

5. Lease Designation and Serial No.

politic of 2	NMNM 055658 6. If Indian, Allottee or Tribe Name			
SUNDRY NOTICES Do not use this form for proposals to dri Use "APPLICATION FOR				
SUBMIT	7. If Unit or CA, Agreement Designation			
1. Type of Well X Oil Gas Other 2. Name of Operator	8. Well Name and No. Peterson Fed. #1 9. API Well No. 30-025-23061 10. Field and Pool, or Exploratory Area Brunson Drk Abo, South 11. County or Parish, State Lea County, NM			
CHECK APPROPRIATE BOX	s) TO INDICATE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION			
Notice of Intent Subsequent Report Final Abandonment Notice	Abandonment Recompletion Plugging Back Casing Repair Altering Casing Other	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection. Dispose Water (Note: Report results of multiple completion on Well		
13. Describe Proposed or Completed Operations (Clearly state give subsurface locations and measured and true vert	all pertinent details, and give pertinent dates, including estimated date of startin ical depths for all markers and zones pertinent to this work.)*	Completion or Recompletion Report and Log form.) ig any proposed work. If well is directionally drilled		

See Attached



Λ			
14 Thereby certiff that the spregoing is true and correct	Title	Operator	Date August 30, 2004
Approved by ORIG. SGD.) DAVID R. GLASS Conditions of approval, if any:	Tide _		SEP 2 3 2004

The following information is needed before your disposal of produced water can be approved, per Onshore Oil & Gas Order #7.

You may attach this information to your Sundry Notice (3160-5). Submit all required information as per this attachment, submit a Sundry Notice(3160-5), one original and five copies to this office within the required time.

1.	Name(s) of all formation(s) producing water on the leaseABO
2.	Amount of water produced from all formations in barrels per day. 1-2 BPD
3.	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.
4.	How water is stored on the lease. NA
5.	How water is moved to the disposal facility. Rice Operating - Justis System
	Identify the Disposal Facility by: A. Operators' Name Rice Operating
	B. Well Name Justis B-12
	C Well type and well number
	D. Location by quarter/quarter, section, township, and range Unit B 12-25S-37E

7. A copy of the Underground Injection Control Permit - issued for the injection well by the Environmental Protection Agency or New Mexico Oil Conservation Division where the State has achieved primacy.

MITCHELL ANALYTICAL LABORATORY

2638 Faudree Odessa, Texas 79765-8538 561-5579

Company:	Nalo	o Enei	gy S	ervi	ces						
Well Number: Lease:	Peterson Fed 1 Intrepid Operating						Sample To Date Sam Sampled	pled:	70 7/15/2004 Mike Athey		
Location: Date Run: Lab Ref #:	7/19/ 04-ju	2004 I-n22077	7				Employee Analyzed	: #:	27-008 DOM		
				Diss	solved Ga	ases	Ma/I	Ea	. Wt.	MEq/L	
Hydrogen Sul Carbon Dioxic Dissolved Oxy	le	(H2S) (CO2) (O2)			T ANALY		Mg/L .00		.6.00	.00	
Cations											
Calcium		(Ca++)	`			6,271.20	2	20.10	312.00	
Magnesium		(Mg++	•				2,147.20		2.20	176.00	
Sodium		(Na+)				•	44,174.26	2	23.00	1,920.62	
Barium		(Ba++)								
Manganese		(Mn+)		NO.	T ANALY	ZED	.30	2	27.50	.01	
	Anions										
Hydroxyl		(OH-)			111110110		.00	1	7.00	.00	
Carbonate		(CO3=)				.00	3	30.00	.00	
BiCarbonate		(HCO3	-				183.30		51.10	3.00	
Sulfate		(SO4=					1,800.00		18.80	36.89	
Chloride		(CI-)				;	84,092.40	3	35.50	2,368.80	
Total Iron		(Fe)					1.01]	18.60	.05	
Total Dissolve	ed Soli					1	38,669.67				
Total Hardnes							24,481.52				
	Conductivity MICROMHOS/CM 260,000										
рН	7.500)				Speci	fic Gravity	60/60 F.		1.096	
CaSO4 Solubility @ 80 F. 38.86				3.86	86 MEq/L, CaSO4 scale is unlikely				cely		
CaCO3 Scale Inc 70.0 80.0 90.0	1 1	.053 .143 .373	100.0 110.0 120.0		1.373 1.633 1.633	130 140 150	.0	1.933 1.933 2.273			