

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

N.M.C. Cons  
P.O. Box 1980  
Hobbs, NM 88241

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

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

**SUBMIT IN TRIPLICATE**

1. Type of Well  
☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator  
Morexco, Inc.

3. Address and Telephone No.  
P.O. Box 481, Artesia, NM 88211-0481

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
Section 8: T18S-R32E  
2310' FNL & 330' FEL

5. Lease Designation and Serial No.

NM-40448

6. If Indian, Allottee or Tribe Name

7. If Unit or C.A. Agreement Designation

8. Well Name and No.

Oso Federal #1

9. API Well No.

30-025-33700

10. Field and Pool, or Exploratory Area  
Pearsall Queen

11. County or Parish, State

Lea County, New Mexico

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

TYPE OF SUBMISSION

- ☒ Notice of Intent  
☐ Subsequent Report  
☐ Final Abandonment Notice

TYPE OF ACTION

- ☐ 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 Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

1. Formation producing water on the lease - Queen.
2. Less than one barrel of water produced from all formations per day.
3. Water is stocked on the lease with open top tanks.
4. Water is moved to the disposal facility by truck.
5. Identify the Disposal Facility by:  
A. Dick Mahoney is the facility operator's name.  
B. Facility name - Loco Hills Water Disposal.  
C. Type of facility - Pit  
D. Location - SW/4NW/4, Sec. 21, T17S, R30E.

RECEIVED  
1998 MAR 30 A 10:18  
BUREAU OF LAND MGMT.  
HOBBS, NEW MEXICO

SUBJECT  
LIKE APPROVAL  
BY STATE

14. I hereby certify that the foregoing is true and correct:

Signed [Signature] Title President

Date 3-23-98

(This space for Federal or State office use)

Approved by JORIG SGOLES BABYAK  
Conditions of approval, if any:

Title PETROLEUM ENGINEER

Date APR 06 1998