N.M. OIL CONS. COMMISSION P.O. BOX 1980 HOBBS, NEW MEXICO 88240

| orm 3160-5 UNITED Signal 1990) DEPARTMENT OF BUREAU OF LAND | | F THE INTERIOR | FORM APPROVED Budget Burenn No. 1004-0135 Expires: March 31, 1993 5. Lease Designation and Serial No. |
|--|---|--|---|
| 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 | | | NM 19623 6. If Indian. Allottee or Tribe Name |
| | 7. If Unit or CA. Agreement Designation | | |
| Type or Well Oil Gas Well Well | 5. Well Name and No. | | |
| 2. Name of Operator Enron Oil | Vaca 13 Federal #2 | | |
| P. O. Box | 30 025 32182 10. Field and Pool, or Exploratory Area | | |
| Location of Well (Footage, Sec., T., R., M., or Survey Description) 660' FNL & 1980' FEL Sec 13, T25S, R33E | | | Red Hills Bone Spring 11. County or Parish, State Lea |
| 2 CHECK | APPROPRIATE BOX(s) TO | INDICATE NATURE OF NOTICE. REPO | RT. OR OTHER DATA |
| TYPE OF | TYPE OF SUBMISSION TYPE OF ACTION | | |
| Subsequence Final A | | Abandoment Recompletion Plugging Back Casing Repair Altering Casing Y Other New Disposal Method for produced water it details, and give pertinent dates, including estimated date of starter is for all markers and zones pertinent to this work.)* | Change of Plans New Construction Non-Routine Fractioning Water Shut-Off Conversion to Injection Dispose Water (Note: Report resolts of multiple computation with Completion or Recommission Report and Log form.) In any proposed work. If well is directionally dralled. |
| | SEE ATTACHED | | FEB 25 1884 Colist. 6 N.M. Collston New Mexico |
| Signed Signed (Thus space for Federa | Signed by Adam Salomeh | on Title Regulatory Analyst Title Polynown Englace | |
| Conditions or approve | TTACHED- | giy and willfully to make to any department or agency of the Unit | |

of representations as to any manage within its introduction.

The following information is to show changes in Enron Oil & Gas Company's method of disposal of produced water. Onshore Oil & Gas Order #7.

Vaca 13 Federal #2

1. Name of formation(s) producing water on the lease:

Bone Spring

2. Amount of water produced from all formations in bbls/day:

The well averages 142 barrels of water/day.

3. How water is stored on lease:

210 barrel fiber glass tank.

4. How water is moved to the disposal facility:

B&E Water Haulers

5. Primary disposal facility:

Bettis, Boyle & Stovall's Littlefield Federal No. 1 SWD R-485, located 660' FNL & 1980' FEL (Unit B) of Section 11, T24S, R31E. Eddy County.

6. Secondary disposal facility:

Ralph Williamson's Conoco Federal No. 2 SWD R-3638, located in Unit B of Section 15, T26S, R33E. Lea County.

A copy of permits for both disposal facilities is enclosed.

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, 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.