

New Mexico Oil Conservation Division, District I
 UNITED STATES **1625 N. French Drive**
 DEPARTMENT OF THE INTERIOR **HOBS, NM 88240**
 BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

5. Lease Serial No.
NMLC-062524A

6. If Indian, Allottee or Tribe Name

7. If Unit of CA/Agreement, Name and/or No.
NM124001

8. Well Name and No.
Medlin 8 Federal Com #1H

9. API Well No.
30-005-29078

10. Field and Pool or Exploratory Area
Wildcat-Abo Wolfcamp

11. Country or Parish, State
Chaves Co., NM

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
Marshall & Winston, Inc.

3a. Address **P. O. Box 50880
Midland, TX 79710-0880**

3b. Phone No. (include area code)
432-684-6373

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
1980' FSL & 330' FWL, Sec. 8, T15S, R31E

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input checked="" type="checkbox"/> Water Disposal	

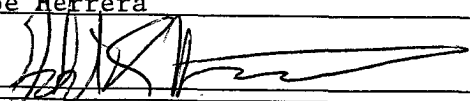
13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Water Disposal Onshore Order #7 (Attached)

Lower Abo/Upper Wolfcamp
 130 bbls total - Medlin Fed Com 60 bbls
 Fiberglass Water Tank
 Water Truck moves water to Disposal Facility
 Gandy Disposal Facility
 Location: Sections 4, 5, 8 & 9 T11S, R31E
 NMOCD Permit No. NM-01-~~0006~~
0019

RECEIVED
AUG 26 2010
HOBSOCD

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)
Gabe Herrera Title **Engineer**

Signature  Date **06/30/10**

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by **/S/ DAVID R. GLASS** Title **PETROLEUM ENGINEER** Date **AUG 10 2010**

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon **CG 8-30-10**

Office **ROSWELL FIELD OFFICE**

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212. make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

**SEE ATTACHED FOR
 CONDITIONS OF APPROVAL**

F.M.

WATER DISPOSAL ONSHORE ORDER #7

The following information is needed before your method of water disposal can be considered for approval.

1. Name(s) of formation (s) producing water on the lease.
Lower Abo/Upper Wolfcamp

 2. Amount of water produced from each formation in barrels per day.
130 Total - Medlin 8 Fed Com 60

 3. How water is stored on the lease.
Fiberglass Water Tank

 4. How water is moved to disposal facility.
Water Truck

 5. Operator's of disposal facility
 - a. Lease name or well name and number Gandy Disposal

 - b. Location by $\frac{1}{4}$ $\frac{1}{4}$ Section, Township, and Range of the disposal system _____
Sections 4, 5, 8 & 9 T11S, R31E

 - c. The appropriate NMOCD permit number NM-01-~~0006~~⁰⁰¹⁹
- _____
- _____
- _____
- _____

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
Roswell Field Office
2909 West Second Street
Roswell, New Mexico 88201
575-627-0272

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 wire screen 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 for wells in Chaves or Roosevelt County if you have not already done so.