<u>Disposal of Produced Water From Federal Wells</u> <u>Conditions of Approval</u>

Approval of the produced water disposal methodology is subject to the following conditions of approval:

- 1. That this agency be notified of any change in your method or location of disposal.
- 2. Compliance with all provisions of NTL-2B.
- 3. 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 shall be covered with a wire screen to prevent entry by birds and other wildlife.
- 7. This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
- 3. If water is transported via a pipeline that extends beyond the lease boundary, then 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.