UNITED STATES FORM APPROVED Form 3160-5 DEPARTMENT OF THE INTERIOR OMB NO. 1004-0135 (August 1999) BUREAU OF LAND MANAGEMENT Expires: November 30, 2000 (1 onginal, 5 copies) SUNDRY NOTICES AND REPORTS ON WELLS Lease Serial No. NM 19625 NM-19265 Do not use this form for proposals to drill or to re-enter an If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on reverse side If Unit or CA/Agreement, Name and/or No. 1. Type of well X Oil Well Gas Well 2. Name of Operator Well Name and No. EOG Resources, Inc. Red Hills "7" - Federal #2 3b. Phone No. (include area code) API Well No. 3a. Address P.O. Box 2267, Midland, Tx. 79702 30-025-32814 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 10 Field and Pool, or Exploratory Red Hills (Bone Spring) 1830' FSL & 660' FEL Section 7,T-25-S, R-34-E 11 County or Parish, State Lea County, NM DICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Water Shut-Off Acidize Deepen Production (Start/Resume) Well Integrity Notice of Intent Alter Casing Fracture Treat Reclamation Casing Repair **New Construction** Recomplete Other Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Plug Back Water Disposal Final Abandonment Notice Convert to Injection 13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection. EOG Resources, Inc. requests to dispose of produced water from subject well in its Vaca '30' Federal No. 1 well SWD Facility located in Section 30, T-24-S, R-34-E, Lea County, NM. EOG will transport produced water via poly line to holding tank at SWD well. Estimated rate of disposal is 2 BWPD. SEE ATTACHED FOR **CONDITIONS OF APPROVA** 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Ÿ MIKE FRANCIS Agent 7/6/00 Signature EDERAL OR STATE OFFICE USE PETROLEUM ENGINEER ORIG. SGD.) LES BABYAN Approved by Conditions of approval, if any, are attached. Approval of this notice does not warrant or rity that the applicant holds legal or equitable title to those rights in the subject leaase Office which would entitle the applicant to conduct thereon Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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

Water Production & disposal Information.

In order to process your disposal request, the following information must be completed:
1. Name of formations producing water on the lease. Bone Springs
2. Amount of water produced from all formations in barrels per day. 2 Busp D
3. Attach a current water analysis of produced water from all sones showing at least the total dissolved solids, ph. and the concentrations of chlorides and sulfates. (one sample will suffice if the water is commingled)
4. How water is stored on the lease. 210 BBL open Top Fiberglass
Tour ton Down Or Ping line
5. Sow water is moved to the disposal facility. Transfer Pump - Pipeline
6. Identify the Disposal Facility by :
A. Pacility operators name. 406 Resources
B. Name of facility or well name & number. VACA 30 Fee \$1 5wD
c. Type of fecility or well (NDW) (NDW) etc. SWD WE/
D. Location by 1/4 1/4 MoFul section 30 township 245 range 346
7. Attach a copy of the State issued permit for the Disposal Facility.

Submit to this office, 414 West Taylor, Mobbs, FK \$8240, the above required information on a Sundry Netice 3160-5. Submit 1 original and 5 copies, within the required time frame. (This form may be used as an attachment to the Sundry Motice.) Call mo at 505-393-3612 if you need to further discuss this matter.

PAGE

May-26-00 04:08P Martin Water Labs

915 563 1

P.OZ

To:

Mr. Dirk Ellyson

DRAFT

Laboratory No. Sample Received

5-26-00

COMPANY

EOG Resources, Inc.

SURVEY

Lease:

County:

Red Hills 7 Fed. #2

FIELD SEC

Red Hills

Lea, NM

No. 1

Produced water - taken from Red Hills 7 Fed. #2.

No. 2

Na. 3

Na.4

REMARKS:

Specific Gravity @ 60°F. pH When Sampled pH When Received

Bicarbonate, as 11C03 Supersaturation, as CaC03

Undersaturation, as CaC03 Total Hardness, as CaC03 Calcium, as Ca

Magnesium, as Mg Sodium and/or Potassium Sulfate, as SO4 Chloride, as Cl

tron, as Fe Barium, as Ba Turbidity

Color, as Pt

Total Solids, Calc. Temperature, "F.

Carbon Dioxide, Calc. Dissolved Oxygen

Hydrogen Sulfide

Resistivity, ohms/m @ 77°F.

Filtrable Solids, mg/l Volume Filtered, rol

Bone Springs 1.0708

6.26

195

10,500

3,840 219 36,254

1,016 62,480

138

104,005

0.0

0.092

Suspended Oil

Results Reported As Milligroom Fer Liter

Additional Dererminations & Remarks In comparing the above with our Bone Springs records in this field, we find this water has slightly higher levels of sodium, sulfate, and chloride. However, the basic characteristics are those we would expect from a natural Bone Springs.

MARTIN WATER LABS., INC.