Form 3160-51 (June 1990)

UNITED STATES VI. Oil Cons. Jivisical DEPARTMENT OF THE INTERIOR 1825 N. French Dr. BUREAU OF LAND MANAGEMENT Hobbs, NW 88240

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

5. Lease Designation and Serial No. NMNM 86154

Do not use this form for proposals to dri	AND REPORTS ON WELLS If or to deepen or reentry to a different reservoir. OR PERMIT-" for such proposals	6. If Indian, Allottee or Tribe Name
SUBMIT IN TRIPLICATE		7. If Unit or CA, Agreement Designation
1. Type of Well Oil Gas Well Well Other		8. Well Name and No. DIAMONDTAIL 24 FEDERAL #1
Name of Operator CONCHO RESOURCES INC. Address and Telephone No.		9. API Well No. 30025-33344
110 W. LOUISIANA STE 410; MIDLAND, TX 79701 (915) 683-7443 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)		10. Field and Pool, or Exploratory Area DIAMONDTAIL BONE SPRINGS
1980' FSL & 660' FWL, SEC. 24, 23S, 32E.		11. County or Parish, State LEA COUNTY, NM
12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, C	R OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	
_ Notice of Intent	Abandonment Recompletion	Change of Plans New Construction
Subsequent Report	Plugging Back Casing Repair	Non-Routine Fracturing Water Shut-Off
Final Abandonment Notice	Altering Casing Other	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 pertinet 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 markders and zones pertinent to this work.)*

Concho Resources Inc. respectfully requests approval for water disposal on the above federal lease. The following information is provided so that our method of disposal will be considered for approval.

Name of formation producing water on the lease: Diamondtail Bone Springs

Amount of water produced from the formation daily: 40 bbls per day

Is water disposed into a pit? No.

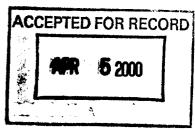
How is water stored on lease: 500 bbl tank How is water moved to disposal facility: 3" poly line Operator of disposal system: Concho Resources Inc. Facility Name: Diamondtail '23' Federal No. 2 SWD

Legal Location: SE/4 NE/4 Sec. 23, T-23S, R-32E, Lea Co., NM

NMOCD Permit Number: SWD 760

WATER ANALYSIS ATTACHED

(ORIG. SGD.) GARY GOURLEY



14/I hereby certify hat the foregoing is true and correct	Title Production Analyst	Date	03/29/00
(This space for Pederal or State office use) Approved by Conditions of approval, if any:	*TIGRIGIPAL SIGNED BY CHAIS WILLIAMS IN PICT I SUPERVICOR	Date	APR 1.2 200

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.

