Striker 4 SWD # 1 (30-025-49364)
NGL Water Solutions Permian (OGRID # 372338)
Lea County, New Mexico

Step Rate Test Procedure

- 1. Have 2,500 Bbls of saltwater available to perform the test.
- 2. Install lubricator on well head. GIH w/ slickline and dual quartz crystal BHP recording bombs. Set BHP bombs at 5586' (i.e., top perforation). BHP bombs should be rated for a pressure range from atmospheric to 5000 psi, and set for a pressure sampling rate of one pressure recording event 15 seconds.
- 3. Install a quartz crystal recording pressure gauge well head to measure the surface injection pressure of the tubing string. This gauge should be rated for a pressure range from atmospheric to 5000 psi and record one pressure record every 15 seconds. The BHP bomb internal time shall be synchronized with the internal time of the surface recording device.
- 4. The well should be left shutin for at least 1 hour after the BHP pressure gauge and surface pressure gauges have been installed, so that the initial static pressures can be measured.
- 5. Pump into the well at the following 11 step rates. Each rate/step should be for 20 minutes. It is important that all steps be roughly for the same time duration of approximately 20 minutes.
 - a. 0.5 Bbl/min
 - b. 1 Bbl/min
 - c. 2 Bbl/min
 - d. 3 Bbl/min
 - e. 4 Bbl/min
 - f. 5 Bbls/min
 - g. 8 Bbl/min
 - h. 10 Bbl/min
 - i. 12 Bbl/min
 - i. 14 Bbl/min
 - k. 16 Bbl/min
- 6. At the end of the last step, perform a hard shut down, and record the ISIP and continue to measure the pressures for 30 minutes after injection shut down.
- 7. Retrieve the BHP bombs and download BHP data.
- 8. Rig down all equipment.

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Step Rate Test - Water Calculation

Rate	Step Time	Step Volume
(Bbl/Min)	(Min.)	(Bbls)
0.5	20	10
1	20	20
2	20	40
3	20	60
4	20	80
5	20	100
8	20	160
10	20	200
12	20	240
14	20	280
16	20	320
	Total =	1510

Office	State of New Mexico	Form C-1833
<u>District I</u> – (575) 393-6161 Energ	y, Minerals and Natural Resources	Revised July 18, 2013
1625 N. French Dr., Hobbs, NM 88240 District II – (575) 748-1283		WELL API NO. 30-025-49364
811 S. First St., Artesia, NM 88210 OIL	CONSERVATION DIVISION	5. Indicate Type of Lease
<u>District III</u> – (505) 334-6178 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Francis Dr.	STATE FEE X
<u>District IV</u> – (505) 476-3460	Santa Fe, NM 87505	6. State Oil & Gas Lease No.
1220 S. St. Francis Dr., Santa Fe, NM 87505		
SUNDRY NOTICES AND F		7. Lease Name or Unit Agreement Name
(DO NOT USE THIS FORM FOR PROPOSALS TO DRII DIFFERENT RESERVOIR. USE "APPLICATION FOR I		Striker 4 SWD
PROPOSALS.)	X Other Saltwater Disposal Well	8. Well Number 1
2. Name of Operator	-	9. OGRID Number
NGL Waste Services,	LLC	333302
3. Address of Operator 865 N. Albion Street, Suite 400, Den	ver CO, 80220	10. Pool name or Wildcat
4. Well Location	South	174 0 0 1 West 11
	Feet from the South line and Incomplied Foundation Sout	
Section	ion (Show whether DR, RKB, RT, GR, e	Title 111
11. Elevat	ion (show whether DR, RRB, R1, GR, e	
12. Check Appropriate	e Box to Indicate Nature of Notic	e, Report or Other Data
NOTICE OF INTENTION	NTO: SI	JBSEQUENT REPORT OF:
	D ABANDON REMEDIAL WO	
TEMPORARILY ABANDON CHANGE	PLANS COMMENCE D	DRILLING OPNS. □ P AND A □
PULL OR ALTER CASING MULTIPLE	E COMPL	ENT JOB
DOWNHOLE COMMINGLE		
CLOSED-LOOP SYSTEM OTHER:	▼ OTHER:	П
		and give pertinent dates, including estimated date
of starting any proposed work). SEE R proposed completion or recompletion.	ULE 19.15.7.14 NMAC. For Multiple (Completions: Attach wellbore diagram of
NGL is seeking to increase the po	ermitted injection pressure of this wel	l.
Step Rate Test to be performed f	ollowing the attached SRT procedure	
NGL proposes to conduct SRT w	rithout MIT on grounds that:	
Well is new;		
Well passed MIT in 2022	2; and	
No injection has occurre	ed at the Well.	
	_	
Spud Date:	Rig Release Date:	
T1 1 10 10 11 11 10 11 11 11 11 11 11 11		11 11 6
I hereby certify that the information above is true	e and complete to the best of my knowle	dge and belief.
SIGNATURE //	TITLE Regulatory Director	DATE_12.14.2022
Type or print name Joseph Vargo	E-mail address: joseph.varg	o@nglep.com PHONE: 303-815-1010
For State Use Only	E-man address: Josephitans	PHUNE:
APPROVED BY:	TITLE	DATE
Conditions of Approval (if any):		

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

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

Action 167318

CONDITIONS

Operator:	OGRID:
NGL Waste Services, LLC	329268
1008 Southview Circle	Action Number:
Center, TX 75935	167318
	Action Type:
	[C-103] NOI General Sundry (C-103X)

CONDITIONS

Created By	Condition	Condition Date
mgebremichael	The operator shall install pressure and temperature sensors on tubing and annulus and take measurements before the well is shut-in, during 48 hours shut-in and during SRT stepwise injections. These steps are conditions for waiving pre SRT MIT given the well is new and never injected fluid and also a successful MIT was conducted.	12/21/2022