

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false statement or fraudulent claim.

ATTACHMENT to Incident of Noncompliance number SJC - 089-94

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

1. Name(s) of all formation(s) producing water on the lease. *Delaware BS*
2. Amount of water produced from all formations in barrels per day. *25 B/D*
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. *500 BBL WS Tank.*
5. How water is moved to the disposal facility. *I & W Transportation*
6. Identify the Disposal Facility by :
 - A. Operators name. *ARRAC Inc*
 - B. Well name. *State LC #2*
 - C. Well type and well number. (SWDW) (WIW) *SWDW #2*
 - D. Location by 1/4 1/4, section, township, & range. *F-sec. 2 T12S R36E*
 - E. NMOCD authorized permit number. (state authority permit no.)
R 5251

Submit required information to this office on a Sundry Notice, 3160-5 form in triplicate within the required time frame.



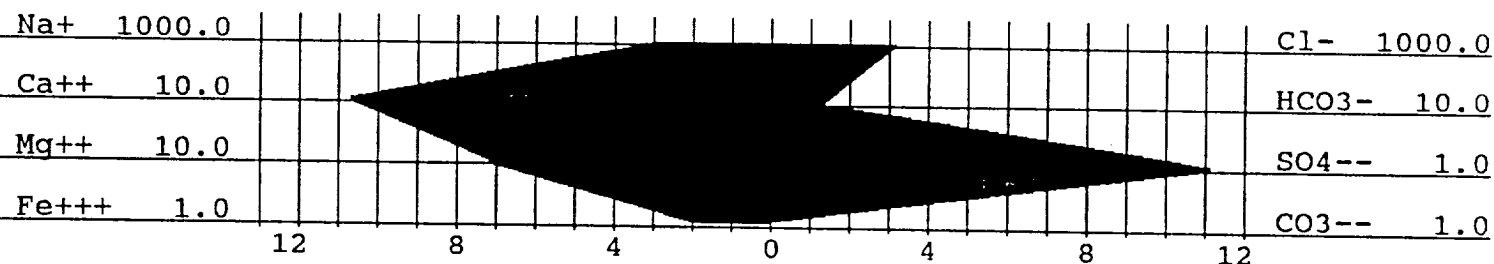
BAKER PERFORMANCE
CHEMICALS
A Division of Baker Performance Chemicals, Inc.

WATER ANALYSIS
for
JFG ENTERPRISES

Date of Analysis:	DECEMBER 22, 1993	Analysis #:	2538
Company:	JFG ENTERPRISES	Company Address:	LOVINGTON
State:	NEW MEXICO	Field:	N/D
Lease:	LOWELL FED. #1	Well #:	# 1
Oil (bbl/day):	N/D	Water (bbl/day):	N/D
Type of Water:	PRODUCED	Temp., C:	20
Sample Source:	WELL HEAD	Date of Sampling:	DECEMBER 21, 1993
Representative:	DON BLACKSTOCK	Analysis By:	SUZANNE WILLIAMS

WATER ANALYSIS PATTERN

(number beside ion symbol indicates me/l scale unit)



DISSOLVED SOLIDS

CATIONS	me/l	mg/l
Total Hardness :	184.00	
Calcium, (Ca++) :	110.00	2205.29
Magnesium, (Mg++) :	74.00	899.20
Iron, (Fe+++):	2.15	40.00
Barium, (Ba++) :	N/D	N/D
Sodium, Na+(calc):	3135.27	72111.10
Manganese, (Mn++):	0.00	0.00

ANIONS	me/l	mg/l
Chloride, Cl- :	3295.77	116995.73
Sulfate, SO4-- :	11.45	550.00
Carbonate, CO3-- :	0.00	0.00
Bicarbonate, HCO3--:	14.20	866.38
Hydroxyl, OH- :	0.00	0.00
Sulfide, S-- :	0.00	0.00
TOTAL SOLIDS (quant.):		193667.70

DISSOLVED GASES

Hydrogen sulfide:	0.00	mg/l
Carbon dioxide :	217.80	mg/l
Oxygen :	N/D	mg/l

PHYSICAL PROPERTIES

pH :	6.50
Spec Grav. :	1.000
TDS (calc.) :	193681.92

SCALE STABILITIES

Temp., C	CaCO3	CaSO4	BaSO4
20.0	0.51	5318	1
30.0	0.73	5595	1
40.0	1.00	6181	1
Max entity, (calc.)	828		0
RESIDUAL HYDROCARBONS:	N/D		

N/D = not determined

@20'C...CALCIUM SULFATE SCALING IS UNLIKELY.
@20'C...MODERATE CARBONATE SCALING.



