

Appaloosa Federal #1
30-041-20886
1980'FSL & 1980'FEL
Sec 35, T7S, R37E
Roosevelt County, New Mexico

ATTACHMENT to Incident of Noncompliance # 06001JH09

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 lease. San Andres
2. Amount of water produced from all formations in barrels per day. 2 BOPD
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.
Attached.
4. How water is stored on the lease. 250 bbl fiberglass tank.
5. How water is moved to the disposal facility. Trucked.
6. Identify the Disposal Facility by:
 - A. Operators' Name John R. Stearns d/b/a Stearns
 - B. Well Name Gray
 - C. Well type and well number SWD #1
 - D. Location by quarter/quarter, section, township, and range NE/4NW/4 Sec 18, T9S, R34E
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.

Attached.