Form 3160-5 (April 2004)		DEPARTMENT OF THI	E INTERIOR		5 Longo Sovi	FORM APPROVED OM B No 1004-0137 Expires: March 31, 2		
				JUL # •	5. Lease Seri	032952A		
					6 If Indiar	n, Allottee or Tribe N	Jame	
		IPLICATE- Other ins	tructions on rev	erse side.	7. If Unit o	r CA/Agreement, Na	ime and/or l	No.
1. Type of V	Vell ∕Oil Well□ □ [	Gas Well□□ Other			8. Well Na	me and No.		
2. Name of Op	perator Range Opera	nting New Mexico, LLC				tached List		
3a Address		· · · · · · · · · · · · · · · · · · ·		ude area code)		tached List		
					_	d Pool, or Explorato ; Brushy Canyon		
		1, 10, 11, 01 Our vey Descriptiony				or Parish, State		
					Eddy			
	12. CHECK AI	PPROPRIATE BOX(ES) TO	D INDICATE NAT	URE OF NOTICE, R	EPORT, OF	R OTHER DATA	4	
TYPE OF	SUBMISSION		T	YPE OF ACTION				
Notice o	f Intent	Acidize	Deepen		art/Resume)	Water Shut-O	~~	
<b></b>		Casing Repair				Well Integrity		
(April 2004) DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT ULL 27 2011   SUNDRY NOTICES AND REPORTS ON WELLS 5. Lases Sm. MLC.   Do not use this form for proposals to drill or to re-enter property 6. If India   SUBMIT IN TRIPLICATE- Other instructions on reverse side. 7. If Unit o   1. Type of Well 0 as wellto: 0 Other   2. Name of Operator Range Operating New Mesteo, LLC 3. Address 9. APT W   3. Address 10. Firekenerton St., Ste. 1206, Fort Worth, TX 76102 317.869-4216 10. Field ar   4. Location of Well (Foctage, Sec. T, R, M, ar Survey Description) 10. Control 10. Control 10. Field ar   Subsequent Report Chiefs and Chandon Chiefs and Chandon 10. Control 10. Control   Motice of Intent Address Operator Recompile Recompile   Subsequent Report Chiefs and Adandon Production (Start/Resume) Recompile   Andarce of Intent Addres Production (Start/Resume) Recompile   Subsequent Report Chiefs and Recompile Production (Start/Resume) Recompile   Jobice of Intent Address Production (Start/Resume) Recompile				metho	od for			
		Convert to Injection	Plug Back	Water Disposal		produ	iced water	•
following testing ha determin See atta	g completion of the inv as been completed. Fin ed that the site is ready <b>achments which in</b> certify that the fores	rolved operations. If the operation nal Abandonment Notices shall be for final inspection ) nclude a well list and new	n results in a multiple con e filed only after all requ	mpletion or recompletion i irements, including reclam	n a new interva	d, a Form 3160-4 sha	all be filed c	once
Name (1			Title	Sr. Reg. Sp.				
Signature	Jul	2 Hal	Date	0	7/18/2011			
		THIS SPACE FOR	FEDERAL OR	STATE OFFICE	USE			
Approved by			PE	POLEUM ENON	VEBA	Date <b>JUL</b>	272	2011
Conditions of certify that the which would e	applicant holds legal entitle the applicant to	or equitable title to those rights conduct operations thereon.	in the subject lease		Ka			
Title 18 USC States any false	Section 1001 and Title e, fictitious or fraudule	43 U S C. Section 1212, make it a ent statements or representations	a crime for any person as to any matter within	knowingly and willfully t its jurisdiction.	make to any	department or agen	icy of the U	United
(Instruction	s on page 2)							

Lease No.:	API No.	Well Name & No. 🍃	Legal Description	/	Pool Names	County
	30-025-37452 Trant		Sec. 3-A-T25S-R37E	Justis, Tubb-D	rinkard	Lea
NMLC 032592A	30-025-37516 Trant		Sec. 3-H-T25S-R37E	Justis, Tubb-D	rinkard	Lea
	30-025-38208/ Trant		Sec. e-I-T25S-R37E -	/Justis, Tubb-D	rinkard	Lea
NMLC 032592A	30-025-38401 Trunt	ula 3 Federal #004	Sec. 3-P-T25S-R37E	Justis, Tubb-D	rinkard/Blinebry Oil & Gas	Lea

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## Range Operating New Mexico, LLC Tarantula 3 Lease Changes in Method of Produced Water Disposal

1. Name of formation(s) producing water on the lease:

Blinebry, Tubb and Drinkard

2. Amount of water produced from all formation in bbls/day:

The lease averages 280 bwpd.

- 3. Water Analysis included in Sundry packet.
- 4. How water is stored on lease:

3-500 bbl fiberglass tanks

5. How water is moved to the disposal facility:

3" poly flowline

- 6. Primary disposal facility:
  - Rice Operating Company (19174) Justis SWD System, Well B-12, SWD API #30-025-24761 Sec. 12, T25S, R37E 880' FNL & 2310' FEL Lea County, New Mexico
- 7. Copy of Underground Injection Control Permit included in Sundry packet.

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Catalyst Oilfield Services 11999 E Hwy 158 Gardendale, TX 79758 (432) 563-0727 Fax: (432) 224-1038

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# Water Analysis Report

Customer:	Range Resources Company		Sample #:	5269	
Area:	Loving		Analysis ID #:	7418	
Lease:	Tarantula				
Location:	Battery	0			
Sample Point:					

Sampling Date:	6/17/2011	Anions	mg/l	meq/l	Cations	mg/l	meq/l	
Analysis Date: Analyst: TDS (mg/l or g/m3): Density (g/cm3):	6/22/2011 Catalyst 116866 4 1 081	Chloride: Bicarbonate: Carbonate: Sulfate:	70659.4 536.0 400.0	1993.04 8.78 8.33	Sodium: Magnesium: Calcium: Potassium: Strontium: Barium:	42220.0 1429.4 624.8 851.6 145.2 0.0	1836.47 117.59 31.18 21.78 3.31 0.	
Hydrogen Sulfide: Carbon Dioxide	68 240				iron: Manganese:	0.0 0.000	0. 0.	
Comments:		pH at time of sampling pH at time of analysis <sup>.</sup>		7 5				
		pH used in Calculation: Temperature @ lab conditions (F):		7.5 75	Conductivity (micro-ohms/cm): Resistivity (ohm meter):		167200 .0598	

	Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl										
Temp	Calcite CaCO <sub>3</sub>		Gypsum CaSO <sub>4</sub> *2H <sub>2</sub> 0		Anhydrite CaSO <sub>4</sub>		Celestite SrSO <sub>4</sub>		Barite BaSO <sub>4</sub>		
°F	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	
80	0 70	23 76	-1 53	0.00	-1.54	0.00	-0.40	0 00	0 00	0.00	
100	0 67	27 82	-1 59	0.00	-1.54	0.00	-0.42	0 00	0.00	0.00	
120	. 0.66	32.82	-1 64	0.00	-1.51	0.00	-0.43	0.00	0.00	0 00	
140	0 66	38 14	-1 68	0 00	-1.46	0 00	-0.44	0 00	0.00	0.00	
160	0 67	44 39	-1 71	0 00	-1.38	0 00	-0 43	0 00	0 00	0 00	· · • • • •
180	0.69	51 58	-1 74	0 00	-1 30	0 00	-0.42	0.00	0.00	0 00	* *
200	0 72	59.40	-1.76	0.00	-1.20	0 00	-0 41	0 00	0.00	, o oo	
220	0 77	67 52	-1.78	0.00	-1 09	0 00	-0 39	0 00	0 00	0 00	

Order No. SWD-179

-2-

set in a packer located at approximately 4200 feet.

#### IT IS FURTHER ORDERED:

That the operator shall take all steps necessary to ensure that the injected water enters only the proposed injection interval and is not permitted to escape to other formations or onto the surface.

That the casing-tubing annulus shall be loaded with an inert fluid and equipped with a pressure gauge at the surface or left open to the atmosphere to facilitate detection of leakage in the casing, tubing, or packer.

That water disposed of into this well will be by gravity flow, and in no event shall injection pressures exceed 850 pounds per square inch.

That the operator shall notify the supervisor of the Commission's Hobbs District Office before injection is commenced through said well.

That the operator shall immediately notify the supervisor of the Commission's Hobbs District Office of the failure of the tubing, casing, or packer in said well or the leakage of water from or around said well and shall take such steps as may be timely or necessary to correct such failure or leakage.

### PROVIDED FURTHER:

That jurisdiction of this cause is hereby retained by the Commission for such further order or orders as may seem necessary or convenient for the prevention of waste and/or protection of correlative rights; upon failure of applicant to comply with any requirement of this order after notice and hearing, the Commission may terminate the authority hereby granted in the interest of conservation. That applicant shall submit monthly reports of the disposal operation in accordance with Bule

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Schlumberger BlueView .

Order No. SWD-179

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Schlumberger BlueView .