

5 Greenway Plaza, Suite 110, Houston, Texas 77046-0521 P.O. Box 27570, Houston, Texas 77227-7570 Phone 713.215.7000

May 13, 2022

State of New Mexico Energy, Minerals & Natural Resources Department Oil Conservation Division 1220 S. St. Frances Dr. Santa Fe, NM 87505

RE: Pressure Maintenance Project South Hobbs Unit Well No. 171; API 30-025-28544 Lea County, NM

Occidental Permian Ltd. respectfully requests administrative approval to inject CO2 and produced gas into the above referenced injector in the South Hobbs Unit under Order No. R-4934-F. The well is currently authorized to inject water.

In support of this request, please find the following documentation:

- Administrative Application Checklist
- Form C-108 with required data attached
- Injection Well Data Sheet with Wellbore Schematic
- Form C-102
- Map
- Area of Review statement
- Copy of Order R-4934-F

Per R-4934-F Paragraph 3 on page 11, "(...) Application for approval of additional injection wells in the South Hobbs Project Area shall be filed in accordance with NMAC 19.15.26.8 and may be approved administratively by the Division Director without Notice and hearing.".

Below are some relevant references to items in R-4934-F:

Item 1: SHU 171 was originally authorized for water injection under Order No. PMX-126 (which references Order No. R-4934) in 1984. Per Item 1 of the current order, the provisions of R-4934 remain applicable where consistent with the current order.

Item 2: SHU 171 is located within the project area as defined in item 2.

Item 6: SHU 171 will be equipped with a pressure control device to limit surface pressure to the specified pressures in item 6.

If you have any questions, please contact me at 832-646-4450 or email Jose_Gago@oxy.com.

Sincerely,

achim gapos.

Jose Gago Éngineer, Regulatory

Recei	ved by OCD: 6/21	/2022 10:37:42 /	4 <u>M</u>			Page	2 of 38
	DATE IN	SUSPENSE	ENGINEER	LOGGED IN	TYPE	APP NO.	

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION



- Engineering Bureau -1220 South St. Francis Drive, Santa Fe, NM 87505

ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE	
Application Acronyms:	
[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]	
[1] TYPE OF APPLICATION - Check Those Which Apply for [A]"	
[A] Location - Spacing Unit - Simultaneous Dedication"	
Check One Only for [B] or [C]"	
[B] Commingling - Storage - Measurement" DHC CTB PLC PC OLS OLM"	
[C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery" WFX X PMX SWD IPI EOR PPR"	
[D] Other: Specify Additional Injector within approved project area (R-6199-G)	
[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply or Does Not Apply	
[A] Working, Royalty or Overriding Royalty Interest Owners	
[B] Offset Operators, Leaseholders or Surface Owner	
[C] Application is One Which Requires Published Legal Notice	
[D] Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office	
[E] For all of the above, Proof of Notification or Publication is Attached, and/or,	
[F] Waivers are Attached	

[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Jose L Gago Print or Type Name	Signature	Gago].	Engineer, Regulatory	05/13/2022 Date
			jose_gago@oxy.com e-mail Address	

Received by OCD: 6/21/2022 10:37:42 AM STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

APPLICATION FOR AUTHORIZATION TO INJECT

I.	PURPOSE: Secondary Recovery X Pressure Maintenance Application qualifies for administrative approval? X Yes No	DisposalStorage
II.	OPERATOR: OCCIDENTAL PERMIAN LTD	
	ADDRESS: P.O. Box 4294 Houston, TX 77210-4294	
	CONTACT PARTY: Jose L Gago	PHONE: 832-646-4450
III.	WELL DATA: Complete the data required on the reverse side of this form for each well propose Additional sheets may be attached if necessary.	ed for injection.
IV.	Is this an expansion of an existing project? X Yes No If yes, give the Division order number authorizing the project: <u>R-4934-F</u>	
V.	Attach a map that identifies all wells and leases within two miles of any proposed injection well drawn around each proposed injection well. This circle identifies the well's area of review.	with a one-half mile radius circle
VI.	Attach a tabulation of data on all wells of public record within the area of review which penetra data shall include a description of each well's type, construction, date drilled, location, depth, re	te the proposed injection zone. Such cord of completion, and a schematic

- of any plugged well illustrating all plugging detail. VII. Attach data on the proposed operation, including:
 - 1. Proposed average and maximum daily rate and volume of fluids to be injected;
 - 2. Whether the system is open or closed;
 - 3. Proposed average and maximum injection pressure;
 - 4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and,
 - 5. If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).
- *VIII. Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.
- IX. Describe the proposed stimulation program, if any.
- *X. Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted).
- *XI. Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.
- XII. Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.
- XIII. Applicants must complete the "Proof of Notice" section on the reverse side of this form.
- XIV. Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.

NAME: Roni Mathew	TITLE: Regulatory Advisor						
SIGNATURE: _ Roni Mathew	DATE: 05/13/2022						

E-MAIL ADDRESS: <u>roni_mathew@oxy.com</u>

* If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be resubmitted. Please show the date and circumstances of the earlier submittal: July 18th 2013 as part of Order No. R-4934-F application Side 2

III. WELL DATA

- A. The following well data must be submitted for each injection well covered by this application. The data must be both in tabular and schematic form and shall include:
 - (1) Lease name; Well No.; Location by Section, Township and Range; and footage location within the section.
 - (2) Each casing string used with its size, setting depth, sacks of cement used, hole size, top of cement, and how such top was determined.
 - (3) A description of the tubing to be used including its size, lining material, and setting depth.

(4) The name, model, and setting depth of the packer used or a description of any other seal system or assembly used.

Division District Offices have supplies of Well Data Sheets which may be used or which may be used as models for this purpose. Applicants for several identical wells may submit a "typical data sheet" rather than submitting the data for each well.

- B. The following must be submitted for each injection well covered by this application. All items must be addressed for the initial well. Responses for additional wells need be shown only when different. Information shown on schematics need not be repeated.
 - (1) The name of the injection formation and, if applicable, the field or pool name.
 - (2) The injection interval and whether it is perforated or open-hole.
 - (3) State if the well was drilled for injection or, if not, the original purpose of the well.
 - (4) Give the depths of any other perforated intervals and detail on the sacks of cement or bridge plugs used to seal off such perforations.
 - (5) Give the depth to and the name of the next higher and next lower oil or gas zone in the area of the well, if any.

XIV. PROOF OF NOTICE

All applicants must furnish proof that a copy of the application has been furnished, by certified or registered mail, to the owner of the surface of the land on which the well is to be located and to each leasehold operator within one-half mile of the well location.

Where an application is subject to administrative approval, a proof of publication must be submitted. Such proof shall consist of a copy of the legal advertisement which was published in the county in which the well is located. The contents of such advertisement must include:

- (1) The name, address, phone number, and contact party for the applicant;
- (2) The intended purpose of the injection well; with the exact location of single wells or the Section, Township, and Range location of multiple wells;
- (3) The formation name and depth with expected maximum injection rates and pressures; and,

(4) A notation that interested parties must file objections or requests for hearing with the Oil Conservation Division, 1220 South St. Francis Dr., Santa Fe, New Mexico 87505, within 15 days.

NO ACTION WILL BE TAKEN ON THE APPLICATION UNTIL PROPER PROOF OF NOTICE HAS BEEN SUBMITTED.

NOTICE: Surface owners or offset operators must file any objections or requests for hearing of administrative applications within 15 days from the date this application was mailed to them.

Side 1

Page 5 of 38

INJECTION WELL DATA SHEET

OPERATOR: Occidental Permian LTD.

WELL NAME & NUMBER: SOUTH HOBBS G/SA UNIT #171



•

Side 2

INJECTION WELL DATA SHEET

Tubi	ng Size: 2	2-7/8"	Lining Materia	l: <u>Plast</u>	ic Coated Tbg	<u>g (Duolii</u>	<u>ne)</u>
Тур	of Packer: <u>Packer (</u>	Retrievable) 5 1/2	" X 2 3/8" ARROW	<u>SET 1-X</u>	DBL GRIP		
Pack	er Setting Depth:	3950'					
Othe	r Type of Tubing/C	asing Seal (if a	pplicable):				
			Additional D	Data			
1. Is	this a new well dril	led for injection	n? <u>x</u> Ye	s	No		
	If no, for what purp	bose was the we	ell originally dril	led?			
2.	Name of the Inject	on Formation:	San Andre	<u>es</u>			
3.	Name of Field or P	ool (if applicab	le): <u>Hobbs; (</u>	Grayburg	g-San Andres		
4.	Has the well ever b intervals and give p	een perforated blugging detail,	in any other zone i.e. sacks of cen	e(s)? Lis nent or p	t all such perf lug(s) used	forated	No
5.	Give the name and injection zone in t Byers (Queen)	depths of any of this area:@ +/- 3680'	oil or gas zones u	Inderlyir	ng or overlying	g the pro	oposed

Glorieta @ +/- 5300

C-108 Application Attachment Occidental Permian Ltd. South Hobbs G/SA Unit No. 171 Lea County, New Mexico

- I. This is a pressure maintenance project. The project qualifies for administrative approval.
- II. OCCIDENTAL PERMIAN Ltd. P.O. Box 4294 Houston, TX 77210-4294 Contact Party: Jose Gago, 832-646-4450
- III. Injection well data sheet and wellbore schematic has been attached for SOUTH HOBBS G/SA UNIT No. 171
- IV. This is an expansion of an existing project authorized under Order No. R-4934-F.
- V. The map with a two mile radius surrounding the injection well and a one half mile radius for area of review is attached.
- VI. In accordance to Order No. R-4934-F Section 4 OCCIDENTAL PERMIAN Ltd certifies that: The area of review for well "SOUTH HOBBS G/SA UNIT #171" shows no substantive changes in the information furnished in support of Order No. R-4934-F concerning the status of construction of any well that penetrates the injection interval within the one-half (1/2) mile around the injection well, with the exemption of the wells below:

ΑΡΙ	Well Name	Operator	Status after July 2013
30-025-07670	SOUTH HOBBS G/SA UNIT 071	OCCIDENTAL PERMIAN LTD	P & A
30-025-07667	SOUTH HOBBS G/SA UNIT 072	OCCIDENTAL PERMIAN LTD	P & A
30-025-43097	SOUTH HOBBS G/SA UNIT 265	OCCIDENTAL PERMIAN LTD	New Well
30-025-43098	SOUTH HOBBS G/SA UNIT 266	OCCIDENTAL PERMIAN LTD	New Well
30-025-43104	SOUTH HOBBS G/SA UNIT 267	OCCIDENTAL PERMIAN LTD	New Well
30-025-43100	SOUTH HOBBS G/SA UNIT 268	OCCIDENTAL PERMIAN LTD	New Well
30-025-43106	SOUTH HOBBS G/SA UNIT 269	OCCIDENTAL PERMIAN LTD	New Well
30-025-43105	SOUTH HOBBS G/SA UNIT 270	OCCIDENTAL PERMIAN LTD	New Well
30-025-43101	SOUTH HOBBS G/SA UNIT 271	OCCIDENTAL PERMIAN LTD	New Well

The wellbore diagrams and tabulated well data is attached.

VII. The area of review is attached.

1.	Average Injection Rate	4,000 BWPD / 15,000 MCFGPD
	Maximum Injection Rate	9,000 BWPD / 20,000 MCFGPD

- 2 This will be a closed system.
- Average Surface Injection Pressure 1,100 PSIG Maximum Surface Injection Pressure
 Dradwood Water

Produced Water	1,100 PSIG
CO2	1,250 PSIG

CO2 w/produced gas 1,770 PSIG

(In accordance with Order No. R-4934-F, effective 7/18/13)

- 4. Source Water San Andres Produced Water
- (Analysis previously provided at hearing, Case No. 14981)
- VIII. The information was previously submitted as part of Order No. R-4934-F application

- IX. This is an existing well. An NOI to run a liner and re-perforate was submitted on May 5th
 2022. The new well configuration is reflected in this application.
- X. Logs were filed at the time of drilling.
- XI. There are 2 freshwater wells closest to the subject well, Cochran D-1 and Cochran D-2. Both are just outside of the 1 mile boundary. Please see the location map and chemical water analysis attached (pg. 9 11 of application packet).
- XII. N/A. This is a pressure maintenance project, not a disposal well.
- XIII. Order No. R-4934-F allows the administrative approval, from the Division Director, of additional injection wells without notice and hearing. Notices to producers and surface owners for the water/CO2 flood area were provided at the time of the application and hearing for Order No. R-4934-F.

GSI Job No. 5238 Issued: 7 November 2019 Page 1 of 2



TABLE 1 WATER QUALITY ANALYTICAL RESULTS Results of Water Supply Well Sampling and Investigation South Hobbs Grayburg/San Andres Unit, Hobbs, New Mexico Occidental Petroleum Corporation

						Matrix:	Groundwater	Groundwater	Groundwater	Groundwater	Groundwater	Groundwater	Groundwater
						Location ID:	Aldaz-1	Aldaz-1	Cochran D-1	Cochran D-1	Curtis-1	Dulin-1	IWW-1
							8/20/2010	10/18/2019	9/3/2010	9/3/2019	9/5/2010	8/30/2010	10/23/2010
						Sample Date:	0/29/2019	10/16/2019	9/3/2019	9/3/2019	9/5/2019	8/30/2019	10/23/2019
						Sample Type:	N	N	N	Dup	N	N	N
		USI	EPA	NN	IED	Collected By:	GSI	GSI	GSI	GSI	GSI	GSI	GSI
Analyte Type	Analyte	Screening Limit	Limit Type	Screening Limit	Limit Type	Units							
Coliform	E. Coli		NS		NS	Unitless	-	-	-	-	-	-	-
Coliform	Fecal Coliforms		NS		NS	MPN/100 mL	-	-	-	-	-	-	-
Coliform	Total Coliforms		NS		NS	Unitless	-	-	-	-	-	-	-
Inorganic	Alkalinity, Bicarbonate as CaCO3		NS		NS	mg/L	242	-	149	102	158	270	-
Inorganic	Alkalinity, Bicarbonate as HCO3		NS		NS	mg/L	-	-	-	-	-	-	386
Inorganic	Alkalinity, Carbonate as CaCO3		NS		NS	mg/L	<20	-	<20	<20	<20	<20	-
Inorganic	Alkalinity, Total as CaCO3		NS		NS	mg/L	242	-	149	102	158	270	316
Inorganic	Chloride	250	SMCL	250	WQS	mg/L	143	-	78.3	77 <u>.</u> 4	50.5	174	88
Inorganic	Nitrate Nitrite as N	10	MCL	10	WQS	mg/L	1.96	-	1.77	1.76	3.46	5.99	0.031
Inorganic	Sulfate	250	SMCL	600	WQS	mg/L	137	-	53.7	53.2	56.1	62.4	94.6
Inorganic	Sulfide (Total)		NS		NS	mg/L	-	-	-	-	-	-	<0.01
Inorganic	Sulfide as H2S, Dissolved-Dissolved		NS		NS	mg/L	0.137	-	<0.00954	<0.00954	<0.00954	<0.00954	-
Inorganic	Total Dissolved Solids (TDS)	500	SMCL	1000	WQS	mg/L	756	-	369	377	355	774	579
norganic	Total Organic Carbon		NS		NS	mg/L	-	-	-	-	-	-	-
Metal	Calcium		NS		NS	mg/L	111	-	70.5	72.8	72.2	139	48.8
Metal	Iron	0.3	SMCL	1	WQS	mg/L	2.52	-	<0.027	<0.027	<0.027	<0.027	0.71
Metal	Iron, Dissolved	0.3	SMCL	1	WQS	mg/L	-	-	-	-	-	-	0.283
Metal	Magnesium		NS		NS	mg/L	19.1	-	12.5	12.8	12.1	24.4	11.9
Metal	Manganese	0.05	SMCL	0.2	WQS	mg/L	0.133	-	0.0004 J	0.0005 J	0.0005 J	0.0533	0.161
Metal	Manganese, Dissolved	0.05	SMCL	0.2	WQS	mg/L	-	-	-	-	-	-	0.134
Metal	Potassium		NS		NS	mg/L	3.61 b	-	2.3	2.36	2.28	3.66 b	4.6 Ja
Metal	Sodium		NS		NS	mg/L	132 b	-	47.7	48.9	40.9	95.6 b	160
Field Parameter	Dissolved Oxygen		NS		NS	mg/L	7.73	1.12	8.3	8.3	12.5	2.47	1
Field Parameter	Oxidation-reduction Potential (ORP)		NS		NS	mV	-35	53	79	79	101	12	-36
Field Parameter	pH, Field	6.5 - 8.5	SMCL	6 - 9	WQS	ph Units	7.41	7.26	7.21	7.21	6.86	7.24	7.59
Field Parameter	Specific Conductance, Field		NS		NS	mmhos/cm	1.2	1.26	0.671	0.671	0.65	1.24	0.966
Field Parameter	Temperature		NS		NS	°C	19.83	18.41	19.95	19.95	19.52	20.12	19.96
Field Parameter	Turbidity		NS		NS	NTU	24.3	0	0	0	0	5.6	0

<u>Notes</u>

1. NS = No standard; "-" = not analyzed.

2. "<" = concentration below the Minimum Detection Limit (MDL); "J" = estimated concentration above the MDL but below the quantitation limit; "b" = compound was found in the blank and the sample.

3. mg/L = milligrams per liter; MPN/100 mL = Most Probable Number of viable cells in 100 milliliters of sample.

3. Samples analyzed at Eurofins TestAmerica, Houston, Texas and Cardinal Laboratories, Hobbs, New Mexico.

4. MCL = Maximum Contaminant Level; SMCL = Secondary Maximum Contaminant Level. These standards are set by the U.S. Environmental Protection Agency (U.S. EPA).

5. WQS = Water quality standards for groundwater presented in 20.6.2 NMAC New Mexico Water Quality Control Comission Regulations, New Mexico Environment Department (NMED).

6. The Levey-1 sample was comprised of water actively expelled from the wellhead at the time of sampling.







• • .

NE EXICO OIL CONSERVATION COMMISSI WELL LOCATION AND ACREAGE DEDICATION PLAT

state state state ANDCO PRODUCTION CO. SOUTH HOBSG-CRAYBERG SAR ANDERS INTI 171 Interface 9 185 368 163 200 state interface 186 368 164 710 interface State interface 171 171 200 interface State interface 164 164 164 3599.4 Graphing San Andres Hoths GSA 40 372 1. Outline the arcsage dedicated to the well, outline each and identify the ownership thereof (both as to working interest and rownly). 181 Immore than one lease of different ownership is dedicated to the well, base the interests of all ownership there of thath as to working interest in "mol". 11 answer in "mol". If answer in "mol". If answer in "mol". If answer in "mol". 12 No If answer in "mol". If answer in "mol". If answer in "mol". If answer in "mol". 13 If more than one lease of different ownership is dedicated to the well, have the interests. If answer in "mol". If answer in "mol". 14 answer in "mol". If answer in "mol". If answer in mol"			All distances must be (rom the outer boundaries	of the Section	·····
AGOCO PRODUCTION CO. [SOUTH HOBS-CRAYBERG SAN ANDRES UNIT 1/1 Totation P 9 Totation Read on the MORTH Home 382 III The amount of the second	/.perator			Leuse		Weil to:
D 9 195 382 LEA A trut forme distance 195 382 LEA P10 test ten new NORTH tore are a constructed set to the subject well by colored pencil or backage and Arrange 3599.4 Fondation Standard East Description Arrange 3599.4 Fondation Standard East Description Arrange 3599.4 Fondation Standard Same and test set set set set set set set set se	AMOC	O PRODUCTION	<u>co.</u>	SOUTH HOBBS-GR	AYBURG SAN ANDE	ES UNIT 1/1
A list formation of which 100 100 feet term into NORTH into entry 640 feet term into NORTH into entry 640 feet term into NORTH 100 into entry 100 into entr	Lnit Letter	Section	Township 100	Hange 287	T FA	
710 test time that NORTH time and 640 test time that WEST test Start of the derivative for extrained Frank Haddetty for extrained 40 accord 3599.4 Grayburg San Andress Hobbs, GSA 40 accord 1. Outline the acreage dedicated to the subject well by colored pencil or harburg marks on the plat below. 40 accord 2. If more than one lease is dedicated to the well, autine each and identify the ownership thereof (both us to working interest and rowalt). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consult dated by communification, unitization, forcepooling, etc? 1. Yes No If answer is "Yes." type of consultation If answer is "no." list the owners and tract descriptions which have actually been consultated. (I'se reverse aide of this form if necessary.) No allowable will be assigned to the well until all interests have been consultated tits communitation, antization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commussion. 1. start well be assigned to the well until all interests have been consultated tits interests and actually been consultation. 1. start well be assigned to the well until all interests have been consultated tits. There due of an description community and actually community. 1. start well be assigned to the well well mathematic due	D	9	185	J 0E		
Count i pret Ever	7 10	feet from the N	IORTH line and	640	teet Imm the WEST	ШСе
3599-4 Grayburg San Andres Hohbs, GSA 40 nome 1. Outline the acrege dedicated to the subject well by colored pencil or bachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and rowly). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consultated by communitization, force-pooling, etc?	Ground Level Elev	Producting F	crmation	Pocl		Dedicated Acreage:
 Outline the acreage dedicated to the subject well by colored pencil or hachare marks on the plat below. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and rowalty). If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consulidated by communitization, unitization, force-pooling, etc? Yes No If answer is "yes." type of consolidation	3599.4	Gra	ayburg San Andres	Hobbs GS	SA	40 Acres
 If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communization, unitization, force-pooling, etc? Yes No If answer is "no," list the owners and tract descriptions which have actually been consolidated. (I'se reverse side of this form in facesary). No allowable will be assigned to the well until all interests have been consolidated (by communization, unitization, force-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission. 	1. Outline 1	the acreage dedic	cated to the subject w	ell by colored penci	l or hachure marks o	n the plat below.
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc? I Yes No If answer is "yes," type of consolidation	2. If more interest a	than one lease i and royalty).	s dedicated to the wel	l. outline each and i	dentify the ownersh	p thereof (both as to working
I Yes No If answer is "yes," type of consolidation	3. If more the dated by	han one lease of communitization,	different ownership is unitization, force-pool	dedicated to the wel ing. etc?	l, have the interests	s of all owners been consoli-
If answer is "how" list the owners and tract descriptions which have actually been consolidated. (Itse reverse side of this form if necessary.) No allowable will be assigned to the well until all interests have been consolidated (bs. communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission. CERTIFICATION I hereby certify that the information con- tened here is the odd complete to the best of my flow edge and belief. Administrative Analyst Administrative Analyst Administrative Analyst Administrative Analyst Administrative analyst Administrative analyst Administrative analyst Administrative analyst Administrative analyst	Yes	No If	answer is "yes," type (of consolidation		
No allowable will be assigned to the well until all interests have been consolidated the communitization. forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commis- sion. CERTIFICATION I hereby certify that the information com- taneed been in is true and complete to the best of my flowledge and belief. State of the information company Forther and the information company December 19, 1983 I hereby certify that the well focation shown on this play was plotted from field and any supervision and that the same is actual surveys made by me or under my supervision and that the same is actual surveys made by me or under my supervision and that the same is actual surveys made by me or under my supervision and that the same is actual surveys made by me or under my supervision and that the same is more and actual surveys made by me or under my supervision and that the same is actual surveys made by me or under my supervision and that the same is more and correct me the best of my knowledge ond belief. Date Surveys Certificate No. Certificate No. Certificate No.	If answe this form	t is "no," list the if necessary.)	e owners and tract des	criptions which have	actually been conse	olidated. (Use reverse side of
SNU. NG 62 SNU. NG 62 SNU SNU SNU SNU SNU SNU SNU SNU SNU SNU	No allow forced-po sion.	able will be assig oling, or otherwis	ned to the well until al e)or until a non-standa	l interests have beer d unit, eliminating s	n consolidated (by such interests, has b	communitization, unitization, een approved by the Commis-
SNU. NO.62 SNU. SNU. SNU. SNU. SNU. SNU. SNU. SNU.	Para la construcción de la const					CERTIFICATION
sour NG 62 sour NG 62 source determining true and complete to the best of my flowledge and belief.	·0	Į.		1	Lber	aby certify that the information con-
best of my flowledge and belief.		SHU NOL62		I	taine	d herein is true and complete to the
Post In Aministrative Analyst Company Amoco Production Company December 19, 1983 I hereby certify that the well location shown on this play was playted from field notes of actual surveys made by me or under my supervision, and that the some is true and correct to the best of my knowledge and belief. Date Surveyor 12/15/83 Registered Protessional Engineer md or Lond Surveyor Certificate No Certificate No Certificate No Certificate No Certificate No Certificate No	640'			1	best	of my Knowledge and belief.
Administrative Analyst Company Amoco Production Company Date December 19, 1983 I hereby certify that the well location shown on this plat was platted from field notes of actual surveys and the the some is true and correct to the best of my knowledge and belief. Date Surveyst 12/15/83 Registered Protessional Engineer and/or Lind Surveyor Continue of a court of the surveys and Continue of a court of the surveys and Continue of a court of the best of my knowledge and belief. Date Surveyst Continue of a court of the best of my knowledge and belief. Date Surveyst Continue of a court of the best of my knowledge and belief. Continue of a court of the best of my knowledge and belief. Continue of a court of the best of my knowledge and belief. Continue of a court of the best of my knowledge and belief. Continue of a court of the best of my knowledge and belief. Continue of a court of the best of my knowledge and belief. Continue of a court of the best of my knowledge and belief. Continue of a court of the best of my knowledge and belief. Continue of a court of the best of my knowledge and belief. Continue of a court of the best of my knowledge and belief. Continue of a court of the best of my knowledge and belief. Continue of a court of the best of my knowledge and belief.)		1		
Administrative Analyst Administrative Analyst Company Amoco Production Company Date December 19, 1983 I hereby certify that the well location shown on this plat was platted from field notes of actual surveys made by me or under my supervision, and that the some is true and correct to the best of my knowledge and belief. Date Surveyst 12/15/83 Registered Protessional Engineer md or Lind Surveyor Certificate No.	8					1 had -
Administrative Analyst Company Amoco Production Company Prite December 19, 1983 I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief. Date Surveyst 12/15/83 Registered Frotessional Engineer and or Lond Surveyor Contilicate No Certificate No Certificate No Certificate No					E ost	arles (P). Sirring
Company Amoco Production Company Date December 19, 1983 I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief. Date Surveyst 12/15/83 Registered Protessional Engineer md or Lond Surveyor Certificate No		I			Adm	inistrative Analyst
Amoco Production Company Date December 19, 1983 I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief. Date Surveysd 12/15/83 Registered Protessional Engineer and/or Land Surveyor Certificate No		1		1	Compar	ny -
December 19, 1983 I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief. Date Surveyed 12/15/83 Registered Protessional Engineer and/or Lond Surveyor Certificate No Certificate No		l I		1	Amo	co Production Company
I hereby certify that the well lacation shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the some is true and correct to the best of my knowledge and belief. Date Surveyed 12/15/83 Registered Protessional Engineer and or Land Surveyor Certificate No		1		ł		December 19, 1983
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief. Date Surveysd 12/15/83 Registered Protessional Engineer and/or Land Surveyor UMAN W. International Surveyor Certificate No						
A new on this plat was plotted from field shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief. Date Surveyed 12/15/83 Registered Protessional Engineer and/or Land Surveyor Certificate No Certificate No		1		ł		
notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief. Date Surveyed 12/15/83 Registered Protessional Engineer and or Lond Surveyor Certificate No		1		1	s how	n on this plat was plotted from field
Under my supervision, and that the same is true and correct to the best of my knowledge and belief. Date Surveyed 12/15/83 Registered Fratessional Engineer and/or Land Surveyor Certificate No Certificate No		, t			notes	s of actual surveys made by me or
is true and correct to the best of my knowledge and belief. Date Surveyed 12/15/83 Registered Protessional Engineer and/or Land Surveyor Certificate No Certificate No		1		OFESSION	unde	r my supervision, and that the some
knowledge and belief. knowledge and belief. Date Surveyed 12/15/83 Registered Protessional Engineer and or Lond Surveyor Certificate No			(I)		is ti	ue and correct to the best of my
STORE Surveyed Date Surveyed 12/15/83 Registered Protessional Engineer and/or Lond Surveyor Certificate No Certificate No		i.			know	ledge ond belief.
Certificate No Certificate No						
12/15/83 Registered Protessional Engineer and/or Land Surveyor Certificate No		ł		0/0	Date S	urveyed
Registered Professional Engineer and/or Lond Surveyor Certificate No		1		VEW ANEXS		2/15/83
Certificate No		· • • • •		OHN W.	Regist and/or	ered Professional Engineer Land Surveyor
Certificate No		 			C	then it Whit
	P				Contili	cate No

Page 12 of 38

Form C-102 Supersedes C-128 Effective 1-1-65

	30- 30-	025-07511	30-025-074 30-025-07503	91 30-025	-07490 30-025-0751	19 07528 30.025	-025-07522	30-02	o 30-025-125 5-07516	05 0 3 30-025-34	0-025-07564	3438 30-025	28299 30-0	25-28968	E Cor	bett St	- N
Received by QCR: 0/22/2022 10:37:42	AM	NENW02	5-49742 NVANE (B)	30-025-49741 30-025-49743,030	-025-22627w 30-025-3565	30-025-3025830-	-025-07525) 30-0	0-025-35820- 25-35304 A	34964 (D)	25-23380 W 30-025-34643 30-0	NV30:025- 25-44719 B) Scha	07557 NERE (A) 30 rbpuer St	07556 NW 30-02 -025-296777)	5-0757530±025-07 (C)	579 30 Page	e 13.0f	38 "
50401110005	30	025-07513	30-025-37428	•30	-025-07493 , 025-075	26 30-025-27140	30-025-12	30-025-2697330- 506 30-025-35726	25-2907430-025-3	4906 30-025-2697	30-025-29065 80	-025-27169	W	Clinton St	tome CKine	oust	E Clinto
G/SA Unit 171	30	0-025-07514 SENW	SWI 30-025	-07497 SEN30-025	30-025-2300 07495 SWL30-025	07531 SEN 30-025-	-07529 SWNE	30-025-36150	23130 \$30-025-23	26330-025-23334	Park 30-025-34372	30-025-07554 30-0	25-28309 30-025- 25-28268	26375 30.025-0	7578 ESWNE	tsnot sene	SWNW
	- *	(F30-0	25-0750430-025-074	92 (H 30-025 0-025-30204	-28887 30-25-367 •30-025-36245	30-025-28944	0-025-35668 •30-025-075	(H)0-025- 18 30-025-29198	30-025-07559 ³⁰	-025-0756030-02	5-41643 (G) 30-025-075 -07562	30-025-29932 52 W Astof St 20.025-29951 3	0-025-34997	-35742	30-025-1251	0 (H) = 30-025-07573	(E)
AOR	30-	105 30E 025-07509 30-0	31 925-0750730-025-074	99,30-025-37214	W 30-025-075	27 30-025-07521	32 30-025-075 30-025-07535	538 30-025	-0753730-025-0754	4 30-025-07545	30-025-28410	W Cain St 34373	W.Snyder St	25-2896930-025-2	8970 34 z		35
Oil and Gas Wells	L 3	NESW (K)	NW(30-025 (J)	-12503 50-025-07	30 25-07530 30	-025-35385 30-025	5-23035 _{NW} 30-025	-23309 NESE 30-025	025-07549 07542 (1) 30-025-34	30-025-43282	- NWS30-025-2	5-3857230-025-3030 8269 30-025-07	30-025-265833 08 553	25-28308 30-026-0	7570 30-025-0756	6 NESE	NWSW (L)z
Wells - Large Scale				30-025-07500 30-025-07500	25-35451	30-025-27139	30-025-2917	3 30-025-26974 30	-025-28411 30-025-	W Broadway	30-025-29275			30-025-	30486 30-025-0756	7	EB
Miscellaneous	30	0-025-07510	30-025-0759 30	-025-07502	30-025-2894	3 025-0753430-025-0	0753330-025-3545	2	· 30-025-35534	30-025-349	193 groadwal	man rk St	s and	30-025-3	5342 0 E Du	nnam St 3	0-025-1251
* CO2, Active	L4	SESW (N)	SWSE (0)	S30:025-1	250230-025-28265 30-025-075	SESW 23 (N)	30-025-0754030	-025-2990630-025	07536 W 30-025-0	07543 _{SES} 30-025 7550 (N)	-07547 30-025-35	24005 SE30-025-0	7561 SW:30-02	5-07572 BESW	30-025-28971	E Wh8ESE 0	SWSW5
🔆 CO2, Cancelled	2			07 30-02	- ⁰	30-025-	-0/524	30-025-28266	8	h	30-025-2826	7 0 30-023-26.		0-025-28333 yers S	SI 30-025-28	99 Byers St St	S A
🔆 CO2, New	30	-025-07649	30-025-07647 3	30-025-28304 0-025-07640 30-0	25-07636	30-025-	-07624 30-025-0761	14 10 1	P	land Divd (199)	El 1º 19-4	30-025-283	07 30-02	3-28332	30-025-28972	F Divd	lobbs
🔆 CO2, Plugged	L 4 30-	025-29442	025-27622 L 2	L 1	5-0762530-025-289 Le30-025-4	75 07626 30-025-289	-025-0762730-025- 976	-07615 30 30-025-29752	-025-28305 30-025-0	30-02 30-025 7606	-12768 30-025	5-07629 30-025 25-24079 9 30-025	07598 3	0-025-2353030-02 -025-29757	5-0758730-025-0758	2 30-025-07585 L 1	L4
🔆 CO2, Temporarily Abandoned		•30	-025-49524 •30-025-294	58 30-025-28973	30-025-28974	30-025-26115	30-025-289	30-025-28978	30-025-35	318 30-0	25-29892 ³⁰⁻⁰²⁵⁻³ 30-025-29754	31421 00 ¥	- WHU	mble St		10 Add 10	
夺 Gas, Active		30-025-	0764830-025-076393	0-025-07641 30	-025-29519 30-025-	07628 30-025-358	30-025-29751 _{S1}	30-025-35305	25-2611630-025-28	33430-025-29891	30-025-28335 25-37266	S	W Main St	p St dd			- Office
🎋 Gas, Cancelled	19S 38		06	SENE	30-025	-076310 SEN 30-025	30-025-29083 07630 30-025	30-02	07613 30-025-29 SWNW	730 30-02 SENW	5-07610 30-025-2 04	336 1419 30-025-075993 SENE	0-025-07589	25-26120 30-02	5-28342 30-025-	267.42. SENE	02
🌣 Gas, New		(F30-0	25-29410 SWNE 30-025-443	30-025-2945 89	9 30-025-26118	30-025-28980	StVNE & (G) (G)	(H) 30-025-29084	(E) 30 30-025-28981 ₃₀	-025-07597 -025-43099	30-025-28339	22 (HT 30-025 30-025-07600	-26647 VE 1	(A) 30-0. W Skelly St	25-0758830-025-075	84 (_H) 30-025-07586	8 SWNW (E)
🌣 Gas, Plugged	-/	30.025.28197	· 30-025-07646 30-	025-0764430-025-0	764230-025-44611	30-025-44313	30-025-44612	30-025-20933	0-025-4259530-02	5-42594	and the second	30-025-28340	0-025-28341	W Texas St		<u>e</u> 8	
🌣 Gas, Temporarily Abandoned		NESW	NWSE	NESE	30-025-46879 NWSL30-025	07634NESW 30-025	5-07623 30-02	5-07621 SEL 30	-025-34946 30-025-43102 20.0	025-43096 ·	0-025-31423 30- 30-025-26980	025-26623 30-0	25-42697 30-025 42697 30-025 426470 30-025	-26622 30-0	25-07593,30-025-075	90 30-025-07592	Nwsw
Injection, Active	7	(K)	(1)	30-025-44312 •30-025-29443	(↓£ ,30-025- 30-025-29460	-29520 (K) 30-025-28	30-025-29085	30-025-2908	2 30-025-2898	30-025-28343	30-025-28344	30-025-07607	42696 ^{(2}) 4	W Shipp Dr	(J) Anni	E (1) a	
✓ Injection, Cancelled	- 6-		HORRS ON FIE		0-025-07643	1 NESW		NESE			429	30-025-28345 -	NWSW	N Temple SI	NWSE S	Temple Ave	NWSWE
🖉 Injection, New		(K)	NOBBS (all FIELD	PEPE	014004 0 30	0-025-07632	30	025-24447	30-025-26564	07612 30-025-07	60830-025-31424	30-025	07609 J	W Palace St 30-025-0759430-0	25-28348 30-025-075	96 30-025-075	195
S Injection, Plugged	L7	(N)	30-025-443	(P)	30-025-2941	(N) 30-025-42	05 2592 30-025 2905	54 30-025-2898	(M) 30-025-28986	(41)	04 0 30-02 SWSE	(P)	6981 (MI) 30-0	25-28347 An	Heizer (D)	1 (P)	SWSW
🦯 Injection, Temporarily Abandoned		/	• (0)			30-025-2941	12	30-	025-07618	25-43101 30-025	43100	30.025.2835130-	025-28352		Park Of 12		and the
Oil, Active				•30	-025-07650 30-	025-07654	30-025-07653 30-	-025-12512	025-3995530-025	43105, 30-02	30-025-28350 5-07662 30-02	• 30-02	0-025-07660 5-28355 30-0	30-025-28353 25-07672 30-0	30-025	4254030-025-42	541
 Oil, Cancelled 	L1	(C)	(B)	(A)	(D)	(C)	• NWINE (B) 30-	-025-31933	Q.025-20	(C)	(B)	NE130-025- (A)	22754 NWNW (*D)	NENW (C)	30-025-28354	79 (A)	NWNW (D)
Oil, New								5		30-025-2835	6 30-025 28357	30-025-28358	025-28359	30-025-28360	30-025-28361		-7
 Oil, Plugged 						• ³⁰⁻	-025-07655 30-	-025-12513	30	-025-07670 3	0-025-07667 30	0-025-23416	30-025-4310	730-025-44608			0.025-2633
 Oil, Temporarily Abandoned 	L2	SENW (F)	SWNE (G)	SENE (H)	SWNW (E)	SENW (F)	SWNE	SENE (H)	SWNW (E)	SENW (F)	SWINE (*G)	SE 30-025- (41)	07663 SWNW (E)	30-025-44609	30-025-0768 SWNE (G)	130-025-20113 (H)	SWNW (E)
△ Salt Water Injection, Active										30-025-283	30-025-2836	3 30-025-28364	nes		E WOOL	ey nu	
△ Salt Water Injection, Cancelled	- 1		07	1		+ (08	30.	025-0765130-025-0	7666 3	0-025-07664	• • 30-0	025-28365	30-025-2341	30-025-28366	30-025-21	1341 1 -
△ Salt Water Injection, New	195 38 L	NESW	NWSE (J)	NESE	NWSW (L)	NESW (K)	NWSE	NESE	NWSW	NESW (K)	30-02 NWSE	25-07668 30-028	07659 30-0 NWSW	25-07675 NESW	NWSE	NESE	NVISW
△ Salt Water Injection, Plugged		(147	(0)		5	6 ()	(0)		(2)		, °, 3	0-025-44311	()	ø	30-025-12765 S0-025-12765	24	
△ Salt Water Injection, Temporarily Abandoned				1						3	0-025-07665 30	0-025-07657 30-	025-20047	30-025-26121	0-025-12727	30-025-22	006
Water, Active	L4	SESW	SWSE	SESE	swsw	SESW	SWSE	SESE	SWSW	30-025 SE6W	-30981 SWSE 30	0-025-20167 30-025-	07661 30-0	25-07673 SESW	*30-025-1272 SWSE	SESE 3	025-0768
Water, Cancelled		(N)	(0)	(P)	(M)	(N)	(0)	(P)	(M)	(N)	30-025-443	30-025-443	08	(N30-02	5-0767430-025-0768	2 South Byps	(M)
Water, New		\rightarrow	15	5		/		W Ho	bis South Byps			30-	025-0770030-02	5-20539	30-025-07694	30-025-224	82
Water, Plugged		NEWW	NWNE	NENE	NWNW	NEL30-025-	-07702 NWNE	NENE	NWNW	NENW	NWNE	NENE	NWNW	NENW	030-025-0768	NENE	NWNW
Water, Temporarily Abandoned	- 1	(c)	(B)	(A)	(D)	(5)	(B)	(A)	(D)	360(IC)	(B)	(A)	(D)	(C) 3	0-025-07688	20-025-370	.63 (D)
? undefined			18				17				16	+			15 30-025-07693		14
	L2	SENW (F)	SWNE	SENE (H)	SWNW	SENW (F)	SWNE (G)	SENE (H)	SWNW	SENW	SWNE	SENE (H)	SWNWA	30-025-20028	30-025-079	SENE	SWNW
OCD Districts and Offices				(,	(2)	,		(,			(-/	(,	Q Vexico			#30.00E 202	Euric
OCD District Offices	L2	(F)		(H)	(E)	(F)	(G)	(H)	(E)	(F)	(G)	(H)	(E)	(F)	G)	(H)	(E)
*									•				as and	30-02	5-0765030-025-0769	30-025-076983	0025-0768
	L3	(K)	NWSE (J)	(I)	NWSW (L)	(K)	NWSE (J)	NESE (1)	NWSW (L)	NESW (K)	NWSE (J)	NESE (1)	E NW530-02	(K)	N30-025-360 (J)	(1)	(L)
Public Land Survey System			18			1	17		195 38F	29	16			ole Rd	15	30-025-35	933 14
PLSS Second Division									100 000				3	0 025-07697 30-0	25-07696	25-35815 30	-025-35633
(2)	L.4	SESW (N)	SWSE (O)	SESE (P)	SNISW (M)	SESW (N)	SWSE (O)	SESE (P)	SWSW (M)	SESW (N)	SWSE (0)	SES20-025- (P)	07701 SW8W (M)	te sesw (N)	SWSE (0)	SESE 3 (P) 3	0 025-35659
Peretensed to Imaging: 2/23/2023 11:46:	20 A	M		C						\sim		Oil Consecution	n Division of the N armin, Intermap in	le® Mexico Energy, N crement P Corp., GEB	tinerals and Natural Reso CO, USGS. FAO. NPS. NR	urces Department., CAN, GeoBase, IGN	Sources: Esri, Radifister NL
	L1	NENW (C)	19 NWNE (B)	NENE (A)	25192 NWNW (D)	NENW (C)	20 NWNE (B)	NENE (A)	NWNW (D)	NENW (C)	21 NWNE	NERdpance S	ervey, Expy/sppin, Tv	ETIL ESTI Guna (Hong	22 (B)	25-07705 Con	Une GIS User

Received by OCD: 6/21/2022 10:37:42 AM

API NUMBER	OPERATOR	LEASE NAME	WELL NO.	WELL TYPE	STATUS	FTG. N/S	N/S	FTG. E/W	E/W	UNIT	SEC.	TSHP.	RNG.	DATE DRILLED	TVD (ft)	HOLE SIZE (in)	CSG. SIZE (in)	SET AT (ft)	SX. CMT.	CMT. TOP (ft)	MTD.	COMPLETION	REMARKS
20 025 07670	OCCIDENTAL PERMIAN	SOUTH	071	Injection	Plugged, Site	1650	N	000	14/	r.	0	100	205	1/0/1000	4210		8.625	302	150	Surf	Circ	3999'-4243'	Wall Diverged on 03/37/3014
50-025-07670	LTD	HOBBS G/SA	0/1	injection	Released	1020	IN	990	vv	E	9	195	DOE	1/0/1900	4510		5.5	4309	420	3095	Calc	GRAYBURG-SAN ANDRES	Well Plugged 011 02/27/2014

Page 14 of 38



Released to Imaging: 2/23/2023 11:46:20 AM

Received by OCD: 6/21/2022 10:37:42 AM

API NUMBER	OPERATOR	LEASE NAME	WELL NO.	WELL TYPE	STATUS	FTG. N/S	N/S	FTG. E/W	E/W	UNIT	SEC.	TSHP.	RNG.	DATE DRILLED	TVD (ft)	HOLE SIZE (in)	CSG. SIZE (in)	SET AT (ft)	SX. CMT.	CMT. TOP (ft)	MTD.	COMPLETION	REMARKS
30-025-07667	OCCIDENTAL PERMIAN LTD	SOUTH HOBBS G/SA	072	Injection	Plugged, Not Released	1650	N	2310	w	F	9	195	38E	7/29/1953	4310		8.625 5.5	304 4309	140 420	Surf 3100	Circ Calc	3993'-4220' GRAYBURG-SAN ANDRES	Well Plugged on 12/11/2019

Page 15 of 38





Page	16 0	f 38
I uge	100	J J U





Released to Imaging: 2/23/2023 11:46:20 AM

Recei	ved by OCD:	6/21/20	22 10	:37:42	AM																		Page 17 of 38
API NUMBER	OPERATOR	LEASE NAME	WELL NO.	WELL TYPE	STATUS	FTG. N/S	N/S	FTG. E/W	E/W	UNIT	SEC.	TSHP.	RNG.	DATE DRILLED	TVD (ft)	HOLE SIZE (in)	CSG. SIZE (in)	SET AT (ft)	SX. CMT.	CMT. TOP (ft)	MTD.	COMPLETION	REMARKS
30-025-43098	OCCIDENTAL PERMIAN LTD	SOUTH HOBBS G/SA	266	Oil	Active	1794	S	891	w	L	4	195	38E	6/9/2016	5243	12.625 8.750	9.625 7.000	1549 5242	630 1040	Surf 3796	0 0	4644'-4906' GRAYBURG-SAN ANDRES	

(3		🔁 🗙	Wellbore Diagram : SHOU-266	
5069 4891 4714 4536 4358 4127 3192 1682 888 0				Turning String Quartity (Top-Botton Dest) Dest () (-440) ESP Cable (Bask Hughes-PartH02737344, AVIG. 19) (-4421) -453 3.500 OC) 3.207 TAC E terminal Upset 2.39. () (-421-427) -453 3.500 OC) 3.207 TAC E terminal Upset 2.39. () (-421-427) -453 3.500 OC) 3.207 TAC E terminal Upset 2.39. () (-421-427) -453 3.500 OC) 3.207 TAC E terminal Upset 2.39. () (-421-427) -453 3.500 OC) 3.207 TAC E terminal Upset 2.39. () (-421-427) -453 3.500 OC) 3.207 TAC E terminal Upset 2.39. () (-421-427) -453 3.500 OC) 3.207 TAC E terminal Upset 2.39. () (-421-427) -453 2.507 OC) 1.507 TAC E terminal Upset 2.39. () (-441-4432) ESP Gas Separation (Feasi-Parity Coll 3.513, Mod. () (-441-453) ESP Gas Separation (Feasi-Parity Coll 3.513, Mod. () (-441-453) ESP Seal (Feasi-Parity Coll 3.508, T) pet LSBPE. () (-4403-4403) ESP Motor (Feasi-Parity Coll 3.508, T) pet LSBPE. () (-4403-4403) ESP Motor (Feasi-Parity Coll 3.508, T) pet LSBPE. () (-4403-4403) ESP Motor (Feasi-Parity Coll 3.508, T) pet LSBPE. () (-4403-4403) ESP Motor (Feasi-Parity Coll 3.508, T) pet LSBPE. () (-4403-4403) ESP Motor (Feasi-Parity Coll 3.508, T) pet LSBPE. () (-4403-4403) ESP Motor (Feasi-Parity Coll 3.508, T) Coll 3.507 Motor () (-4403-4403) ESP Motor (Feasi-Parity Coll 3.507, T) Coll 3.507 Motor () (-4403-450) Fabrity Tolling - 0.507 D-10.537 DTIL. () (-4403-450) Fabrity Tolling - 0.507 D-10.537 DTIL. () (-4403-450) Fabrity Tolling - 0.500 D-10.500 Fabrity Bottol 5.15. () (-54-540, Parity Tolling - 0.507 D-10.507 DTIL. () (-440-450) Fabrity Tolling - 0.507 D-10.507 D-	
5	F =	100	C. Contraction of C.		

Released to Imaging: 2/23/2023 11:46:20 AM



Page 18 of 38

Received by OCD: 6/21/2022 10:37:42 AM

Received by OCD: 6/21/2022 10:37:42 AM



LEASE WELL WELL FTG. FTG. DATE TVD HOLE CSG. SET SX. CMT. API NUMBER REMARKS OPERATOR STATUS N/S E/W UNIT SEC. TSHP. RNG. MTD. COMPLETION NAME NO. E/W DRILLED (ft) SIZE (in) SIZE (in) CMT. TOP (ft) TYPE N/S AT (ft) OCCIDENTAL PERMIAN SOUTH 4921'-5196' 12.250 9.625 1534 630 Surf Circ 5220 30-025-43106 269 Oil Active 164 Ν 617 w D 9 19S 38E 4/25/2016 LTD HOBBS G/SA 8.750 7.000 5403 342 Surf 0 GRAYBURG-SAN ANDRES Occidental Permian Ltd. South Hobbs G/SA Unit Lea. County Well No. 269 API: 30-025-43106 SHL: 164' FNL & 617' FWL, SEC.9, UL 'D' BHL: 38' FNL & 627' FEL, SEC.8, UL 'A' Township: 19-S Range: 38-E Current Status: Active Producer 9-5/8" 36# @ 1579' Cemented w/ 630 sxs TOC: surface (circulated) CIBP set @ 4870' Capped W/ 25' cement TOC @ 4845' Perf interval: 4921-24,4930-38,4942-54,4960-76,4980-5000,5012-28,5032-36,5040-49,5052-60,5064-78,5082-88,5096-5113,5118-24,5136-55,5166-74,5190-96 4 JSPF 90D Phasing Spiral Wound 744 Holes 7" 26# @ 5423' Cemented w/ 1920 sx TOC: surface (circulated) PBTD: 5378' Total Depth: 5439'

Released to Imaging: 2/23/2023 11:46:20 AM

Received by OCD: 6/21/2022 10:37:42 AM

Updated as of 4/19/2022

Page 20 of 38



	Page	21	of 38	

API NUMBER	OPERATOR	LEASE NAME	WELL NO.	WELL TYPE	STATUS	FTG. N/S	N/S	FTG. E/W	E/W	UNIT	SEC.	TSHP.	RNG.	DATE DRILLED	TVD (ft)	HOLE SIZE (in)	CSG. SIZE (in)	SET AT (ft)	SX. CMT.	CMT. TOP (ft)	MTD.	COMPLETION	REMARKS
30-025-43105	OCCIDENTAL PERMIAN LTD	SOUTH HOBBS G/SA	270	Oil	Active	165	Ν	717	w	D	9	19S	38E	5/5/2016	5238	12.625 8.750	9.625 7.000	1537 5245	630 1085	Surf 3803	Circ 0	4139'-4969' GRAYBURG-SAN ANDRES	





Received by	OCD :	6/21/2022	10:37:42 AM	

Recei	ved by OCD:	6/21/20)22 10	:37:42	AM																		Page 22 of 38
API NUMBER	OPERATOR	LEASE	WELL	WELL	STATUS	FTG.	N/S	FTG.	E/W	UNIT	SEC.	TSHP.	RNG.	DATE	TVD	HOLE	CSG.	SET	SX.	CMT.	MTD.	COMPLETION	REMARKS
		INAME	NU.	TIPE		IN/S								DRILLED	(11)	SIZE (III)	SIZE (III)		CIVIT.	10P (II)			
20.025.42101	OCCIDENTAL PERMIAN	SOUTH	271	0il	Activo	190	N	1900	\M/	C	0	105	205	5/16/2016	5227	12.625	9.625	1535	630	Surf	Circ	4681'-4934'	
30-025-43101	LTD	HOBBS G/SA	2/1	011	Active	100	IN IN	1050	**	C	5	155	JOL	5/10/2010	5257	8.750	7.000	5228	700	Surf	0	GRAYBURG-SAN ANDRES	

۲] 🖬 🖪	M 🔀	Wellbore Diagram : SHOU-271
0 0 0 0 0 0 0 0 0 0 0 0 0 0			Tubing String Quantity (Top-Bottom Depth) Desc 1 @(16-22) J-55 3.500 OD/ 10.30# T&C External Upset 2.922 I 1 @(16-23) J-55 3.500 OD/ 10.30# T&C External Upset 2.922 I 1 @(16-3916) ESP Cable (Reda-Part#102737344, AW/G 4, Mod 123 @(22-3983) J-55 3.500 OD/ 10.30# T&C External Upset 2 1 @(3983-3984) Seat Nipple - Heavy Duty (3.500") Cup Type 1 @(3983-3990) J-55 3.500 OD/ 10.30# T&C External Upset 2 1 @(3990-3990) ESP Bott on Discharge (Reda-Part#1288800, T 1 @(3990-4012) ESP Pump (Reda-Part#102817344, Model DN1 1 @(4012-4034) ESP Pump (Reda-Part#102817344, Model DN1 1 @(4034-4037) ESP Gas Separator (Reda-Part#101876828, M
1787			1 @(403/-4045) ESP Seal (Reda-Part#10208399, 1)pe LSLSL 1 @(4045-4053) ESP Seal (Reda-Part#103155347, T)pe LSBSB 1 @(3916-4053) ESP-Motor Flat Cable- (Model Maziok-456 KE 1 @(4053-4053) ESP Motor Pothead New 1 @(4053-4059) ESP Motor (Reda-Part#101909511, Type MAXI 1 @(4051-4072) FG 2.375 OD/ 4.70# T&C External Upset 1.99 5 @(4071-4072) FG 2.375 OD/ 4.70# T&C External Upset 1.99
3209			Sig(40/2+217) FG 23/5 Obl + 7.0# Fac External Open 1.99 Capitiary String (Tubing - 0.375" Stainless Steel N/A Surface Casing (Top-Bottom Depth) Desc @(17-1492) J-55 9.625 OD/ 36.00# Round Short 8.921 ID 8.76 @(1492-1494) Float Collar Nominal - 9.625" OD-10.630" Drill @(1494-1535) SHOE JT - J-55 9.625 OD/ 36.00# Round Short
3208			@(17-1537) Cement (behind Casing) N/A @(1535-1537) GUIDE Shoe (9.625 OD Casing) N/A Production Casing (Too-Bottom Depth) Desc @(17-4059) J-55 7.000 OD/ 26.00# Round Short 6.276 ID 6.15 @(4059-4071) FLAG JT -J-55 7.000 OD/ 26.00# Round Short 6 @(4131-4141) Perforations - Open-Open - N/A @(4131-4141) Perforations - Open-Open - N/A
3802			@(4188-4198) Perforations - Open-Open - N/A @(4206-4216) Perforations - Open-Open - N/A @(4224-4234) Perforations - Open-Open - N/A @(4242-4252) Perforations - Open-Open - N/A @(4260-4270) Perforations - Open-Open - N/A @(4278-4288) Perforations - Open-Open - N/A
4099			@(4296-4306) Perforations - Open-Open - N/A @(4314-4324) Perforations - Open-Open - N/A @(4352-4340) Perforations - Open-Open - N/A @(4565-4580) Plug - Cement on Top of CIBP N/A @(4580-4584) Bridge Plug Cast Iron 7.000" N/A @(4131-4934) Producing Interval (Completion) N/A @(4131-4934) Perforations-Isolated - N/A
4386			@(4071-5185) J-55 7.000 OD/ 26.00# Round Short 6.276 ID 6 @(5185-5187) Float Collar Nominal - 7.000" OD- 7.650" Drillo @(5187-5226) SHOE JT - J-55 7.000 OD/ 26.00# Round Short @(17-5228) Cement (behind Casing) N/A @(5226-5228) FLOAT SHOE - J-55 7.000 OD/ 26.00# Round S @(5129-5228) Flug Back (unknown type) N/A
4669			Wellbore Notes (Top-Bottom Depth) Desc @(\$228-5228) Total Depth - N/A @(4565-5228) Plug Back Total Depth - N/A Borehole (Top-Bottom Depth) Desc @(17-1537) Wellbore Hole OD-12.6250 N/A @(1537-5228) Wellbore Hole OD- 8.7500 N/A
4953			

Released to Imaging: 2/23/2023 11:46:20 AM

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION COMMISSION

APPLICATION OF OCCIDENTAL PERMIAN LIMITED PARTNERSHIP TO AMEND ORDERS R-4934 AND R-4934-E GOVERNING THE SOUTH HOBBS GRAYBURG-SAN ANDRES PRESSURE MAINTENANCE PROJECT TO ALLOW THE INJECTION OF CARBON DIOXIDE AND PRODUCED GASES, TO MODIFY THE SURFACE INJECTION PRESSURE, TO OBTAIN OTHER RELIEF, AND TO QUALIFY THIS EXPANSION FOR THE RECOVERED OIL TAX RATE PURSUANT TO THE NEW MEXICO ENHANCED OIL RECOVERY ACT, LEA COUNTY, NEW MEXICO.

> CASE NO. 14981 ORDER NO. R-4934-F

ORDER OF THE COMMISSION

This case comes before the New Mexico Oil Conservation Commission ("Commission") on the application of Occidental Permian Limited Partnership ("Oxy") to amend Order No. R-4934, as amended. The Commission, having conducted a hearing on May 9 and 10, 2013, at Santa Fe, New Mexico, and having considered the testimony and the record in this case, enters the following findings, conclusions and order.

THE COMMISSION FINDS THAT:

1. Due public notice has been given, and the Commission has jurisdiction of this case and its subject matter.

2. Under Order No. R-4934, issued in Case No. 5372 on December 3, 1974, the Commission authorized the injection of water into the Grayburg and San Andres formations and adopted Special Rules and Regulations for the South Hobbs Grayburg-San Andres Pressure Maintenance Project for certain acreage in Townships 18 and 19 South, Range 38 East, Lea County, New Mexico.

3. In May of 1984, under Order No. R-4934-E, the New Mexico Oil Conservation Division ("Division") amended the Special Rules and Regulations governing the South Hobbs Grayburg-San Andres Pressure Maintenance Project to what they are currently today.

4. Occidental Permian Limited Partnership is the current operator of the South Hobbs Grayburg-San Andres Pressure Maintenance Project. The acreage subject to the current waterflood operations consists of the following acreage in Lea County, New Mexico (hereinafter the "South Hobbs Project Area"):

TOWNSHIP 18 SOUTH, RANGE 38 EAST, NMPM Section 33: SE/4 SE/4

Page 24 of 38

Section 34: SW/4 and W/2 NW/4

TOWNSHIP 19 SOUTH, RANGE 38 EAST, NMPM

Sections 3, 4, and 5: All Section 6: N/2 and SE/4 Section 8: N/2 NW/4, E/2 NE/4, and N/2 SE/4 Section 9: N/2, N/2 SW/4, and SE/4 Section 10: All Section 11: SW/4 SW/4 Section 14: W/2 NW/4 Section 15: All Section 16: **NE/4 NE/4**

5. In April of 2009, under Administrative Order IPI-340, the Division approved Oxy's request to utilize 1100 psi as the maximum surface injection pressure for water in the South Hobbs Project Area.

6. Oxy is also the operator of the North Hobbs Grayburg San Andres Unit, which is adjacent to and to the north of the South Hobbs Project Area. The North Hobbs Grayburg San Andres Unit and the South Hobbs Project Area are collectively referred to as the "Hobbs Field".

7. Under Order No. R-6199-B, entered in Case No. 12722 on October 22, 2001, the Division authorized the conversion of a portion of the North Hobbs Grayburg San Andres Unit (the "Phase I Area") from a waterflood pressure maintenance project to a carbon dioxide gas tertiary recovery injection project in the Grayburg and San Andres formations.

8. Oxy now seeks authority to convert the South Hobbs Project Area to a similar carbon dioxide gas tertiary recovery injection project, and therefore requests the following relief from the Commission:

(a) to approve the injection of carbon dioxide (CO2), and the reinjection of produced CO2, water and gases including methane, natural gas liquids and hydrogen sulfide (H2S) in the South Hobbs Project Area;

(b) to provide for a surface injection pressure limit for CO2, produced gases and water based on friction pressure losses down the tubing and the lower density of gas as compared to water as follows: 1100 psi for water injection, 1250 psi for CO2 only injection, and 1770 psi for produced gas injection;

(c) to the extent that a limiting gas-oil ratio applies to an enhanced oil recovery project, to increase that limit above that allowed by 19.15.20.13 NMAC to 75,000 cubic feet of gas per barrel of oil produced;

2

(d) to allow an exception to the one-year commencement of injection required by 19.15.26.12.C NMAC for the South Hobbs Project Area;

(e) to provide that for any approved injection well that commences injection operations more than five years after approval of this request, that Oxy submit a statement that there have been no substantive changes to the area-of-review information submitted to the Division with its Application, or a statement describing any substantive changes;

(f) to provide for a five-year frequency for the mechanical integrity tests required for temporarily-abandoned wells that are equipped with real-time pressure monitoring devices pursuant to 19.15.25.13.E NMAC;

(g) to modify the packer setting depth required by Rule 10 of the Special Rules for the South Hobbs Grayburg-San Andres Unit Pressure Maintenance Project to allow for the packer to be set anywhere above the uppermost injection perforations or casing shoe, provided the packer is set below the top of the Grayburg Formation;

(h) to remove the requirement in Rule 15 of the Special Rules for the South Hobbs Grayburg-San Andres Unit Pressure Maintenance Project that a cement bond log be run prior to placing a well on injection or at any time the rods and/or tubing are pulled from any producing well;

(i) to allow for the administrative approval of additional injection wells into the Grayburg and San Andres formations underlying the South Hobbs Project Area; and

(j) to qualify this expansion of injection authority for the recovered oil tax rate pursuant to the New Mexico Enhanced Oil Recovery Act, NMSA 1978, Sections 7-29A-1 to 7-29A-5 (Laws 1992, Chapter 38, Sections 1 through 5) ("Recovery Act"), and the rules of the Commission, 19.15.6 NMAC ("Rules").

9. The Division appeared at the hearing, examined Oxy's witnesses, and offered a Pre-Hearing Statement with sworn written testimony from Richard Ezeanyim, a registered petroleum engineer and a Bureau Chief within the Division.

10. Malcolm Coombes, a surface owner within the South Hobbs Project Area, submitted a Pre-Hearing Statement and opposed the application because the project would endanger human health and safety and possibly harm the value of his land. Mr. Coombes appeared at the hearing through counsel. After examining Oxy's initial witness, Mr. Coombes, through his counsel, indicated that he had no objection to Oxy's application and did not participate further in the case.

3

11. Big Al Oil & Gas submitted a letter protesting the application but did not appear at the hearing or offer any testimony or exhibits. The Economic Development Corporation of Lea County submitted a resolution in support of the application.

12. Oxy presented seven witnesses in support of its application: Richard Foppiano, a petroleum engineer employed by Oxy with expertise in oil and gas regulatory matters and health and safety issues; Jerad Brockman, Oxy's project manager for the South Hobbs Project Area with expertise in oil and gas production engineering; Randy Stillwell, a senior geologic advisor for Oxy with expertise in petroleum geology; Scott Hodges, Oxy's operations supervisor for the South Hobbs Project Area; Krishna Chokkarapu, a facilities and construction engineer employed by Oxy with special expertise in the design and engineering of CO2 and produced gas surface facilities for EOR projects; Kelley Montgomery, Oxy's regulatory consultant with expertise in oil and gas production engineering and environmental engineering; and Pat Sparks, Oxy's petroleum landman who directed a team of brokers to address the notice requirements for the application. These witnesses discussed and presented power-point slides, maps, diagrams, and other material that comprised a total of seventeen exhibits.

13. Oxy's witnesses provided testimony and presented exhibits addressing the following topics:

(a) Oxy's extensive experience with oil and gas operations, including the handling of H2S and CO2 flooding operations in the Permian Basin;

(b) How enhanced oil recovery projects utilize the injection of CO2, water and produced gases to recover additional oil that is not recovered by primary and secondary recovery operations;

(c) How enhanced oil recovery projects are designed and implemented;

(d) How the gas injection operations necessary for enhanced oil recovery projects differ from acid gas disposal operations;

(e) The capital costs and associated development plans to convert the South Hobbs Project Area from a secondary waterflood project to an enhanced oil recovery project;

(f) The injection and production well patterns Oxy intends to utilize in the South Hobbs Project Area;

(g) The location and nature of the additional surface facilities Oxy intends to install in the South Hobbs Project Area;

(h) The projected timetable for the installation of key components of the enhanced oil recovery project and the anticipated commencement date of CO2 injection operations;

{

(i) The effect that an enhanced oil recovery project has on the gas-oil ratio over time;

(j) How step rate tests were utilized to determine the appropriate surface injection pressure limits for water, CO2 and produced gases;

(k) The injection pressure control devices Oxy intends to utilize on its injection wells;

(1) The redundant pressure controls Oxy intends to utilize in the South Hobbs Project Area;

(m) Oxy's supervisory control and data acquisition (SCADA) system, and how it will be utilized to provide constant monitoring of temperature, water content, pressures, H2S levels and gas content in the South Hobbs Project Area;

(n) How Oxy intends to monitor the reservoir pressure to ensure that it remains just above the miscibility pressure;

(o) The need for additional flexibility in the packer setting depth than what is currently allowed by Rule 10 of the Special Rules for the South Hobbs Grayburg-San Andres Unit Pressure Maintenance Project;

(p) The geology underlying the South Hobbs Project Area, the location of the fresh water zones and the impermeable barriers that exist between the injection interval and the fresh water zones;

(q) That a Division approved H2S contingency plan is in place that includes the South Hobbs Project Area;

(r) Oxy's downhole corrosion mitigation efforts, including the use of corrosion resistant tubing, packers and inert packer fluid in the annulus;

(s) Oxy's mechanical integrity program for the design, engineering, construction and maintenance of CO2 and produced gas injection facilities for enhanced oil recovery projects;

(t) The NACE Standard MRO175 set forth in NMAC 19.15.11.14 and Oxy's compliance with that standard for the injection facilities in the South Hobbs Project Area;

(u) The additional corrosion inhibition and mitigation efforts Oxy will utilize for the installation, construction and maintenance of the injection facilities in the South Hobbs Project Area;

(v) The production history of the South Hobbs Project Area and the forecasted additional oil, gas and water production;

(w) The condition of the existing injection wells and design plans for additional injection wells in the South Hobbs Project Area;

(x) Oxy's plans to obtain additional information and address, as necessary, the cementing condition of the Herradura Well No. 3 (API No. 30-022-35933), a Chevron operated well in the southeast corner of the South Hobbs Project Area;

(y) The extensive knowledge of the wells within the area of review, the amount of time and effort devoted to the area of review analysis, and the absence of a need to update the area of review analysis for any injection wells that commence injection over the next five years;

(z) The time frame for mechanical integrity tests for temporarilyabandoned wells under NMAC 19.15.25.12 and the absence of a need for more frequent testing for wells equipped with real-time pressure monitoring devices;

(aa) The extensive knowledge concerning the cementing conditions for wells within the South Hobbs Project Area, the current cement bond log requirements under Rule 15 of the Special Rules for the South Hobbs Grayburg-San Andres Unit Pressure Maintenance Project, and the absence of a need to run cement bond logs any time the rods and/or tubing are pulled from any producing well in the project area;

(bb) The methodology, time frame and effort involved to ascertain the parties entitled to notice of the hearing on Oxy's application;

(cc) The number and identification of the parties notified of the hearing either by certified mail or by newspaper publication; and

(dd) Oxy's meetings with the City of Hobbs concerning its proposed tertiary recovery project in the South Hobbs Project Area.

14. The Division's Environmental Bureau has approved a hydrogen sulfide contingency plan that covers the South Hobbs Project Area.

15. The geologic evidence established the following with respect to the Grayburg and San Andres formations underlying the South Hobbs Project Area and the adjacent North Hobbs Grayburg San Andres Unit :

(a) These formations consist of a layered, anticlinal structure that acts as a natural trapping mechanism for oil, as well as any injected fluids.

(b) These formations are separated from the fresh water zones by over 3,500 feet.

(c) The upper portion of the Grayburg formation consists of 150 to 200 feet of impermeable anhydrite and limestone.

Page 29 of 38

(d) Various additional layers of impermeable anhydrite, salt, shale and limestone exist between these injection formations and the fresh water zones.

(e) No geologic faults or other natural means exist in this area by which injected fluids could communicate with the shallower fresh water zones.

16. With respect to the proposed injection wells and the existing wells within the area of review for the South Hobbs Project Area, the evidence established that:

(a) The existing injection wells in the South Hobbs Project Area are sufficiently cased and cemented to prevent the migration of injection fluids out of the proposed injection interval.

(b) Oxy's design for additional injection wells in the South Hobbs Project Area will provide sufficient casing and cement to prevent the migration of injection fluids out of the proposed injection interval.

(c) With the possible exception of the Chevron operated Herradura Well No. 3 (API No. 30-022-35933), the remaining wells within the area of review are sufficiently cased and cemented to prevent migration of the injection fluids out of the proposed injection interval.

(d) Oxy does not intend to commence injection within one-half mile of the Chevron operated Herradura Well No. 3 (API No. 30-022-35933) until further evaluation of the cement in this well and Oxy is able to demonstrate to the Division that sufficient casing and cement exists to prevent migration of the injection fluids out of the proposed injection interval.

17. The Division has reviewed Oxy's application and found the proposed tertiary recovery project will prevent waste, protect correlative rights, is in the interest of conservation, and will provide a reasonable level of protection to human health and the environment.

18. The evidence demonstrates it is prudent to implement tertiary recovery operations in the Grayburg and San Andres formations underlying the South Hobbs Project Area and that implementing this project will result in the recovery of additional oil that may otherwise not be recovered and wasted.

19. The evidence presented to the Commission over the course of two days demonstrates that Oxy's proposed tertiary recovery operations in the Grayburg and San

7

Andres formations underlying the South Hobbs Project Area will not pose an unreasonable threat to groundwater, the public health or the environment.

20. Oxy's request to implement a tertiary recovery project utilizing the injection of CO2 from outside sources, and produced water and produced gases from the Hobbs Field should be approved.

21. With respect to Oxy's requested maximum surface injection pressures for water, CO2 and produced gases, the evidence demonstrates:

(a) Division Order IPI-340 approved a maximum surface injection pressure of 1100 psi for water after an evaluation of step rate tests performed by Oxy in 2008.

(b) Water is more dense than CO2 and produced gases, thereby justifying higher surface injection pressures for these gases than that allowed for water.

(c) Oxy's proposed maximum surface injection pressures of 1250 psi for CO2 and 1770 psi for produced gases are based on the step rate tests performed in 2008 and take into account the hydrostatic pressure differences between the substances.

(d) Oxy's proposed maximum surface injection pressures of 1250 psi for CO2 and 1770 psi for produced gases will allow injection operations to be conducted well below the bottomhole parting pressures evidenced by the step-rate tests performed in 2008.

(e) Oxy's requested maximum surface injection pressures for water, CO2 and produced gases should be approved.

22. With respect to Oxy's request for an exception to the limiting gas-oil ratio set forth in NMAC 19.15.20.13, Oxy provided testimony that Rules 19.15.20.12 (Depth Bracket Allowables) and 19.15.20.13 (Gas Oil Ratio Limitation) should not apply to enhanced oil recovery projects.

23. With respect to Oxy's request for an exception to the one-year commencement of injection required by NMAC 19.15.26.12.C, the evidence establishes that due to the time frames associated with the design, procurement and construction of the necessary facilities, injection operations in the South Hobbs Project Area are not expected to commence before September of 2015. Accordingly, it is reasonable to allow for a three year period of time to commence injection operations.

24. Based on the extensive area of review analysis performed by Oxy, as well as the low level of activity in the subject area by other operators, the Commission finds it is unnecessary to update the existing area of review analysis for a period of five years.

8

However, if any well commences injection operations more than five years after the date of this order, Oxy should submit a statement to the Division that there have been no substantive changes to the area-of-review information submitted, or a statement describing any substantive changes.

25. Pursuant to NMAC 19.15.25.13.E, and based on the evidence presented on Oxy's SCADA system and proposed real time pressure monitoring devices, the Commission finds it is appropriate to conduct mechanical integrity tests on temporarily-abandoned wells equipped with real-time pressure monitoring devices once every five years.

26. Pursuant to NMAC 19.15.25.14, and based on the evidence presented on Oxy's SCADA system and proposed real-time pressure monitoring devices, the Commission finds it is appropriate to conduct mechanical integrity tests on injection wells in the South Hobbs Project Area once every two years as recommended by the Division.

27. The geologic and other evidence presented demonstrates Oxy should be allowed to set packers in injection wells in the South Hobbs Project Area anywhere above the uppermost injection perforations or casing shoes, so long as the packer is set below the top of the Grayburg formation.

28. With respect to Oxy's request to modify the cement bond log requirements under Rule 15 of the Special Rules for the South Hobbs Grayburg-San Andres Unit Pressure Maintenance Project, the Commission finds that a cement bond log should be run prior to placing a well on injection, but agrees there is no need to run a cement bond log on a producing well each time the rods and/or tubing are pulled.

29. The Commission further finds that the remaining four additional requirements proposed by the Division in its prehearing statement are appropriate for the South Hobbs Project Area.

30. With respect to Oxy's request that its proposed expanded injection authority qualify for the recovered oil tax rate pursuant to the Recovery Act, the evidence establishes that:

(a) Oxy's planned enhanced oil recovery project in the South Hobbs Project Area should result in the recovery of an additional 33.2 million barrels of oil that may otherwise not be recovered, thereby preventing waste.

(b) The South Hobbs Project Area has been so depleted that it is prudent to apply enhanced recovery techniques to maximize the ultimate recovery of crude oil;

(c) The application is economically and technically reasonable and has not been prematurely filed; and

Page 31 of 38

Released to Imaging: 2/23/2023 11:46:20 AM

Case No. 14981 Order No. R-4934-F Page 10

(d) The proposed tertiary recovery project meets all of the criteria for certification as a qualified "enhanced recovery project" under the Recovery Act and the Rules. NMSA 1978, Section 7-29A-4; 19.15.6.8.E NMAC.

31. The proposed tertiary recovery project will prevent waste, protect correlative rights, and should be approved with certain conditions.

THE COMMISSION CONCLUDES THAT:

1. The Commission is empowered to regulate the injection of natural gas or of any other substance into any pool in this state for the purpose of repressuring, cycling, pressure maintenance, secondary or any other enhanced recovery operations and to regulate the disposition of water produced or used in connection with drilling for or producing of oil or gas, and to regulate the disposition of nondomestic waste resulting from the treatment of natural gas or the refinement of crude oil to protect public health and the environment. NMSA 1978 § 70-2-12(B)(14, 15, 22). The Commission has a statutory duty to prevent waste and protect correlative rights. NMSA 1978 § 70-2-11(A).

2. Oxy has provided substantial evidence to support the approval of the authority to inject CO2, and produced water and produced gases into the South Hobbs Project Area subject to the conditions provided in this Order, which conditions are necessary to prevent waste and protect correlative rights and public health and the environment.

3. The Commission concludes Rules 19.15.20.12 (Depth Bracket Allowables) and 19.15.20.13 (Gas Oil Ratio Limitation) do not apply to enhanced oil recovery projects, and therefore, neither a limiting gas-oil ratio nor an oil allowable shall apply to this tertiary recovery project.

4. Rule 19.15.26.12(C) allows an extension of the one year deadline for injection authority for good cause. Oxy has provided substantial evidence concerning the size and complexity of the project to show good cause and to support the Commission extension of the deadline for initial injection to three years.

5. The Commission and the Division have the authority to certify "enhanced recovery projects" that are eligible for a "recovered oil tax rate" under the Enhanced Oil Recovery Act, NMSA 1978, Sections 7-29A-1 to -5 (1992) and under the Rules, 19.15.6 NMAC. The South Hobbs Grayburg-San Andres Unit Pressure Maintenance Project, as expanded by this Order, meets the requirements for certification as an enhanced recovery project and a tertiary recovery project under the Recovery Act and the Rules. The South Hobbs Project Area shall be designated as the area to be affected by the enhanced recovery project.

Page 11

IT IS THEREFORE ORDERED THAT:

The provisions of this order shall govern the tertiary recovery project 1. described herein. The provisions of Orders Nos. R-4934 and R-4934-E remain applicable to the ongoing waterflood operations for the South Hobbs Grayburg-San Andres Unit Pressure Maintenance Project, except to the extent that the governing provisions are inconsistent with this order.

Oxy is authorized to implement a tertiary recovery project by the injection 2. of CO2, and produced water and produced gases from the Hobbs Field into the Grayburg and San Andres formations underlying the following acreage, which shall be known as the South Hobbs Project Area:

> TOWNSHIP 18 SOUTH, RANGE 38 EAST, NMPM Section 33: SE/4 SE/4 Section 34: SW/4 and W/2 NW/4

TOWNSHIP 19 SOUTH, RANGE 38 EAST, NMPM

Sections 3, 4; and 5: All Section 6: N/2 and SE/4 Section 8: N/2 NW/4, E/2 NE/4, and N/2 SE/4 Section 9: N/2, N/2 SW/4, and SE/4 Section 10: All Section 11: SW/4 SW/4 Section 14: W/2 NW/4 Section 15: All Section 16: **NE/4 NE/4**

3. The injection of CO2, water and produced gases is initially authorized for the 30 existing injection wells and 23 additional injection wells listed on Exhibit "A" attached to this order. Application for approval of additional injection wells in the South Hobbs Project Area shall be filed in accordance with NMAC 19.15.26.8 and may be approved administratively by the Division Director without notice and hearing.

4. The injection authority granted herein for the wells shown on Exhibit "A" shall terminate three years after the date of this order if the operator has not commenced tertiary injection operations in the South Hobbs Project Area; provided, however, the Division, upon written request by the operator, may grant an extension for good cause. Furthermore, in accordance with NMAC 19.15.26.12.C (Abandonment of Injection Operations), whenever there is a one-year period of non-injection into all wells in the project area, the Division shall consider the project abandoned and the authority to inject shall automatically terminate.

For any injection well shown on Exhibit "A" in which tertiary injection 5. operations commence more than five years after the date of this order, the operator shall submit to the Division either: (i) a statement certifying that there have been no

Released to Imaging: 2/23/2023 11:46:20 AM

Page 33 of 38

no substantive changes in the information furnished in support of the subject application concerning the status or construction of any well that penetrates the injection interval within the one half (1/2) mile area of review around the injection well; or (ii) a statement describing any substantive changes. This statement shall be submitted to the Division's Santa Fe office within a period no more than twelve months and no less than sixty days before injection operations commence in the well.

6. The injection wells or pressurization system within the South Hobbs Project Area shall be equipped with a pressure control device or acceptable substitute that will limit the surface injection pressure to no more than:

1100 psig for injection of water only;1250 psig for injection of CO2 only; and1770 psig for injection of produced gases.

7. The Division Director may administratively authorize an increase in surface injection pressure upon a showing by the operator that such higher pressure will not result in the fracturing of the injection formation or confining strata.

8. The operator shall take all necessary steps to ensure that the injected gases and fluids enter only the Grayburg and/or San Andres formations and are not permitted to escape to other formations or to the surface from injection, production, or plugged and abandoned wells.

9. A one-way automatic safety value shall be installed at the surface of all injection wells to prevent flow-back of the injected gas during an emergency, start-up or shut-down operations.

10. Injection shall be accomplished through fiberglass-lined tubing and a nickel plated packer. The packer shall be set as close as practical to the uppermost injection perforations or casing shoe (of any open hole completion), so long as the packer set point remains below the top of the Grayburg formation.

11. The casing-tubing annulus shall be filled with an inert packer fluid containing biocide and corrosion inhibitors. A gauge or approved leak-detection device shall be attached to the annulus in order to determine leakage in the casing, tubing or packer.

12. The operator shall use a special type of cement on all new injection wells that is designed to withstand the corrosive environment. The cement design shall contain more than three percent (3%) tricalcium aluminate (C3A) in this High Sulfate Resistance (HSR) environment.

13. The operator is no longer required to run a cement bond log on a producing well each time the rods and/or tubing are pulled from the well. However, prior to placing any well on injection, a cement bond log shall be run on said well and copies of all cement bond logs shall be sent to the Division's Hobbs District Office. If any well

is found to have inadequate casing cement bond, such measures as may be necessary to prevent leakage or migration of fluids within the wellbore shall be taken before placing the well on injection.

14. Prior to commencing injection operations, the casing in each of the injection wells within the South Hobbs Project Area shall be pressure tested throughout the interval from the surface down to the proposed packer setting depth to assure the integrity of such casing.

15. A mechanical integrity test shall be conducted on all injection wells once every two years.

16. Pursuant to NMAC 19.15.25.13.E, a mechanical integrity test shall be conducted on all temporarily-abandoned wells equipped with real-time pressure monitoring devices once every five years.

17. Injection operations shall be conducted in a closed loop system, and the trucking of fluids is not allowed.

18. Oxy shall not commence injection operations anywhere within one-half (1/2) mile of the Chevron operated Herradura Well No. 3 (API No. 30-022-35933) until Oxy provides a cement bond log to the Division's Hobbs District Office demonstrating that adequate cement exists in this well to prevent migration of the injection fluids out of the proposed injection interval.

19. The operator shall immediately notify the supervisor of the Division's Hobbs District Office of the failure of the tubing, casing or packer in any of the injection wells, or the leakage of water, oil or gas from or around any producing or plugged and abandoned well within the project area, and shall promptly take all steps necessary to correct such failure or leakage.

20. Oxy shall maintain recorded data from its SCADA system for the South Hobbs Project Area for inspection by the Division for a reasonable period of time to be determined and agreed upon through consultation between Oxy and the Division's Hobbs District Office.

21. No limiting gas-oil ratio or oil allowable applies to this enhanced oil recovery project.

22. The hydrogen sulfide contingency plan for the South Hobbs Project Area shall be reviewed and amended as necessary pursuant to 19.15.11.9.F NMAC.

23. The South Hobbs Grayburg-San Andres Unit Pressure Maintenance Project is hereby certified as an enhanced recovery project and as a tertiary recovery project pursuant to the Recovery Act and the Rules. The South Hobbs Project Area is designated as the area to be affected by the enhanced recovery project. To be eligible for

Released to Imaging: 2/23/2023 11:46:20 AM

the recovered oil tax rate, the operator shall advise the Division of the date and time C02 injection commences within the project area. At that time, the Division will certify the project to the New Mexico Taxation and Revenue Department.

24. At such time as a positive production response occurs, and within seven years from the date the project was certified to the New Mexico Taxation and Revenue Department, the applicant must apply to the Division for certification of a positive production response pursuant to the Recovery Act, NMSA 1978 Section 7-29A-3, and the Rules, 19.15.6.E NMAC. This application shall identify the area benefiting from enhanced oil recovery operations and the specific wells eligible for the recovered oil tax rate. The Division may review the application administratively or set it for hearing. Based upon the evidence presented, the Division will certify to the New Mexico Taxation and Revenue Department those wells that are eligible for the recovered oil tax rate. Oxy must also report annually to the Division to confirm that the project is still a viable EOR project as approved. 19.15.6.F NMAC.

25. Jurisdiction of this case is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on this 18th day of July, 2013.



SEAL

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION Page 36 of 38

ROBERT BALCH, Member

7-111-1

TERRY WARNELL, Member

Bandy

JAMI BAILEY, Chair

Received by OCD: 6/21/2022 10:37:42 AM -

Case No. 14981 Order No. R-4934-F Page 15

· .

Page 37 of 38

Exhibit "A"

List of Injectors in South Hobbs Unit Project 53 Total Injectors

						Proposed Injectants	· · · · · · · · · · · · · · · · · · ·
	-	·	Unit	Township &	· ·	Purchased CO2/Water or	
. <u>No.</u>	API Number	Section	Letter	Range	Footage Location	Produced Gas/CO2/Water	Current Status
<u>.</u>							A office for the
SHU 128	30-025-28332	3	D	19-5 ; 38-E	335 FNL & 520 FWL	Purchased CO2/water	Active Injector
SHU 240	30-025-35342	34	м	18-S; 38-E	571 FSL & 1302 FWL	Purchased CO2/Water	Active Producer
SHU 36	30-025-07588	3	F	19-5;38-E	1980 FNL & 1980 FWL	Purchased CO2/Water	Active injector
SHU 37	30-025-07584	3	G	19-S; 38-E	1980' FNL & 2310' FEL	Purchased CO2/water	Active Breducer
SHU 188	30-025-28982	S S	к	19-S; 38-E	1493 FSL & 1802 FWL	Produced Gas/CO2/Water	Active Producer
SHU 189	30-025-29085	5		19-5;38-E	1685 FSL & 2475 FEL	Produced Gas/CO2/Water	Active Producer
SHU 190	30-025-29082	5		19-5;38-E	1568 FSL & TIUS FEL	Produced Gas/CO2/Water	Active Producer
SHU 191	30-025-28983	4		19-5;38-E	1585 FSL & 395 FWL	Produced Gas/CO2/Water	Active Producer
SHU 140	30-025-28343		L .	19-5;38-E	1485 FSL & 1245 FWL	Produced Gas/CO2/Water	Active Producer
SHU 141	30-025-28344	4	ĸ	19-5; 38-E	1478 FSL & 2595 PWL	Produced Gas/CO2/Water	Active Producer
SHU 142	30-025-28345	4	0	19-5;38-E	1310 FSL & 1370 FEL	Produced Gas/CO2/Water	Active Producer
SHU 145	30-025-28348	5		19-5;38-E	1577 FSL & 1984 FWL	Porchased Co2/water	TA'd blocker
SHU 71	30-025-07670	9		19-S; 38-E	1650 FNL & 990 FWL	Produced Gas/CO2/Water	Active triester
SHU 63	30-025-07662	9		19-5; 38-E	660 FNL & 1980 FWL	Produced Gas/CO2/Water	Active Reeducer
SHU 154	30-025-28357	9	В	19-S; 38-E	11163 FNL & 2600 FEL	Produced Gas/CO2/Water	Active Producer
SHU 155	30-025-28358	9	В	19-5;38-E	1158 FNL & 1568 FEL	Produced Gas/CU2/water	Active Producer
SHU 156	30-025-28359	9	н	19-5 ; 38-E	1370 FNL & 330 FEL	Produced Gas/CO2/Water	Active Producer
SHU 83	30-025-07668	9	1	19-S; 38-E	1980 FSL & 1980 FEL	Produced Gas/CO2/Water	TA'd Deeduser
SHU 91	30-025-20047	9		19-5;38-E	1990 FSL & 330 FEL	Produced Gas/CO2/water	Active telester
	30-025-28305			19-5 ; 38-E	645 FNL & 453 FWL	Purchased CO2/Water	Active Injector
E 4000	30-025-28306	4	C .	19-5;38-E	1645 FNL & 2045 FWL	Purchased CO2/Water	Active Injector
COOP 4	30-025-28307		- A	19-5;38-E	494 FNL & 1025 FEL	Purchased CO2/Water	Active Injector
	30-025-28308	34		18-S; 38-E	1980 FSL & 646 FWL	Purchased CO2/Water	Active Injector
	30-025-28309	34	E	18-5;38-6	1950 FNL & 535 FWL	Purchased CO2/Water	Active Injector
COOP 9	30-025-28968	34		18-S; 38-E	717 FNL & 651 FWL	Purchased CO2/Water	Active Injector
	30-025-28969	34		18-5; 38-6	2564 FSL & 1607 FWL	Purchased CO2/Water	Active Injector
	30-025-28970	34		18-5; 38-6	2500 FSE & 1660 FVVE	Purchased CO2/Water	Active Injector
	30-025-28971	34		18-5;38-E	636 FSL & 2348 FWL	Purchased CO2/Water.	Active Injector
	30-025-28972	1	в	19-5; 38-E	505 FNL & 2560 FEL	Purchased Coz/Water	Active Injector
510 209	30-025-29522	8		19-5;38-6	265 FNL & 1090 FEL	Produced Gas/CO2/Water	Renoted New Orill - Vertical
SHU 92K	180	10	M.	19-5; 38-E		Produced Gas/CO2/Water	Proposed New Drill - Vertical
5HU 95K	TBD	10		19-5 ; 38-E	990 FSL & 2310 FEL	Produced Gas/CO2/Water	Broposed New Drill - Vertical
VP1	180	· 6		19-5; 38-E	TBD	Purchased CO2/Water	Proposed New Drill - Vertical
VP2	TBD	6		19-S ; 38-E		Purchased Co2/Water	Proposed New Drill - Vertical
VSR2	TBD	15		19-5; 38-E		Produced Gas/CO2/Water	Proposed New Orlin - Vertical
VSR3		15		19-5; 38-E	IBD .	Produced Gas/CO2/Water	Proposed New Drift - Vertical
DSRI	TBD	4	1 !	19-5; 38-E		Produced Gas/CO2/Water	Proposed New Drift - Orectional
DSR2		4		19-5;38-E		Produced Gas/CO2/Water	Proposed New Drill - Directional
DSR3			1	19-5; 38-E	TBD	Produced Gas/CO2/Water	Proposed New Drill - Directional
DSR4	180 .	4	K	19-5;38-6		Produced Gas/CO2/Water	Proposed New Drift - Directional
DSAG	160	. 4	K V	19-5; 38-E		Produced Gas/CO2/Water	Proposed New Drill - Directional
		4		19-5; 38-6		Produced Gas/CO2/Water	Proposed New Drill - Directional
D\$R7			1	19-3; 30-6	ITED	Produced Gas/CO2/Water	Proposed New Drill - Directional
0520		5		19-3; 38-5		Produced Gas/CO2/Water	Proposed New Driff - Directional
DSB10	TBO		15 1	10.5 · 38.F	TBD	Produced Gas/CO2/Water	Proposed New Drill - Directional
DŚB11		5		19-5 38-F	Тар	Produced Gas/CO2/Water	Proposed New Drill - Directional
D\$912		10		19.5 . 38.F	TAD	Produced Gas/CO2/Water	Proposed New Drill - Directional
DSR13		10		19-5 - 38-F	ITAD	Produced Gas/CO2/Water	Proposed New Drill - Directional
DSR14	TRD	10	l ñ	19-5 : 38-F	TBD	Produced Gas/CO2/Water	Proposed New Drill - Directional
203	TRO	ŝ	Ĩ	19-5 18-F	твр	Produced Gas/CO2/Water	Proposed New Drill - Directional
143	TRD	Ā	1	19-5 : 38-F	тар	Produced Gas/CO2/Water	Proposed New Drill - Directional
P144	TBD	4		19-5 38-F	Тар	Produced Gas/CO2/Water	Proposed New Drill - Directional

15

.)

Released to Imaging: 2/23/2023 11:46:20 AM

۰.

District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 District IV

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3470 Fax: (505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS

Operator:	OGRID:
OCCIDENTAL PERMIAN LTD	157984
P.O. Box 4294	Action Number:
Houston, TX 772104294	119041
	Action Type:
	[C-108] Fluid Injection Well (C-108)

CONDITIONS

Created By	Condition	Condition Date
mgebremichael	None	2/23/2023

CONDITIONS

Page 38 of 38

Action 119041