RECEIVED FORM APPROVED UNITED STATES Form 3160-5 Budget Bureau No. 1004-0135 (June 1990) DEPARTMENT OF THE INTERIO Expires: March 31, 1993 BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. NM-56264 SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reently to a different maservoir.

Use "APPLICATION FOR PERMIT—" for such proposals h.M. 6. If Indian, Allottee or Tribe Name 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well Oil Gas Well 8. Well Name and No. North Lea Fed<u>eral #9</u> 2. Name of Operator 9. API Well No. Read & Stevens, Inc. 30-025-31819 3. Address and Telephone No. 10. Field and Pool, or Exploratory Area P. O. Box 1518 Roswell, NM 88202 505/622-3770 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Northeast Lea Delaware
11. County or Parish, State 1800' FNL & 990' FEL Section 10 T20S-R34E Lea County, NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12 TYPE OF ACTION TYPE OF SUBMISSION Change of Plans Notice of Intent Abandonment **New Construction** Recompletion Non-Routine Fracturing Subsequent Report Plugging Back Water Shut-Off Casing Repair Altering Casing Conversion to Injection Final Abandonment Notice 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.)* Update/Approval for method of water disposal. Delaware formation producing water on the lease. a) 800 barrels of water per day produced from formation. c) Water analysis-TDS 203,000 mg/1 ph=7, Cl=124,000 mg/1, SO4=170 mq/1.d) Water is stored on the lease in tanks. Water is piped to disposal facility. f) Operator's Name: New Mexico Salt Water Disposal Company (...) 14.1 Whitten Federal SWD #1 NE/4 SE/4 Sec 14 T20S-R34E 111 (Primary Well) Operator's Name: AA Oil Field Services State AB #1 NE/4 NW/4 Section 3 T19S-R37E (Alternate Well)

Whitten Federal SWD #1

Permit #SWD 525

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, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

A COLUMN TO SERVICE

BUREAU OF LAND MANAGEMENT CARLSBAD RESOURCE AREA

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:

- This agency be notified of any change in your method or location of disposal.
- 2. Compliance with all provisions of Onshore Oil and Gas Order No. 7.
- 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. All aboveground structures on the lease shall be painted sandstone brown, Federal Std. 595-20318, or 30318, within 90 days if you have not already done so.
- 6. Any on lease open top storage tanks or pits shall be covered with a wire screen or plastic/nylon netting to prevent entry by birds and other wildlife.
- 7. This approval does not constitute right-of-way approval for any off lease activities. If water is transported via a pipeline that extends beyond the lease boundary, you need to submit within 30 days an application for right-of-way approval to the Realty Section in this office if you have not already done so.