Initial

Application

Part I

Received: <u>06/26/2019</u>

This application is placed in file for record. It MAY or MAY NOT have been reviewed to be determined Administratively Complete

06/26/19	REVIEWER: DHR	TYPE: SWD	APP NO:	pDHR1934755981
-	ABOVE	THIS TABLE FOR OCD DIVISION USE OF	NLY	1

NEW MEXICO OIL CONSERVATION DIVISION



	INLAN IVILATED OIL CONSLINA		9
	- Geological & Engineering 1220 South St. Francis Drive, Sant		1
			OF RVATION V
	ADMINISTRATIVE APPLICATI THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS.		DIVISION RULES AND
	REGULATIONS WHICH REQUIRE PROCESSING AT THE		DIVISION ROLLS / WD
۱p	oplicant: AWR Disposal, LLC	OGRID	Number: <u>328805</u>
۷e	ell Name: Bowen #1 SWD	API:	
O	Proposed: SWD, Devonian, Fusselman, Montoya	Pool Co	ode:
,	SUBMIT ACCURATE AND COMPLETE INFORMATION REQUI		E TYPE OF APPLICATION
1)	TYPE OF APPLICATION: Check those which apply for [A A. Location – Spacing Unit – Simultaneous Dedication — NSL	_)
	B. Check one only for [I] or [II] [I] Commingling – Storage – Measurement DHC CTB PLC PC C [II] Injection – Disposal – Pressure Increase – Enha WFX PMX SWD IPI E		SWD-2356
		ок <u></u>	FOR OCD ONLY
2)	NOTIFICATION REQUIRED TO: Check those which apply A. Offset operators or lease holders	1.	Notice Complete
	B. Royalty, overriding royalty owners, revenue owC. Application requires published notice	<i>y</i> ners	Application Content
	D. Notification and/or concurrent approval by SL	.0	Complete
	E. Notification and/or concurrent approval by BL	-M	Complete
	F. Surface ownerG. For all of the above, proof of notification or putH. No notice required	ıblication is attache	ed, and/or,
3)	CERTIFICATION: I hereby certify that the information su administrative approval is accurate and complete to tunderstand that no action will be taken on this applicant notifications are submitted to the Division.	the best of my know	vledge. I also
	Note: Statement must be completed by an individual with	ı managerial and/or super	visory capacity.
		June 26, 2019	

Date Randall Hicks (agent) Print or Type Name 505 238 9515 Phone Number r@rthicksconsult.com Signature e-mail Address

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 Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

FORM C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

\neg		
- 1	AMENDED	REPORT

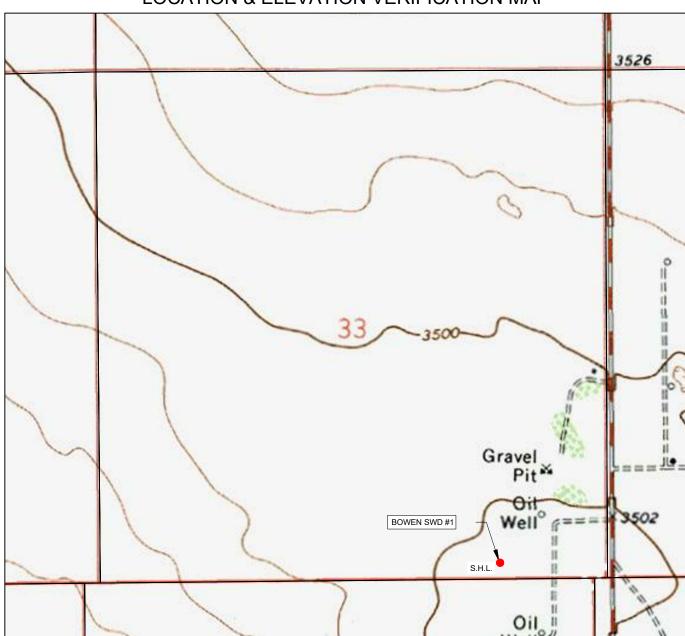
	WE	LL LOCATION AND	ACREAGE DEDICATION PLAT	
¹ API Numbe	er	² Pool Code	³ Pool Name	
⁴ Property Code		⁵ Pr	operty Name	⁶ Well Number
		B01	WEN SWD	#1
⁷ OGRID №.		⁸ O _I	perator Name	⁹ Elevation
328805		AWR DI	SPOSAL, LLC	3507'

¹⁰Surface Location UL or lot no. Feet from the North/South line Feet from the East/West line County Section Township Range Lot Idn 1063' P 24-S 32-E174' SOUTH LEA 33 **EAST** ¹¹Bottom Hole Location If Different From Surface Range County UL or lot no. Lot Idn Feet from the North/South line Feet from the East/West line Section Township ¹²Dedicated Acres ³Joint or Infill ⁴Consolidation Code ⁵Order No.

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

Y=430256.97	Y=430288.05	Y=430311.0 <u>4</u>	
• • • • • • • • • • • • • • • • • • •	••••••••••••••••••••••••••••••••••••••	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	17OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.
			Signature Date Printed Name
X=740963.27 V Y=427615.62		X=746250.14 Y=427670.60	E-mail Address 18SURVEYOR CERTIFICATION
V 1-4210 1332		1-42/0/030	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 to the best of my belief.
			Date of Survey Signature and Sail of Professional Surveyor
/ / / X=740984.49	SURFACE LOCATION NEW MEXICO EAST NAD 1983 X=745202 Y=425194 LAT.: N 32.1672209 LONG.: W 103.6744872	1063' X=746266.77	11401 E O O O O O O O O O O O O O O O O O O
7-14030439 Y=424974.17	174	Y=425031.12	Certificate Number

LOCATION & ELEVATION VERIFICATION MAP

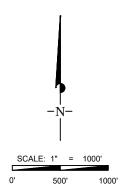


AWR DISPOSAL, LLC

 LEASE NAME & WELL NO.:
 BOWEN SWD #1

 SECTION 33 TWP 24-S RGE 32-E COUNTY LEA STATE NM ELEVATION 3507' DESCRIPTION 174' FSL & 1063' FEL

 LATITUDE N 32.1672209 LONGITUDE W 103.6744872



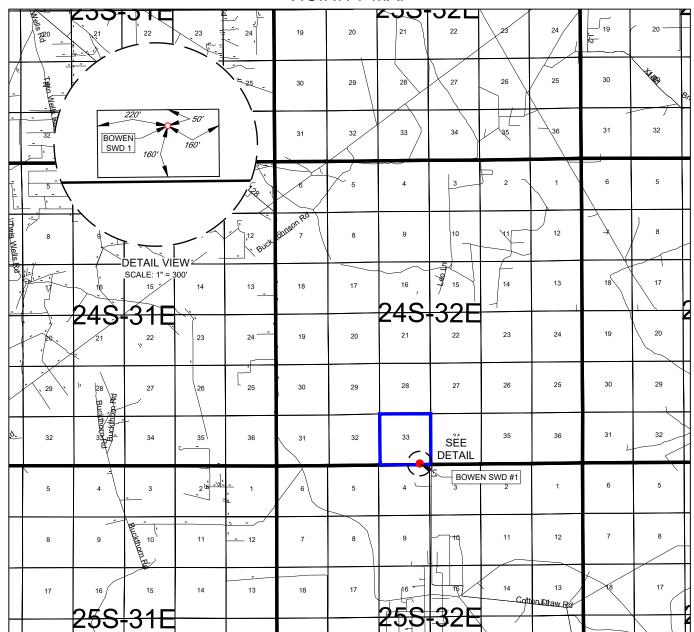
THIS EASEMENT/SERVITUDE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY, AND DATA PROVIDED BY ACCELERATED WATER RESOURCES, LP. THIS CERTIFICATION IS MADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY.

ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM, EAST ZONE OF THE NORTH AMERICAN DATUM 1983, U.S. SURVEY FEET.



TELEPHONE: (817) 744-7512 • FAX (817) 744-7554 2903 NORTH BIG SPRING • MIDLAND, TEXAS 79705 TELEPHONE: (432) 682-1653 OR (800) 767-1653 • FAX (432) 682-1743 WWW.TOPOGRAPHIC.COM

EXHIBIT 2 VICINITY MAP



AWR DISPOSAL, LLC

 LEASE NAME & WELL NO.:
 BOWEN SWD #1

 SECTION __33 __TWP __24-S ___ RGE __32-E ___ SURVEY __N.M.P.M.

 COUNTY ____ LEA ___ STATE ____ NM

DISTANCE & DIRECTION

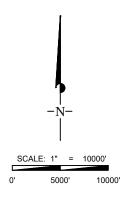
DESCRIPTION _

FROM INT. OF ONSUREZ RD & W. ASH RD., GO EAST ON W. ASH RD. ±1.5 MILES, THENCE NORTH (LEFT) ON HWY 387 ±2.0 MILES, THENCE EAST (RIGHT) ONTO NM-31 ±4.5 MILES, THENCE NORTHEAST (RIGHT) ON NM-128 ±22.8 MILES, THENCE SOUTH (RIGHT) ON J-1 ±3.3 TO A POINT ±1072 FEET SOUTHEAST OF THE LOCATION.

174' FSL & 1063' FEL

THIS EASEMENT/SERVITUDE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY, AND DATA PROVIDED BY AWR DISPOSAL, LLC. THIS CERTIFICATION IS MADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY.

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1400 EVERMAN PARKWAY, Ste. 146 • FT. WORTH, TEXAS 76140

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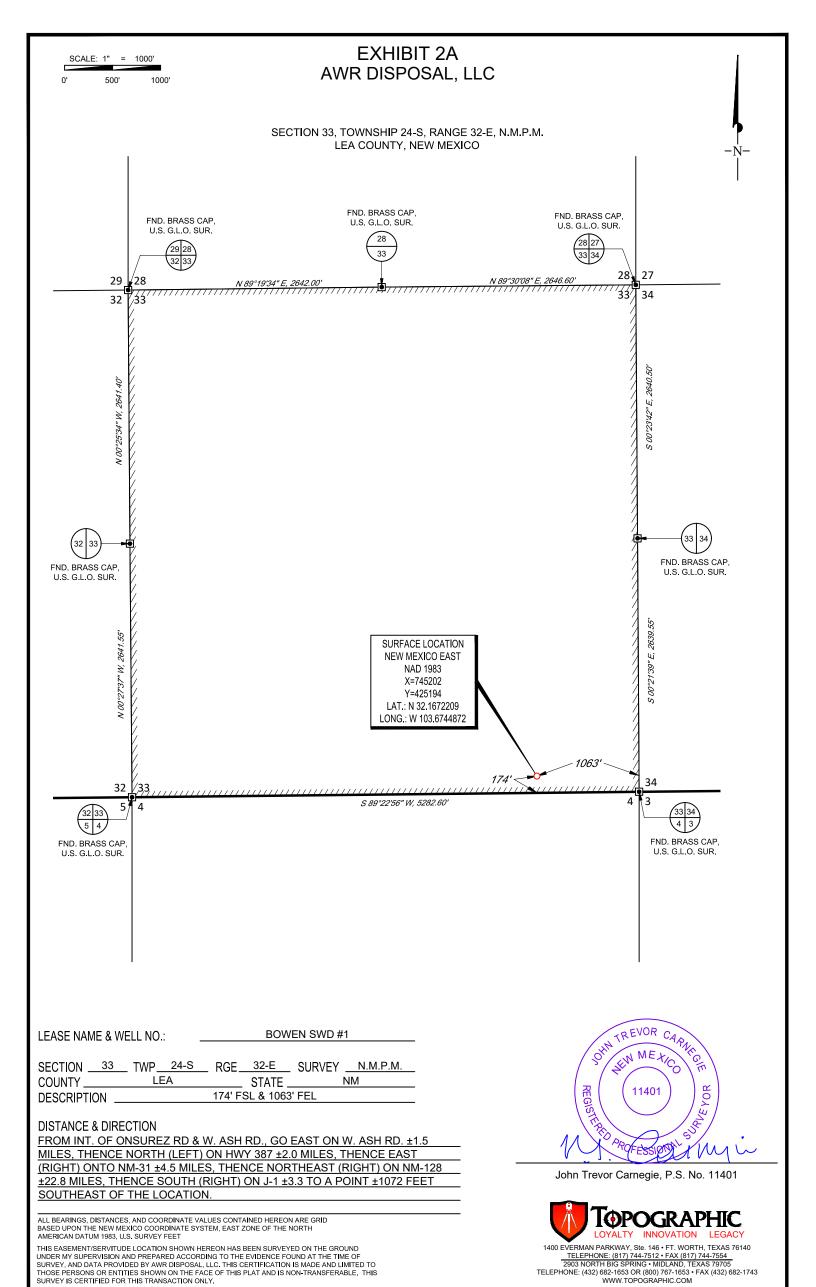
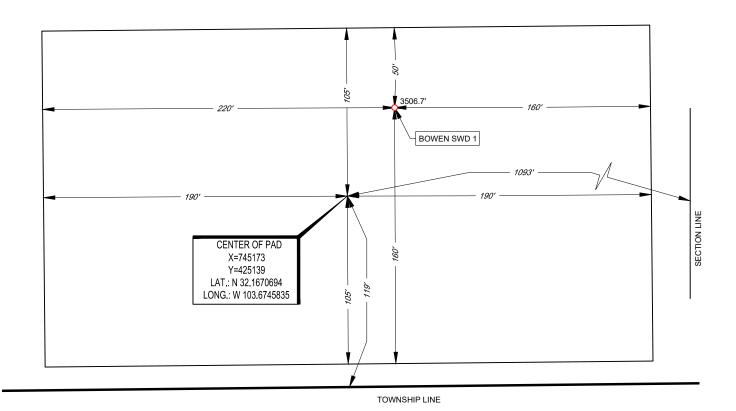


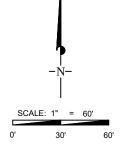
EXHIBIT 2B AWR DISPOSAL, LLC

SECTION 33, TOWNSHIP 24-S, RANGE 32-E, N.M.P.M. LEA COUNTY, NEW MEXICO



LEASE NAME & WELL NO.: BOWEN SWD #1
#1 LATITUDE N 32.1672209 #1 LONGITUDE W 103.6744872

CENTER OF PAD IS 119' FSL & 1093' FEL





THIS PROPOSED PAD SITE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY, AND DATA PROVIDED BY AWD DISPOSAL, LLC. THIS CERTIFICATION IS MADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY.



1400 EVERMAN PARKWAY, Ste. 146 • FT. WORTH, TEXAS 76140

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2903 NORTH BIG SPRING • MIDLAND, TEXAS 79705

TELEPHONE: (432) 682-1653 OR (800) 767-1653 • FAX (432) 682-1743

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STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

FORM C-108 Revised June 10, 2003

APPLICATION FOR AUTHORIZATION TO INJECT

I.	PURPOSE: Application qualifi	Secondary Recovery es for administrative approval?	X	Pressure Maintenance Yes	XDisposal _No	Storage
II.	OPERATOR: _AV	VR Disposal, LLC				
	ADDRESS:330	0 N. A Street, Ste 220, Midland,	TX 7970	05		
	CONTACT PART	Y:Randall Hicks (Agent)]	PHONE: 505 238 95 1	15
III.		mplete the data required on the rev ditional sheets may be attached if a			l proposed for injection	
IV.	Is this an expansion If yes, give the Div	n of an existing project? vision order number authorizing the	Yes e project:	XNo		
V.		dentifies all wells and leases within proposed injection well. This circ				f mile radius circle
VI.	Such data shall inc	of data on all wells of public reco lude a description of each well's ty lugged well illustrating all pluggin	pe, const			
VII.	Attach data on the	proposed operation, including:				
	 Whether the sy Proposed avera Sources and an produced wate If injection is f 	age and maximum daily rate and vorstem is open or closed; age and maximum injection pressur appropriate analysis of injection for; and, for disposal purposes into a zone not resist of the disposal zone formation	re; luid and o	compatibility with the rec	hin one mile of the prop	oosed well, attach a
*VIII	depth. Give the ge total dissolved sol	e geologic data on the injection zon cologic name, and depth to bottom ids concentrations of 10,000 mg/l ediately underlying the injection in	of all und or less) o	lerground sources of drin	king water (aquifers cor	ntaining waters with
IX.	Describe the propo	sed stimulation program, if any.				
*X.	Attach appropriate	logging and test data on the well.	(If well l	ogs have been filed with	the Division, they need	not be resubmitted)
*XI.		analysis of fresh water from two or all well showing location of wells a			le and producing) withi	n one mile of any
XII.		posal wells must make an affirmat vidence of open faults or any other g water.				
XIII.	Applicants must co	omplete the "Proof of Notice" secti	on on the	reverse side of this form		
XIV.	and belief.	eby certify that the information sul	bmitted w			
	NAME: _	_Randall Hicks		TIT	TLE: _Agent	
	SIGNATURE:	_ Kandull H		D	ATE: 12/12/2019	
*	If the information r	SS:R@rthicksconsult.com_ equired under Sections VI, VIII, X te and circumstances of the earlier	X, and XI	above has been previousl	y submitted, it need not	be resubmitted.

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.

INJECTION WELL DATA SHEET

WELL LOCATION: _	174' FSL 1063' FEL FOOTAGE LOCATION	P UNIT LETTER	33 SECTION	24S	32E
		UNII LETTEK		TOWNSHIP	RANGE
WELLI	<u>BORE SCHEMATIC</u>		<u>WELL CC</u> <u>Surface</u>	ONSTRUCTION DAY Casing	<u>IA</u>
		Hole Size:See A	.ttachments	Casing Size:	
		Cemented with:	SX.	or	:
		Top of Cement:	Method Determined:		
			Intermedia	ate Casing	
		Hole Size:		Casing Size:	
		Cemented with:	SX.	or	:
		Top of Cement:		Method Determin	ed:
			Productio	n Casing	
		Hole Size:		Casing Size:	
		Cemented with:	SX.	or	
		Top of Cement:		Method Determin	ed:
		Total Depth:			
			Injection	Interval	
			fee	et to	

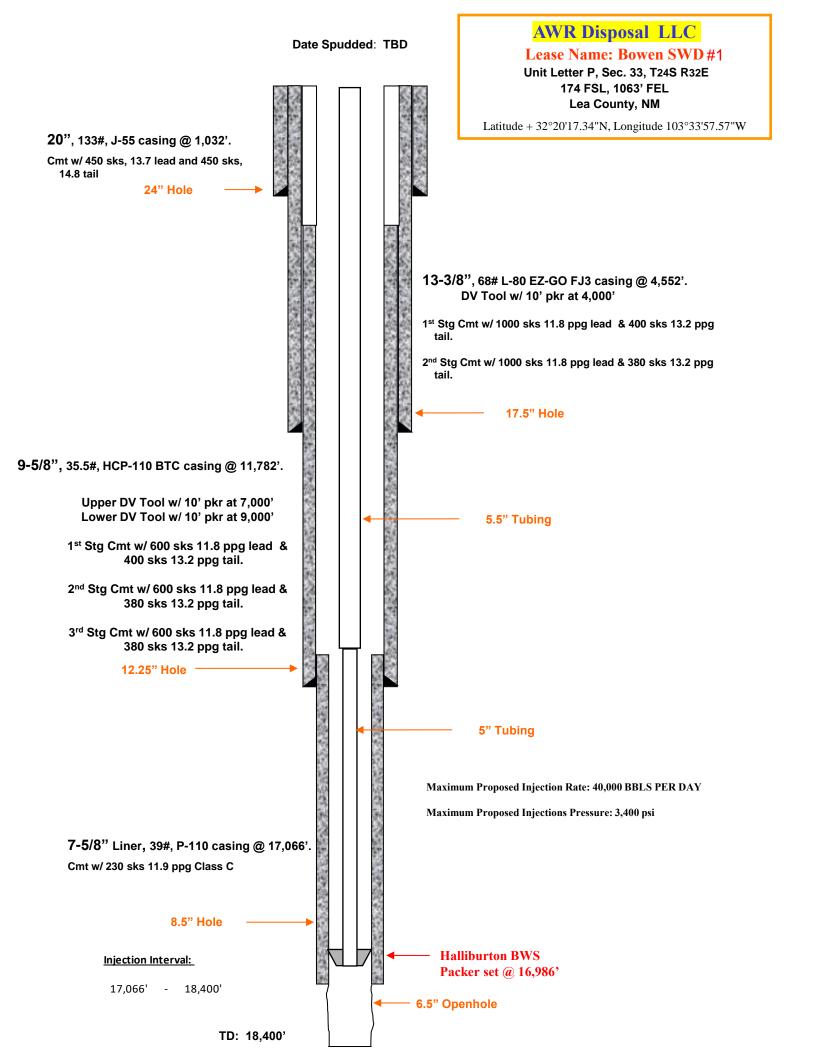
(Perforated or Open Hole; indicate which)

INJECTION WELL DATA SHEET

Tub	ing Size:See AttachmentsLining Material:
Typ	oe of Packer:
Pac	ker Setting Depth:
Oth	ner Type of Tubing/Casing Seal (if applicable):
	Additional Data
1.	Is this a new well drilled for injection?XYesNo
	If no, for what purpose was the well originally drilled?
2.	Name of the Injection Formation:Proposed: SWD, Devonian, Fusselman, Montoya
3.	Name of Field or Pool (if applicable):
4.	Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) usedNo
5.	Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area: _See Attachments_

Attachments to C-108

Copy of well bore diagram
Section III-XII written descriptions to supplement C-108
Plates referenced in written descriptions
Tables referenced in written descriptions
OSE well logs referenced in written descriptions
Section XIII Proof of Notice
Seismic information



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

Lease Name: Bowen SWD #1

Unit Letter P, Section 33, T24S R32E, 174 FSL, 1063 FEL

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

The attached Wellbore Data Sheet provides all of the design specifics required and a tabulation of these data are shown on the diagram.

The formation tops for the Bowen SWD were established by Geologist Herb Wacker. The tops were picked in part by using the offset open hole logs of the surround wells. The Barnett Formation top and deeper formations were picked using GeoMaps and offset deeper well control in Lea County.

3. A description of the tubing to be used including its size, lining material, and setting depth

5-1/2" (20#) internal plastic coated tubing swaged down to 5" (18#) with setting depth of 16,986'

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

A Halliburton BWS Packer will be set at 16,986'.

BOWEN, Section 3	BOWEN, Section 33 OF T24S R32E							
Formation	GL	3507						
Tops	KB	3537						
	SS	TVD						
Rustler	832	2675						
T/Salt	1140	2367						
B/Salt	4490	-983						
T/Lamar	4707	-1200						
Delaware	4760	-1253						
Cherry Canyon	5700	-2193						
Brushy Canyon	7277	-3770						
Bone Spring	8552	-5045						
1st BS Sand	9917	-6410						
2nd BS Sand	10442	-6935						
3rd BS Sand	10917	-7410						
Wolfcamp	12057	-8550						
Penn	а							
Cisco	b							
Canyon	13517	-10010						
Strawn	13897	-10390						
Atoka	14112	-10605						
Morrow	14679	-11172						
Morrow Clastics	15250	-11743						
Morrow Lower	15675	-12168						
Barnett	15578	-12071						
Miss LS	16532	-13025						
Woodford	16850	-13343						
Devonian	17008	-13501						
Fusselman	17662	-14155						
T/Montoya	18200	-14693						
Simpson	18620	-15113						
Ellenburger								
Injection Interval	17066	-13559						
injection interval	18400	-14893						
TD	18400	-14893						

- 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

The proposed injection intervals include the Devonian, Fusselman, and Montoya Formations in an open-hole interval.

(2) The injection interval and whether it is perforated or open-hole.

The depth interval of the open-hole injection interval is 17,066-18,400 (1,334 feet).

(3) State if the well was drilled for injection or, if not, the original purpose of the well.

The well will be drilled for disposal.

(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

There are no perforated intervals, only the open-hole completion described above.

(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.

Tops for the Bowen SWD well were picked in part by using the offset open hole logs on the surrounding wells. The Barnett Formation top and deeper formations were picked using GeoMaps and offset deeper well control in Lea County.

Overlying Oil & Gas Zone (Using GL of 3507'):

Delaware (4760')

1st BS Sand (9917')

2nd BS Sand (10,442')

3rd BS Sand (10,917')

Wolfcamp (12,057')

Strawn (13,897')

Atoka (14,112')

Morrow (14,679')

Barnett (15,578')

Underlying Oil & Gas Zones:

None Exist

The proposed injection intervals in the Pre-Mississippian Carbonates are well cemented and will provide the necessary open hole integrity while allowing salt water to be injected. Because of the competency of the rock, the open hole section has very little chance of collapsing.

IV. Is this an expansion of an existing project No.

- V. Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review
 - Plate 1a identifies all OCD listed wells and API numbers and shows circles with radii of 0.5, 1.0, and 2.0 miles. Note that where numerous wells are closely spaced, the API number may not be labeled for clarity. New wells, active wells, plugged wells, and canceled wells have color-coded symbols.
 - Plate 1b shows only new and active wells and circles with radii of 0.5 and 1.0 miles.
 - Plate 2a presents the lease numbers for the SLO and BLM oil and gas leases and shows circles with radii of 0.5, 1.0, and 2.0 miles. Also shown are areas unleased at this time, and identifies if oil and gas minerals are owned by BLM.
 - Plate 2b presents land ownership for the same area and identifies the oil and gas mineral rights ownership.

Table 1 and Table 2 identify all affected persons within the 1-mile area of review

- Table 1 lists all Oil and Gas Well Operators shown on Plate 1a within a 1.0-mile radius area of review.
- Table 2 lists all lessees, lessors/mineral interests and surface owners (affected persons) within the 1-mile AOR presented on Plate 2a and 2b.

The Bowen SWD #1 location is on private land owned by Basin Properties Ranches LLC, minerals are owned by BLM (Plate 2b).

VI. Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail

According to the data presented in Table 1, there are no wells that penetrate the proposed injection zone within the 1-mile AOR

VII. Attach data on the proposed operation, including:

1. Proposed average and maximum daily rate and volume of fluids to be injected

Proposed Maximum Injection Rate: 40,000 bbl/day Proposed Average Injection Rate: 30,000 bbl/day

2. Whether the system is open or closed

This is will be an open system. All AWR Disposal LLC SWDs may receive produced water and recycled produced water from storage facilities, such as in-ground containments or above-ground steel-walled containments, which are registered or permitted under Rule 34.

3. Proposed average and maximum injection pressure

Proposed Maximum Injection Pressure: 3,400 psi Proposed Average Injection Rate: 2,550 psi

4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water

The attached Table 3 "Produced Water Chemistry of Nearby Wells" provides the requisite analyses. The Delaware and Bone Springs Formations are the subjects of the analyses. These formations will provide most of the produced water to the proposed SWD. At the time of writing, we are unaware of any problems associated with disposal of produced water derived from the Delaware, Avalon, and Bone Springs Formations into the Devonian/Fusselman/Montoya injection zone.

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.).

Table 4 presents formational water quality data from the Go-Tech site for Devonian-producing wells. The closest wells represented in Table 4 are more than 30 miles to the east. The value of these data for the purpose of evaluating potential problems relating to the injections of produced water into the proposed injection interval is probably poor. As stated above, we are unaware of any problems associated with disposal of produced water derived from the Delaware, Avalon, and Bone Springs Formations into the Devonian/Fusselman/Montoya injection zone.

*VIII. Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth.

The proposed injection intervals include the Devonian, Fusselman, and Montoya Formations in an open-hole interval. The proposed injection intervals in the Pre-

Mississippian Carbonates are well cemented and will provide the necessary open hole integrity while allowing saltwater to be injected. Because of the competency of the rock, the open hole section has very little chance of collapsing.

As indicated in Section III.A.2, the approximate depths to the top of the Devonian and the base of the Montoya are 17,008 and 18,620 respectively. The depth interval of the injection interval is 17,066-18,400 (1,334 feet), within the Devonian, Fusselman, and Montoya Formations.

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.

The Rustler Formation and the Chinle Formation yield water to supply wells in southeastern Eddy County and southwestern Lea County. In the immediate area of the Bowen SWD, the closest water well (well USGS-14343) is associated with two ranch building complexes, about 0.4 miles to the north of the Bowen SWD site (Plate 3a). In January of 2013, a depth to water of 289.69 feet was reported by the USGS.

In this area of Lea County, the Chinle yields water to wells from 100-200 feet below the ground surface (bgs) to a depth of about 600 feet. The upper portion of the Rustler Formation yields fresh water to wells in Eddy County and in the area of the Bowen SWD, the depth interval of this potential source of fresh water is about 700-1000 feet. This data suggests that USGS-14343 accesses water within the Chinle Formation.

The locations of all water supply wells listed in public databases are shown in Plate 3b. As stated above, there are no active water supply wells within 1.5 miles of the proposed location. The location of nearby mapped surface water bodies are shown in Plate 4. No mapped surface water exists within the Area of Review.

In the area of the Bowen SWD, the depth interval of the Rustler is about 700-1000 feet bgs, according to the BLM and OCD and, we agree with this assessment. The bottom of the Rustler Formation is characterized by evaporates (anhydrite) and is not considered an underground source of drinking water. Thus, in this area, surface casing required by OCD to prevent impairment of fresh water runs from ground surface to a depth of 991 feet at the proposed Bowen SWD.

IX. Describe the proposed stimulation program, if any

A cleanup acid job may be used to remove mud and drill cuttings from the formation. However, no other formation stimulation is currently planned.

*X. Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted)

Logs will be submitted to OCD upon completion of the well.

*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

No active water supply wells were identified within one mile of the proposed SWD. Data from various sources permit a conclusion that groundwater within the Chinle Formation is potable. In this area, groundwater in the underlying Rustler formation may be relatively brackish.

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

Randall T. Hicks, a Professional Geologist with decades of experience in hydrogeology, affirms, on behalf of AWR Disposal LLC, that

- The USGS has mapped quaternary faults in New Mexico and no such faults are mapped in the area of the proposed Bowen SWD¹
- The Texas Bureau of Economic Geology has mapped older faults (e.g. basement and Woodford) in New Mexico and the closest mapped fault is more than 11 miles to the east²
- With respect to migration of produced water from the injection zone to underground sources of drinking water via faults or other natural conduits, the following conditions were considered
 - The lowest underground source of drinking water is the middle and upper Rustler Formation.
 - More than 15,000 feet of sedimentary rock separates the bottom of the Rustler Formation and the top of the injection zone. Many of the formations that lie between the injection zone and the lowermost aquifer are permeable and contain oil, gas or water at various pressures. Any excursion of injected fluids from the Devonian disposal zone would undoubtedly enter these permeable formations prior to moving through the 2800-foot low-permeability salt zone that underlies the Rustler Formation.

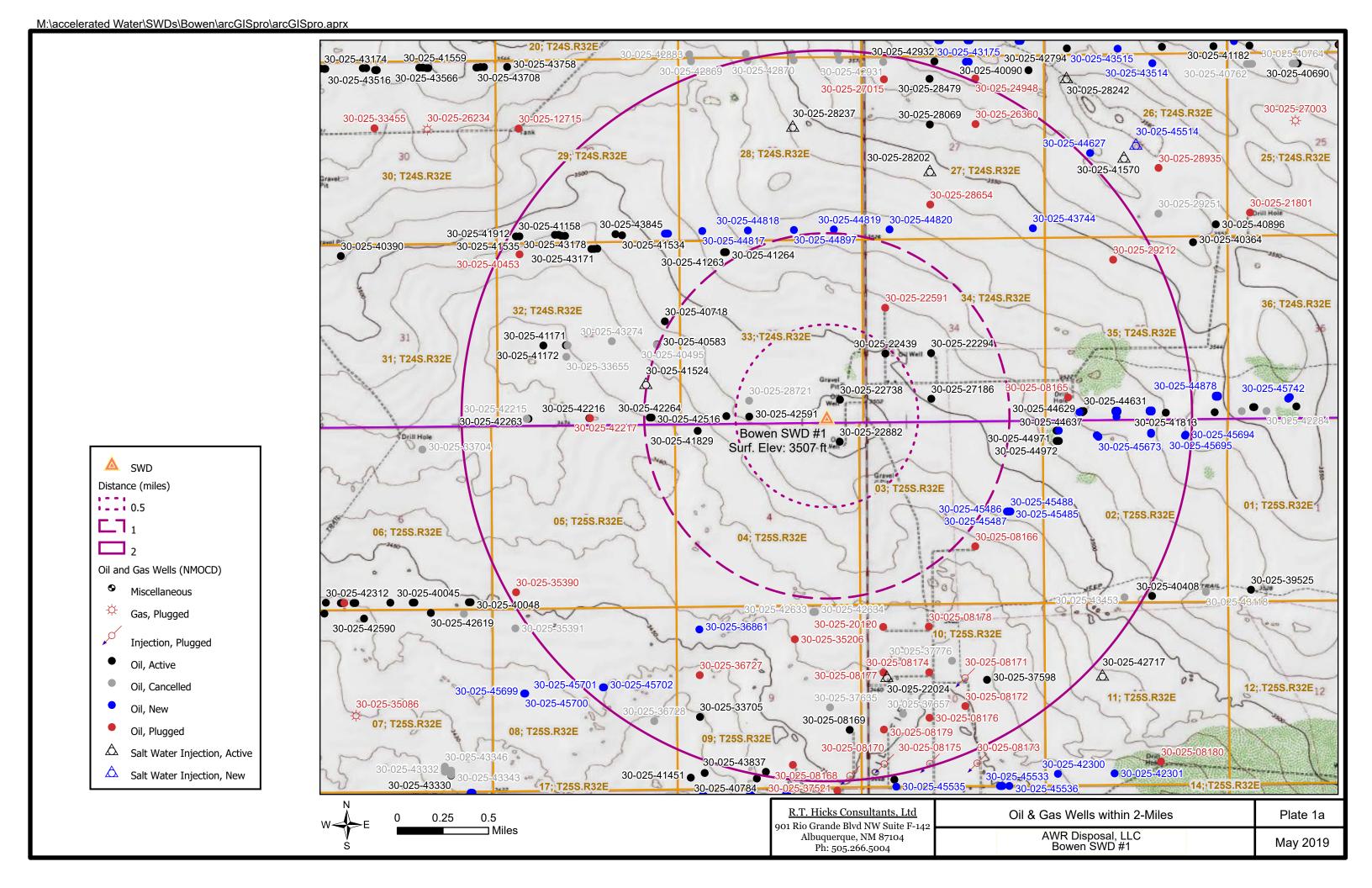
² Bureau of Economic Geology (Accessed April 2019). University of Texas at Austin. Basement Faults (Ewing 1990, Tectonic Map of Texas); Precambrian Faults (Frenzel et al. 1988, Figure 6); Woodord Faults (Comer 1991, plate 1). http://www.beg.utexas.edu/resprog/permianbasin/gis.htm

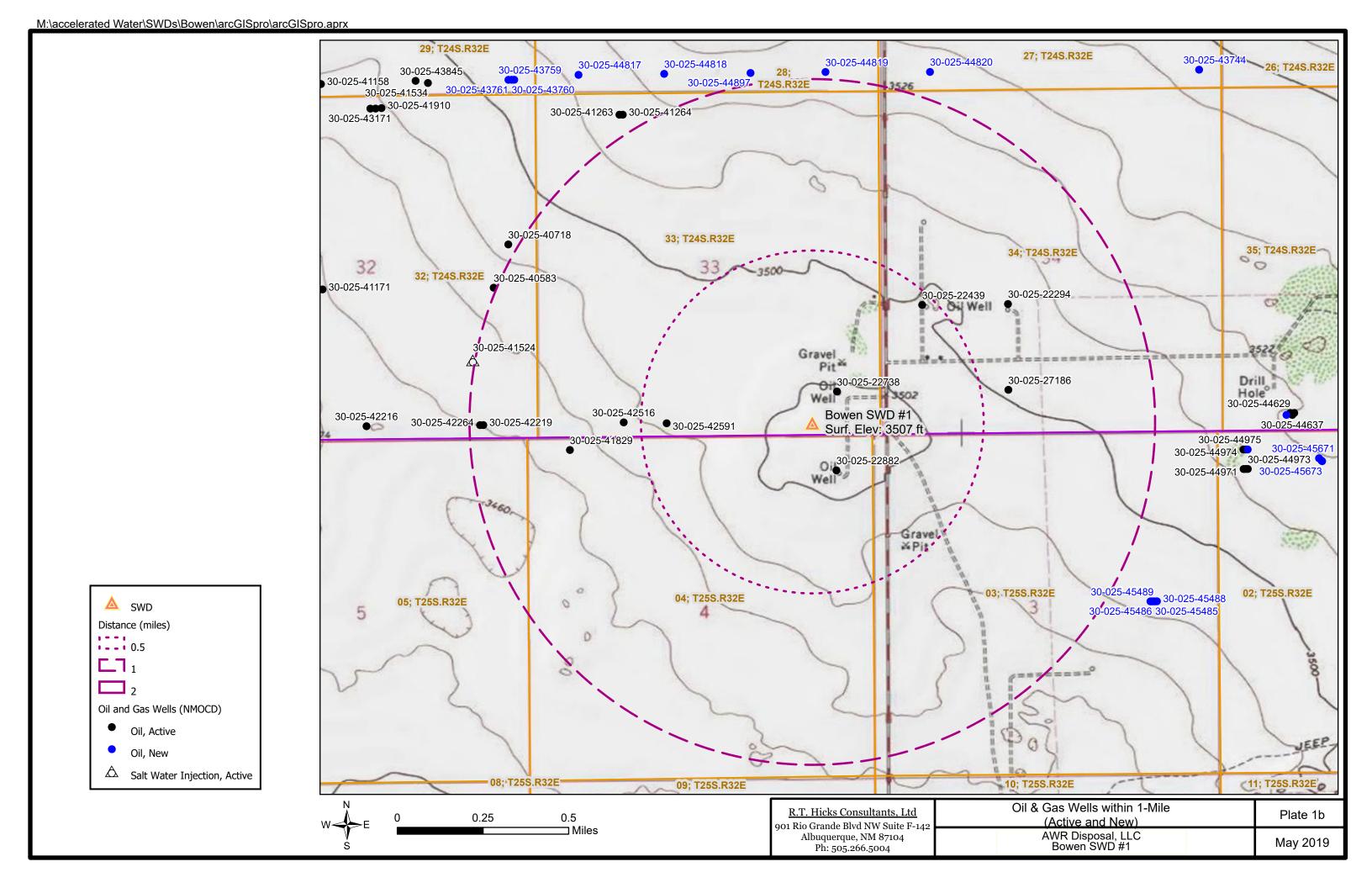
¹ https://usgs.maps.arcgis.com/apps/webappviewer/index.html?id=5a6o38b3a1684561a9boaadf88412fcf

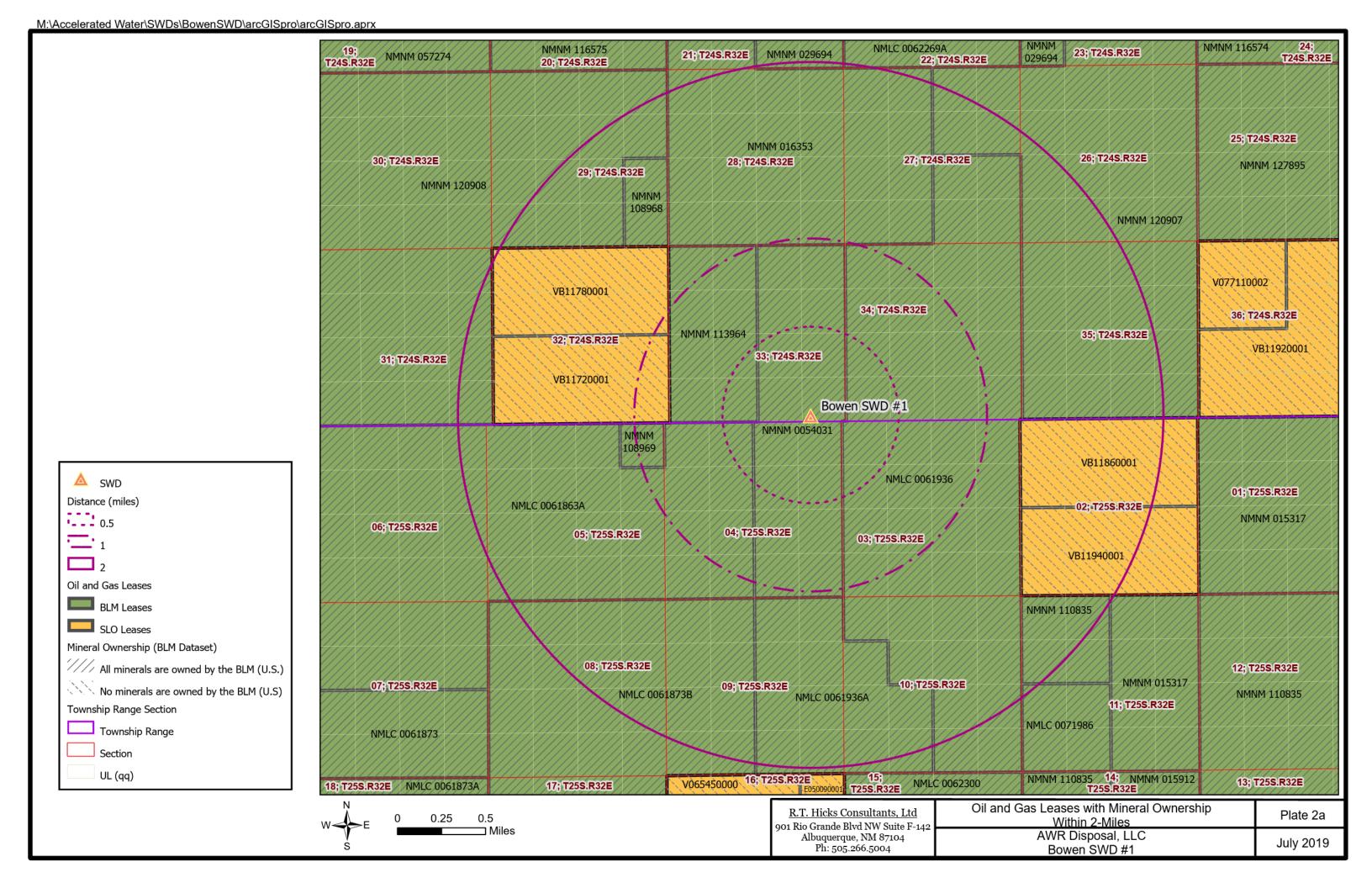
- o There is no evidence that the pressure regime in the oil and gas reservoirs is sufficient to cause the upward migration of formation water through the bedded salt and into the Rustler or Chinle aquifers.
- There is no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water

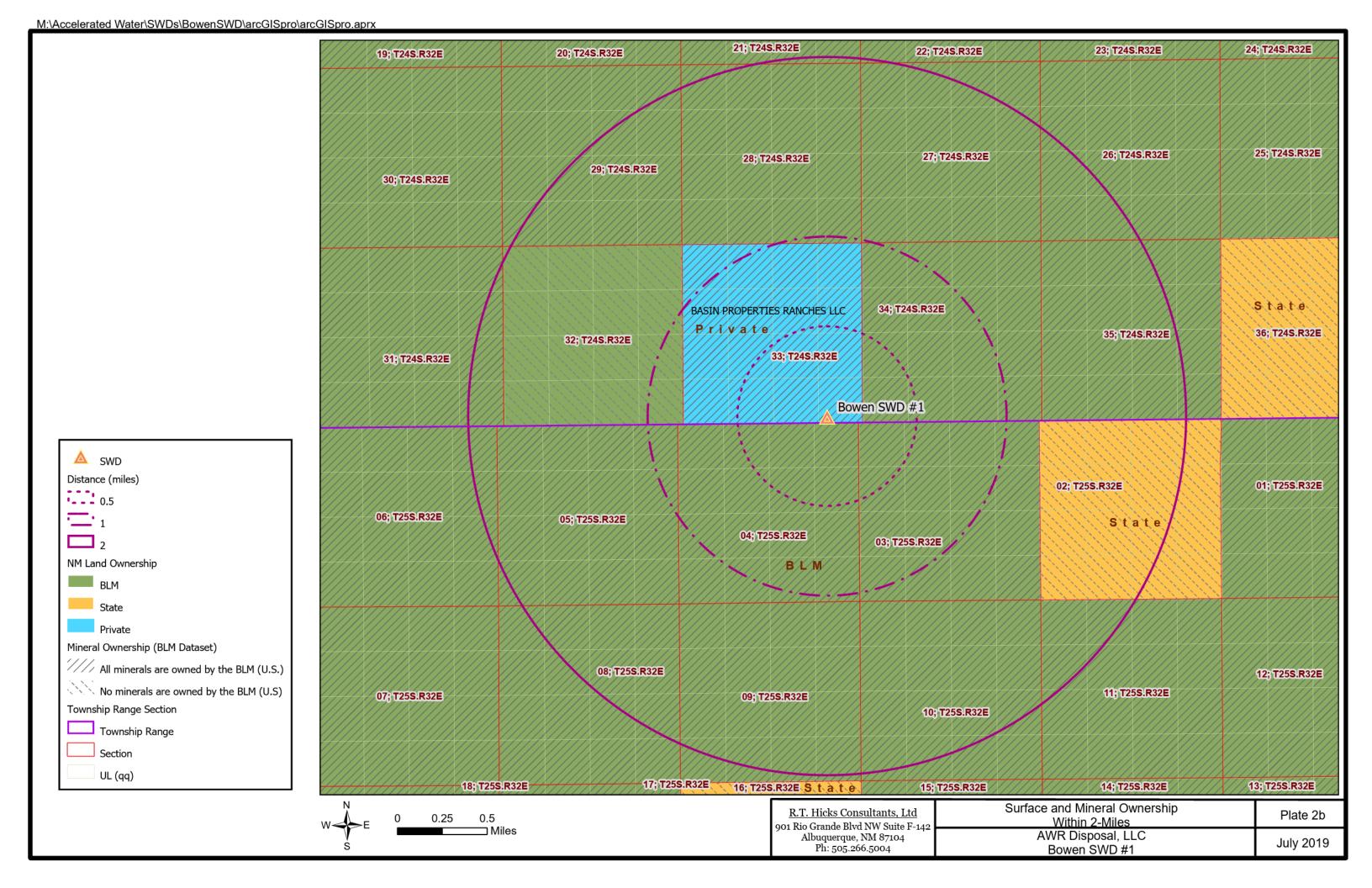
Plates

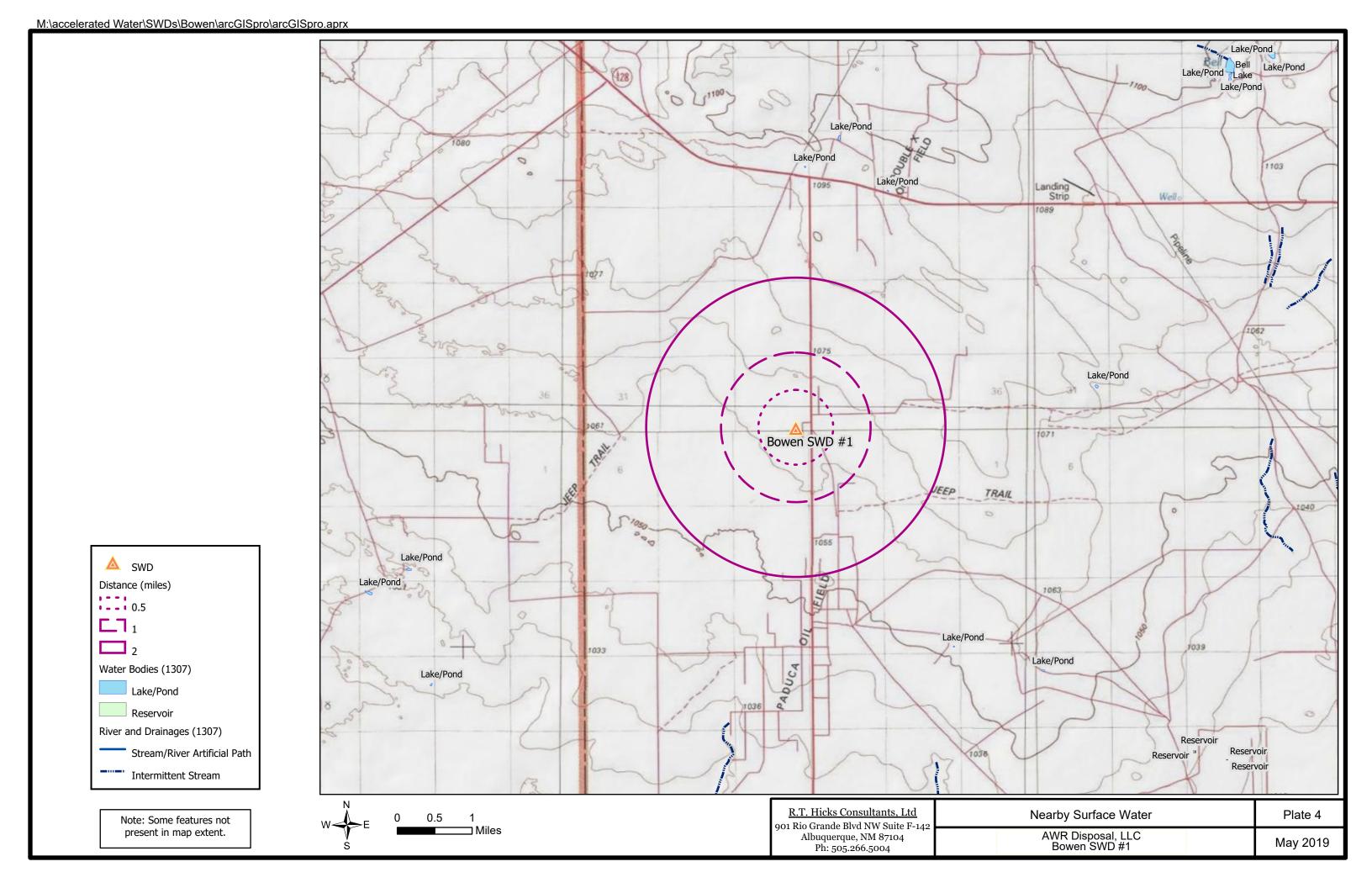
Plates 1	OCD wells within the area of review
Plate 1a	Oil and Gas Wells within 2 Miles
Plate 1b	Oil and Gas Wells within 1 mile (active and new only)
Plates 2	Mineral leases within the area of review
Plate 2a	Oil and Gas Leases with Mineral Ownership within 2 miles
Plate 2b	Surface and Mineral Ownership within 2 Miles
Plates 3	Water supply wells within the area of review
Plate 3a	Depth to Water and Potentiometric Surface
Plate 3b	Nearby OSE Water Wells
Plate 4	Surface water within the area of review











Tables

Table 1 Oil & Gas Well Operators (Affected Persons) within 1-mile
 Table 2 Oil & Gas Mineral Interests and Affected Persons within 1-mile
 Table 3 Produced Water Chemistry of Nearby Wells
 Table 4 Formational water quality data

API	Ogrid	Ogrid Name	Well Type	Status	Well Name	ULSTR	Total Depth	Pool ID
30-025-22294	20077	SAHARA OPERATING CO	0	Α	COTTON DRAW UNIT #069	K-34-24S-32E	4937	[49490] PADUCA, DELAWARE, NORTH
30-025-22439	20077	SAHARA OPERATING CO	0	Α	COTTON DRAW UNIT #070	L-34-24S-32E	4850	[49490] PADUCA, DELAWARE, NORTH
30-025-22591	22351	TEXACO EXPLORATION & PRODUCTION INC	0	Р	COTTON DRAW UNIT #071	E-34-24S-32E	4850	
30-025-22738	20077	SAHARA OPERATING CO	0	Α	COTTON DRAW UNIT #072	P-33-24S-32E	4850	[49490] PADUCA, DELAWARE, NORTH
30-025-22882	20077	SAHARA OPERATING CO	0	Α	COTTON DRAW UNIT #073	1-04-25S-32E	4870	[49490] PADUCA, DELAWARE, NORTH
30-025-27186	20077	SAHARA OPERATING CO	0	Α	COTTON DRAW UNIT #074	N-34-24S-32E	4967	[49490] PADUCA, DELAWARE, NORTH
30-025-28721	214263	PRE-ONGARD WELL OPERATOR	0	С	PRE-ONGARD WELL #001	N-33-24S-32E	0	
30-025-41829	6137	DEVON ENERGY PRODUCTION COMPANY, LP	0	Α	LIPPIZZAN 4 FEDERAL #001H	4-04-25S-32E	10708	[96715] WC-025 G-06 S253206M, BONE SPRING
30-025-42219	6137	DEVON ENERGY PRODUCTION COMPANY, LP	0	Α	CHINCOTEAGUE 32 STATE COM #006H	P-32-24S-32E	10692	[97899] WC-025 G-06 S253206M, BONE SPRING
30-025-42264	6137	DEVON ENERGY PRODUCTION COMPANY, LP	0	Α	CHINCOTEAGUE 32 STATE COM #005H	P-32-24S-32E	10692	[97899] WC-025 G-06 S253206M, BONE SPRING
30-025-42516	6137	DEVON ENERGY PRODUCTION COMPANY, LP	0	Α	PAINT 33 FEDERAL #001H	M-33-24S-32E	10751	[97899] WC-025 G-06 S253206M, BONE SPRING
30-025-42591	6137	DEVON ENERGY PRODUCTION COMPANY, LP	0	A	PAINT 33 FEDERAL #002H	N-33-24S-32E	10772	[97899] WC-025 G-06 S253206M, BONE SPRING

AWR Disposal, LLC

Bowen SWD #1

					Lessee	Lessor		
Township	Range	Section	Unit Letter	Lease Number	(O & G Minerals)	(O & G Minerals)	Surface Owner	UPC
24S	32E	27	M	NMNM 016353	EXXONMOBIL OIL CORP	BLM (U.S.)	Bureau of Land Management	4189143265266
24S	32E	28	0	NMNM 016353	EXXONMOBIL OIL CORP	BLM (U.S.)	Bureau of Land Management	4188143265266
24S	32E	28	Р	NMNM 016353	EXXONMOBIL OIL CORP	BLM (U.S.)	Bureau of Land Management	4188143265266
24S	32E	32	Н	VB11780001	EOG Y RESOURCES, INC.	STATE (NM)	Bureau of Land Management	4187144265266
24S	32E	32		VB11720001	DEVON ENERGY PRODUCTION COMPANY, LP	STATE (NM)	Bureau of Land Management	4187144265266
24S	32E	32	Р	VB11720001	DEVON ENERGY PRODUCTION COMPANY, LP	STATE (NM)	Bureau of Land Management	4187144265266
					CHEVRON USA INC			
24S	32E	33	Α	NMNM 0054031	DEVON ENERGY PROD CO LP	BLM (U.S.)	BASIN PROPERTIES RANCHES LLC	4188144265266
					CHEVRON USA INC			
24S	32E	33	В	NMNM 0054031	DEVON ENERGY PROD CO LP	BLM (U.S.)	BASIN PROPERTIES RANCHES LLC	4188144265266
24S	32E	33	С	NMNM 113964	DEVON ENERGY PROD CO LP	BLM (U.S.)	BASIN PROPERTIES RANCHES LLC	4188144265266
24S	32E	33	D	NMNM 113964	DEVON ENERGY PROD CO LP	BLM (U.S.)	BASIN PROPERTIES RANCHES LLC	
24S	32E	33	E	NMNM 113964	DEVON ENERGY PROD CO LP	BLM (U.S.)	BASIN PROPERTIES RANCHES LLC	4188144265266
24S	32E	33	F	NMNM 113964	DEVON ENERGY PROD CO LP	BLM (U.S.)	BASIN PROPERTIES RANCHES LLC	4188144265266
					CHEVRON USA INC			
24S	32E	33	G	NMNM 0054031	DEVON ENERGY PROD CO LP	BLM (U.S.)	BASIN PROPERTIES RANCHES LLC	4188144265266
					CHEVRON USA INC			
24S	32E	33	Н	NMNM 0054031	DEVON ENERGY PROD CO LP	BLM (U.S.)	BASIN PROPERTIES RANCHES LLC	4188144265266
					CHEVRON USA INC			
24S	32E	33	l	NMNM 0054031	DEVON ENERGY PROD CO LP	BLM (U.S.)	BASIN PROPERTIES RANCHES LLC	4188144265266
					CHEVRON USA INC			
24S	32E	33	J	NMNM 0054031	DEVON ENERGY PROD CO LP	BLM (U.S.)	BASIN PROPERTIES RANCHES LLC	4188144265266
24S	32E	33	K	NMNM 113964	DEVON ENERGY PROD CO LP	BLM (U.S.)	BASIN PROPERTIES RANCHES LLC	4188144265266
24S	32E	33	L	NMNM 113964	DEVON ENERGY PROD CO LP	BLM (U.S.)	BASIN PROPERTIES RANCHES LLC	4188144265266
24S	32E	33	M	NMNM 113964	DEVON ENERGY PROD CO LP	BLM (U.S.)	BASIN PROPERTIES RANCHES LLC	4188144265266
24S	32E	33	N	NMNM 113964	DEVON ENERGY PROD CO LP	BLM (U.S.)	BASIN PROPERTIES RANCHES LLC	4188144265266
					CHEVRON USA INC			
24S	32E	33	0	NMNM 0054031	DEVON ENERGY PROD CO LP	BLM (U.S.)	BASIN PROPERTIES RANCHES LLC	4188144265266
			_		CHEVRON USA INC			
24S	32E	33	Р	NMNM 0054031	DEVON ENERGY PROD CO LP	BLM (U.S.)	BASIN PROPERTIES RANCHES LLC	4188144265266
			_		CHEVRON USA INC			
24S	32E	34	С	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189144221223
			_		CHEVRON USA INC			
24S	32E	34	D	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189144221223
			_		CHEVRON USA INC	5114416		
24S	32E	34	Е	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189144221223
0.40	005	0.4	_	NIN 0 0004000	CHEVRON USA INC	DIM (11.0.)	5 (1 1)	4400444004000
24S	32E	34	F	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189144221223
0.10	00-			NIN II O COO (OC.	CHEVRON USA INC	DI 14 " : 0 \		440044400400
24S	32E	34	G	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189144221223
0.40	00-	0.4	,	NIMI O COCACCO	CHEVRON USA INC	DIM (110.)	Down on of London	4400444007007
24S	32E	34	I	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189144397397
0.40	00-	0.4		NIMI O COCACCO	CHEVRON USA INC	DIM (110.)	Down on of London	4400444007007
24S	32E	34	J	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189144397397
0.40	005	0.4	14	NIMI O DODAGO	CHEVRON USA INC	DIM (II O)	B	4400444004666
24S	32E	34	K	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189144221223

AWR Disposal, LLC

Bowen SWD #1

Table 2 Oil & Gas Mineral Interests and Affected Persons within 1-Mile AOR

Township	Range	Section	Unit Letter	Lease Number	Lessee	Lessor	Surface Owner	UPC
·					(O & G Minerals) CHEVRON USA INC	(O & G Minerals)		
24S	32E	34	,	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189144221223
243	32E	34	<u> </u>	NIVILO 0001930	CHEVRON USA INC	DLIVI (U.S.)	Bureau or Land Management	4109144221223
24S	32E	34	М	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189144221223
240	JZL	34	IVI	INIVILO 0001930	CHEVRON USA INC	DLIVI (U.S.)	Buleau of Land Management	4109144221223
24S	32E	34	N	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189144221223
240	JZL	54	IN	INIVILO 0001930	CHEVRON USA INC	DLIVI (U.S.)	Buleau of Land Management	4109144221223
248	32E	34	0	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189144397397
240	UZL	J-T		14WEO 0001330	CHEVRON USA INC	DLIVI (U.U.)	Bureau or Land Management	4103144037037
248	32E	34	Р	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189144397397
	<u> </u>	<u> </u>		20 0001000	CHEVRON USA INC	22 (6.5.)	Darous or Laria management	1100111001001
25S	32E	03	Α	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189145401264
					CHEVRON USA INC			
25S	32E	03	В	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189145401264
					CHEVRON USA INC	(-)		
25S	32E	03	С	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189145135267
					CHEVRON USA INC	\ /		
25S	32E	03	D	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189145135267
					CHEVRON USA INC		-	
25S	32E	03	E	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189145135267
					CHEVRON USA INC			
25S	32E	03	F	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189145135267
					CHEVRON USA INC			
25S	32E	03	G	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189145401264
					CHEVRON USA INC			
25S	32E	03	Н	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189145401264
					CHEVRON USA INC			
25S	32E	03	J	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189145401264
					CHEVRON USA INC			
25S	32E	03	K	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189145135267
					CHEVRON USA INC	5114416		
25S	32E	03	L	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189145135267
050	005	00		NIMI O 0004000	CHEVRON USA INC	DIM (II O.)	Down our officer I Manager	4400445405007
25S	32E	03	M	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189145135267
050	005	00		NIN (1 0 000 4000	CHEVRON USA INC	DI M (II O.)	5 (1 114	4400445405005
25S	32E	03	N	NMLC 0061936	DEVON ENERGY	BLM (U.S.)	Bureau of Land Management	4189145135267

Table 2 Oil & Gas Mineral Interests and Affected Persons within 1-Mile AOR

	ownship Range Section Unit Letter			Lessee	Lessor		Ī	
Township	Range	Section	Unit Letter	Lease Number	(O & G Minerals)	(O & G Minerals)	Surface Owner	UPC
					CHEVRON USA INC			
25S	32E	04	Α	NMNM 0054031	DEVON ENERGY PROD CO LP	BLM (U.S.)	Bureau of Land Management	4188145267266
					CHEVRON USA INC	, ,		
25S	32E	04	В	NMNM 0054031	DEVON ENERGY PROD CO LP	BLM (U.S.)	Bureau of Land Management	4188145267266
					CHEVRON USA INC	, , ,		
25S	32E	04	С	NMLC 0061863A	DEVON ENERGY PROD CO LP	BLM (U.S.)	Bureau of Land Management	4188145267266
					CHEVRON USA INC			
25S	32E	04	D	NMLC 0061863A	DEVON ENERGY PROD CO LP	BLM (U.S.)	Bureau of Land Management	4188145267266
					CHEVRON USA INC			
25S	32E	04	E	NMLC 0061863A	DEVON ENERGY PROD CO LP	BLM (U.S.)	Bureau of Land Management	4188145267266
					CHEVRON USA INC			
25S	32E	04	F	NMLC 0061863A	DEVON ENERGY PROD CO LP	BLM (U.S.)	Bureau of Land Management	4188145267266
					CHEVRON USA INC			
25S	32E	04	G	NMNM 0054031	DEVON ENERGY PROD CO LP	BLM (U.S.)	Bureau of Land Management	4188145267266
					CHEVRON USA INC			
25S	32E	04	Н	NMNM 0054031	DEVON ENERGY PROD CO LP	BLM (U.S.)	Bureau of Land Management	4188145267266
050	205	0.4		NIN 4N IN 4 005 400 4	CHEVRON USA INC	DIM (II 0)	5 (1 114	4400445007000
25S	32E	04	I	NMNM 0054031	DEVON ENERGY PROD CO LP CHEVRON USA INC	BLM (U.S.)	Bureau of Land Management	4188145267266
25S	32E	0.4		NIMANIMA OOFAOOA		DIM (II C.)	Dungay of Land Managarant	4400445007000
258	32E	04	J	NMNM 0054031	DEVON ENERGY PROD CO LP	BLM (U.S.)	Bureau of Land Management	4188145267266
25S	32E	04	K	NMLC 0061863A	CHEVRON USA INC DEVON ENERGY PROD CO LP	BLM (U.S.)	Bureau of Land Management	4188145267266
255	32E	04	r\	NIVILO 000 1003A	CHEVRON USA INC	DLIVI (U.S.)	Bureau or Land Management	4100143207200
25S	32E	04	L	NMLC 0061863A	DEVON ENERGY PROD CO LP	BLM (U.S.)	Bureau of Land Management	4188145267266
233	JZL	04		INIVILO 000 1005A	CHEVRON USA INC	DLIVI (U.S.)	Buleau of Land Management	4100143207200
25S	32E	04	М	NMLC 0061863A	DEVON ENERGY PROD CO LP	BLM (U.S.)	Bureau of Land Management	4188145267266
250	JZL	04	IVI	THINLO GOOTGOOA	CHEVRON USA INC	DLIVI (U.U.)	Bureau or Land Management	4100140207200
25S	32E	04	N	NMLC 0061863A	DEVON ENERGY PROD CO LP	BLM (U.S.)	Bureau of Land Management	4188145267266
200	UZL	<u> </u>	.,	1111120 000100071	CHEVRON USA INC	BLIVI (G.G.)	Baroad of Land Management	1100110201200
25S	32E	04	0	NMNM 0054031	DEVON ENERGY PROD CO LP	BLM (U.S.)	Bureau of Land Management	4188145267266
-					CHEVRON USA INC	(-)	3	
25S	32E	04	Р	NMNM 0054031	DEVON ENERGY PROD CO LP	BLM (U.S.)	Bureau of Land Management	4188145267266
					EOG Y RESOURCES INC	` '	<u> </u>	
					EOG A RESOURCES			
					EOG M RESOURCES INC			
25S	32E	05	Α	NMNM 108969	OXY Y-1 COMPANY	BLM (U.S.)	Bureau of Land Management	4187145268266
					CHEVRON USA INC			
25S	32E	05	Н	NMLC 0061863A	DEVON ENERGY PROD CO LP	BLM (U.S.)	Bureau of Land Management	4187145268266
					CHEVRON USA INC			
25S	32E	05		NMLC 0061863A	DEVON ENERGY PROD CO LP	BLM (U.S.)	Bureau of Land Management	4187145268266

Well Name	API#	Sect.	Twn. F	Ra. L	Init Cty.	Formation	Sample Date	рН	TDS [mg/L]	Resistivity [ohm-cm]	Sodium [mg/L]	Calcium [mg/L] Iror	n [mg/L]	Magn. [mg/L]	Mang. [mg/L]	Chloride [mg/L]	Bicarbonate [mg/L]	Sulfate [mg/L]	CO2 [mg/L]
COTTON DRAW 33 4 FEDERAL COM #001H	3002541263	33	24S 3	2E	D Lea	DELAWARE-BRUSHY CANYON	42285	6.6	253483	0.04998	72811.5	15695.3	47.4	2581.4		159430.7		401.8	200
COTTON DRAW 33 4 FEDERAL COM #002H	3002541264	33	24S 3	2E	C Lea	DELAWARE-BRUSHY CANYON	42285	6.6	249333	0.05039	71579.8	16716	38.7	2758.3		155226.8		405.7	300
COTTON DRAW 32 STATE FEDERAL COM #001H	3002540583	32	24S 3	2E	I Lea	DELAWARE-BRUSHY CANYON	41942	6.2	190416		52851.8	11214.1	41.2	1817.4	2.19	121155.4	1122	0	200
COTTON DRAW 32 STATE FEDERAL COM #003H	3002541171	32	24S 3	2E	K Lea	DELAWARE-BRUSHY CANYON	42101	6.5	240651.8	0.04869	72113.4	15674.4	42.1	2636.5	2.4	147407.5	122	0	200
COTTON DRAW 32 STATE FEDERAL COM #001H	3002540583	32	24S 3	2E	I Lea	DELAWARE-BRUSHY CANYON	41775	6.1	250315.4		74640.5	18096.3	33.1	3033.1	2.53	151462	122	0	300
COTTON DRAW 32 STATE FEDERAL COM #001H	3002540583	32	24S 3	2E	I Lea	DELAWARE-BRUSHY CANYON	41775	6.1	250489		74640.5	18096.3	33.1	3033.1	2.5	151462	122	608	300
COTTON DRAW 32 STATE FEDERAL COM #003H	3002541171	32	24S 3	2E	K Lea	DELAWARE-BRUSHY CANYON	42013	6	230307.4		66452.8	15493.6	55.6	2511.9	2.63	143205	122	0	400
COTTON DRAW UNIT #237H	3002541996	10	25S 3	2E	M Lea	BONE SPRING 2ND SAND	42101	6.5	207154.8	0.05017	68477	4041.6	41.3	1744.6	1.53	126763.4	122	0	200
COTTON DRAW UNIT #024	3002508176	10	25S 3	2E	K LEA	DELAWARE			246555							152600	112	939	
LIPPIZZAN 4 FEDERAL #001H	3002541829	4	25S 3	2E	D Lea	BONE SPRING 2ND SAND	42031	6.3	140235.4		42818.4	6441.7	40.5	785.3	0	87998.1	244	0	200
LIPPIZZAN 4 FEDERAL #001H	3002541829	4	25S 3	2E	D Lea	BONE SPRING 2ND SAND	41954	6.5	139733.4		42191.3	7002.9	78.4	913.2	1.66	87280.6	244	0	150
LIPPIZZAN 4 FEDERAL #001H	3002541829	4	25S 3	2E	D Lea	BONE SPRING 2ND SAND	42101	7.2	141809.9	0.06181	43932.5	6382.4	63.2	789.5	1.2	88463.4	244	0	100
COTTON DRAW UNIT #049	3002508166	3	25S 3	2E	J LEA				247372							153000	102	760	
COTTON DRAW UNIT #001	3002508182	15	25S 3	2E	M LEA	DELAWARE			308600										
COTTON DRAW UNIT #001	3002508182	15	25S 3	2E	M LEA	DELAWARE			309990										
MONSANTO STATE #001	3002508196	16	25S 3	2E	I LEA	DELAWARE			224016							138600	139	462	

Table 4 - Chemistry of Produced Water from Formations

Table 4 - Chemistry of Produced Water from Formations																										
wellname	api	section	township	range	unit	county	state	field	formation	depth	samplesource	sampledate	ph	specificgravity	specificgravity_temp_F	tds_mgL	resistivity_ohm_cm	resistivity_ohm_cm_temp_F	conductivity	conductivity_temp_F	$sodium_mgL$	calcium_mgL	magnesium_mgL	chloride_mgL	bicarbonate_mgL	sulfate_mgL
MCKITTRICK FED #1	3001500135	25	225	25E	G	EDDY	NM		DEVONIAN		DST					16200								8762	290	1175
MCKITTRICK FED #1	3001500135	25		25E	G	EDDY	NM		DEVONIAN		DST					17510								9389	664	982
CARNERO PEAK UT #001	3001510053	31	22S	25E	Α	EDDY	NM		DEVONIAN		DST					14601								7236	515	1487
CARNERO PEAK UT #001	3001510053	31		25E	Α	EDDY	NM		DEVONIAN		DST					15780								8126	336	1467
CARNERO PEAK UT #001	3001510053	31		25E	A	EDDY	NM		DEVONIAN		DST			ļ		15580			ļ	ļ				7853	487	1488
BANDANA POINT UT #001	3001500044	13		23E	0		NM	BANDANA POINT	DEVONIAN		DST			ļ		15500			ļ	ļ				8020	500	1190
TORTOISE ASB COM #001	3001510490	29		24E	G		NM		DEVONIAN		DST			<u> </u>		17861			<u> </u>	<u> </u>				7760	490	3100
TORTOISE ASB COM #001	3001510490	29		24E	G		NM	DELAUDA	DEVONIAN	-	DST			 		15601			 	 				7780	476	1600
REMUDA BASIN UNIT #001	3001503691	24		29E	J		NM	REMUDA	DEVONIAN		SWAB					64582								37500	610	1700
REMUDA BASIN UNIT #001	3001503691	24		29E	J		NM	REMUDA	DEVONIAN		SWAB		-			56922								29000	1740	4980
BELL LAKE UNIT #006 ANTELOPE RIDGE UNIT #003	3002508483 3002521082	6 2 34 2		34E 34E	0		NM NM	BELL LAKE NORTH ANTELOPE RIDGE	DEVONIAN DEVONIAN		HEATER TREATER UNKNOWN	4 4 /4 4 /4 0 6 7 0 0 0	6.9			71078 80187								42200 47900	500 476	1000 900
	3002521082	34		34E	K		NM	ANTELOPE RIDGE	DEVONIAN		UNKNOWN	14/11/1967 0:00 14/11/1967 0:00	6,9											47900	476	900
ANTELOPE RIDGE UNIT #003 CLINE FEDERAL #001	3002521082	14		37E	K		NM	CLINE	DEVONIAN		PRODUCTION TEST	14/11/1967 0.00	0,9			80187 118979								71280	462	2593
E C HILL B FEDERAL #001	3002510717		235	37E	Λ.		NM	TEAGUE	DEVONIAN		UNKNOWN					112959								67390	288	2765
E C HILL D FEDERAL #001	3002510947	34 2		37E	A		NM	TEAGUE	DEVONIAN		UNKNOWN					35639								0/350	200	2703
E C HILL D FEDERAL #004	3002510950	34 2		37E	Δ		NM	TEAGUE	DEVONIAN		UNKNOWN					236252								147000	129	781
HUAPACHE #003	3001500020	22		22E	F		NM	TEAGOL	DEVONIAN		DST					3110								48	246	2020
JURNEGAN POINT #001	3001510280	5 2		25E	M	EDDY	NM	WILDCAT	DEVONIAN		DST	14/12/1964 0:00	7			229706								136964	198	2511
JURNEGAN POINT #001	3001510280	5 2	24S	25E	М	EDDY	NM	WILDCAT	DEVONIAN		DST	14/12/1964 0:00	7			203100								121100	175	2220
WHITE CITY PENN GAS COM UNIT 1 #001	3001500408	29	24S	26E	Α	EDDY	NM		DEVONIAN		DST	01/03/1960 0:00	7	1,012	60		0,36	75	25596	64	6072	1002	132	10120	653	1336
STATE B COM #001	3002509716	36	24S	36E	С	LEA	NM	CUSTER	DEVONIAN		UNKNOWN					176234								107400	128	1004
ELLIOTT H FEDERAL #001	3002512272	31	24S	38E	Н		NM	DOLLARHIDE	DEVONIAN		WELLHEAD					58687										
ELLIOTT H FEDERAL #001	3002512272	31	24S	38E	Н	LEA	NM	DOLLARHIDE	DEVONIAN		WELLHEAD					57018										1
WEST DOLLARHIDE DEVONIAN UNIT #104	3002512297	32		38E	L		NM	DOLLARHIDE	DEVONIAN		WELLHEAD					50858								30200	183	980
WESTATES FEDERAL #004	3002511389	1		37E	E		NM	JUSTIS NORTH	FUSSELMAN		DST	17/06/1961 0:00	6			80880								46200	340	3050
WESTATES FEDERAL #004	3002511389	1		37E	E		NM	JUSTIS NORTH	FUSSELMAN		DST					84900								48600	840	2650
WESTATES FEDERAL #004	3002511389	1		37E	E		NM	JUSTIS NORTH	FUSSELMAN		DST					72200								41000	370	2960
WESTATES FEDERAL #004	3002511389	1		37E	E		NM	JUSTIS NORTH	FUSSELMAN		DST					80900								46200	340	3050
WESTATES FEDERAL #004	3002511389		25S	37E	E		NM	JUSTIS NORTH	FUSSELMAN		DST					77600								44000	550	3240
WESTATES FEDERAL #004	3002511389	1 2		37E	t r		NM	JUSTIS NORTH	FUSSELMAN		DST			-		135000			-	-				77000	650	5810
WESTATES FEDERAL #004 WESTATES FEDERAL #004	3002511389 3002511389	1 2		37E 37E			NM NM	JUSTIS NORTH JUSTIS NORTH	FUSSELMAN FUSSELMAN		DST			 		114000 135000			 	 				65000 77000	280 500	5110 5320
WESTATES FEDERAL #004 WESTATES FEDERAL #008	3002511389	1 2		37E	E		NM	JUSTIS NORTH	FUSSELMAN		UNKNOWN			1		91058			1	1				51020	376	4783
WESTATES FEDERAL #008	3002511393	1 2		37E	F		NM	JUSTIS NORTH	FUSSELMAN	 	UNKNOWN			1		86847	-		1	1				50450	363	2544
STATE NJ A #001	3002511393		25S	37E	Α		NM	JUSTIS NORTH	DEVONIAN	\vdash	DST		—	1	-	105350	-		1	1				59300	660	4950
NEW MEXICO BM STATE #002	3002511338		25S	37E			NM	JUSTIS NORTH	MONTOYA		UNKNOWN			1		77770			1	1				45500	1800	2400
HALE STATE #003	3002512581	2 2		37E	H		NM	JUSTIS NORTH	MONTOYA		WELLHEAD			l		64916			l	l				37000	813	2500
SOUTH JUSTIS UNIT #016F	3002511556	13		37E	F		NM	JUSTIS	FUSSELMAN		UNKNOWN					57675								34030	595	1211
LEARCY MCBUFFINGTON #008	3002511569	13		37E	N		NM	203MNTY, 259FSLM	FUSSELMAN	7052		02/01/1900 0:00	7,6	1,037	78	67909			81429	67		2603	684	38887	742	2489
LEARCY MCBUFFINGTON #008	3002511569	13		37E	N		NM	JUSTIS	MONTOYA		UNKNOWN					67898								38880	742	2489
A B COATES C FEDERAL #014	3002511736	24	255	37E	G	LEA	NM	JUSTIS	MONTOYA		UNKNOWN					39261								22840	871	1030
SOUTH JUSTIS UNIT #023C	3002511760	25	25S	37E	С	LEA	NM	JUSTIS	FUSSELMAN		SEPARATOR					63817								35870	360	3442
CARLSON A #002	3002511764		25S	37E			NM	JUSTIS	FUSSELMAN		DST					208280								124000	510	3400
STATE Y #009	3002511777	25		37E	Α		NM	JUSTIS	FUSSELMAN		DST	17/03/1961 0:00	7,3			219570								129000	960	4630
STATE Y #009	3002511777	25		37E	Α		NM	JUSTIS	FUSSELMAN		DST	18/03/1961 0:00	6,8			163430								96000	290	3780
CARLSON B 25 #004	3002511784	25		37E	P		NM	JUSTIS	FUSSELMAN		SEPARATOR					184030								112900	68	1806
COPPER #001	3002511818		255	37E	J		NM	CROSBY	DEVONIAN	L	UNKNOWN			L		27506								15270	1089	1079
ARNOTT RAMSAY NCT-B #003	3002511863	32		37E	A		NM	CROSBY	DEVONIAN	8797		02/01/1900 0:00		1,142	70				<u> </u>	<u> </u>		17244	5345	100382	476	
ARNOTT RAMSAY NCT-B #003	3002511863	32		37E	A		NM	CROSBY	DEVONIAN	-	UNKNOWN			1		158761			1	1				\vdash		\longrightarrow
WEST DOLLARHIDE DEVONIAN UNIT #110 FARNSWORTH FEDERAL #006	3002512386 3002511950		25S 26S	38E 37E	D A		NM NM	DOLLARHIDE CROSBY	DEVONIAN DEVONIAN		UNKNOWN UNKNOWN			<u> </u>		56776 31931			<u> </u>	<u> </u>				20450	302	591
FARINSWORTH FEDERAL #UUb	3002511950	4	205	3/E	А	LEA	IVIVI	CLOSRI	DEVUNIAN		UNKNUWN			<u> </u>		31931			<u> </u>	<u> </u>				20450	302	591

OSE Well Logs '" #'+ " (1&') \$\$ž- '+ 1 žž'

XIII. Applicants must complete the "Proof of Notice" section on the reverse side of this form.

R. T. HICKS CONSULTANTS, LTD.

901 Rio Grande Blvd NW ▲ Suite F-142 ▲ Albuquerque, NM 87104 ▲ 505.266.5004 ▲ Since 1996 Artesia ▲ Carlsbad ▲ Durango ▲ Midland

June 27, 2019

Hobbs News Sun 201 N. Thorp P.O. Box 850 Hobbs, N.M. 88240

LEGAL NOTICE

AWR Disposal LLC, 3300 N. A Street, Ste. 220, Midland, TX 79705 is filing Form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division seeking administrative approval for a salt water disposal well. The proposed well, the Bowen SWD #1 will be located 174 feet from the South line and 1063 feet from the East line, Section 33, Township 24 South, Range 32 East, Lea County, New Mexico. Produced water and recycled produced water from area production will be commercially disposed into the Devonian, Fusselman, and Montoya Formations at a depth of 17,066 feet to 18,400 feet at a maximum surface pressure of 3,400 psi and an average injection rate of 30,000 barrels per day. The proposed SWD well is located approximately 36.0 miles southwest of Loving, New Mexico.

Interested parties wishing to object to the proposed application must file with the New Mexico Oil Conservation Division, 1220 S. St. Francis Dr., Santa Fe, NM 87505 (505) 476-3460 within 15 days of the date of this notice.

Additional information can be obtained by contacting Mr. Randall Hicks, agent for Accelerated Water Resources, LP, at 505-238-9515.

Sincerely,

R.T. Hicks Consultants

Randall Hicks

Principal

Affidavit of Publication

STATE OF NEW MEXICO **COUNTY OF LEA**

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated July 26, 2019 and ending with the issue dated July 26, 2019.

Publisher

Sworn and subscribed to before me this 26th day of July 2019.

Business Manager

My commission expires

January 29, 2023 (Seal)

OFFICIAL SEAL **GUSSIE BLACK** Notary Public State of New Mexico

My Commission Expired -29-

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said

LEGALS

LEGAL NOTICE JULY 26, 2019

AWR Disposal LLC, 3300 N. A Street, Ste. 220, Midland TX 79705 is filing Form C-TX 79705 is filing Form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division seeking administrative approval for a salt water disposal well. The proposed well, the Bowen SWD #1 will be located 174 feet from the South line and 1063 feet from the East line. Section South line and 1063 feet from the East line, Section 33, Township 24 South, Range 32 East, Lea County, New Mexico. Produced water and recycled produced water from area production will be commercially disposed into the Devonian, Fusselman, and Montoya Formations at a depth of 17,066 feet to 18,400 feet at a maximum surface pressure of 3,400 psi and an average injection rate of 30,000 barrels per day. The 30,000 barrels per day. The proposed SWD well is located approximately 36,0 miles southwest of Loving, New Mexico.

Interested parties wishing to Interested parties wishing to object to the proposed application must file with the New Mexico Oil Conservation Division, 1220 S. St. Francis Dr., Santa Fe, NM 87505 (505) 476-3460 within 15 days of the date of this notice.

Additional information can be obtained by contacting Mr. Randall Hicks, agent for Accelerated Water Resources, LP, at 505-238-

Sincerely, R.T. Hicks Consultants Randall Hicks Principal 34505

67115764

00231324

RANDALL HICKS R.T. HICKS CONSULTANTS, LTD 901 RIO GRANDE BLVD NM SUITE F-142 ALBUQUERQUE, NM 87104

R. T. HICKS CONSULTANTS, LTD.

901 Rio Grande Blvd NW ▲ Suite F-142 ▲ Albuquerque, NM 87104 ▲ 505.266.5004 ▲ Since 1996 Artesia ▲ Carlsbad ▲ Durango ▲ Midland

June 26, 2019

NOTIFICATION TO INTERESTED PARTIES Via U.S. Certified Mail – Return Receipt Requested

To Whom It May Concern:

AWR Disposal LLC, Midland, Texas, has made application to the New Mexico Oil Conservation Division to drill and complete, for salt water disposal, the Bowen SWD #1. The proposed commercial operation will be for produced water disposal from area operators. As indicated in the notice below, the well is located in Section 33, Township 24 South, Range 32 East in Lea County, New Mexico.

The published notice states that the interval will be from 17,066 feet to 18,400 feet into the Devonian, Fusselman, and Montoya Formations.

LEGAL NOTICE

AWR Disposal LLC, 3300 N. A Street, Ste. 220, Midland, TX 79705 filed Form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division seeking administrative approval for a salt water disposal well. The proposed well, the Bowen SWD #1 will be located 174 feet from the South line and 1063 feet from the East line, Section 33, Township 24 South, Range 32 East, Lea County, New Mexico. Produced water from area production will be commercially disposed into the Devonian, Fusselman, and Montoya Formations at a depth of 17,066 feet to 18,400 feet at a maximum surface pressure of 3,400 psi and an average injection rate of 30,000 barrels per day. The proposed SWD well is located approximately 26.0 miles southwest of Loving, New Mexico.

Interested parties wishing to object to the proposed application must file with the New Mexico Oil Conservation Division, 1220 S. St. Francis Dr., Santa Fe, NM 87505 (505) 476-3460 within 15 days of the date of this notice.

You have been identified as a party who may be interested as an offset lessee or operator.

Thank you for your attention in this matter.

Sincerely,

R.T. Hicks Consultants

Randall Hicks Principal

OPERATORS, LESSEES, SURFACE AND MINERAL OWNERS WITHIN 1-MILE RADIUS

Bureau of Land Management

Re: Bowen SWD #1

BASIN PROPERTIES RANCHES LLC Re: Bowen SWD #1 18 DESTA DRIVE MIDLAND, TX 79705

ESTA DRIVE 620 E. Greene Street

ND, TX 79705 Carlsbad, NM 88220-6292

CHEVRON U S A INC Re: Bowen SWD #1 6301 DEAUVILLE BLVD MIDLAND, TX 79706

DEVON ENERGY PROD. COMPANY, LP Re: Bowen SWD #1 333 West Sheridan Ave. Oklahoma City, OK 73102 EOG A RESOURCES, INC. Re: Bowen SWD #1 105 S 4th Street Artesia, NM 88210 EOG M RESOURCES, INC. Re: Bowen SWD #1 PO BOX 840 ARTESIA, NM 88211

EOG Y RESOURCES, INC. Re: Bowen SWD #1 104 S 4TH ST ARTESIA, NM 88210 EXXON MOBIL CORPORATION Re: Bowen SWD #1 POST OFFICE BOX 4358 HOUSTON, TX 77210 New Mexico State Land Office Re: Bowen SWD #1 310 Old Santa Fe Trail Santa Fe, NM 87501

OXY Y-1 COMPANY Re: Bowen SWD #1 PO BOX 27570 HOUSTON, TX 77227 SAHARA OPERATING CO Re: Bowen SWD #1 P.O. BOX 4130 MIDLAND, TX 79704

TEXACO EXPLORATION & PRODUCTION INC

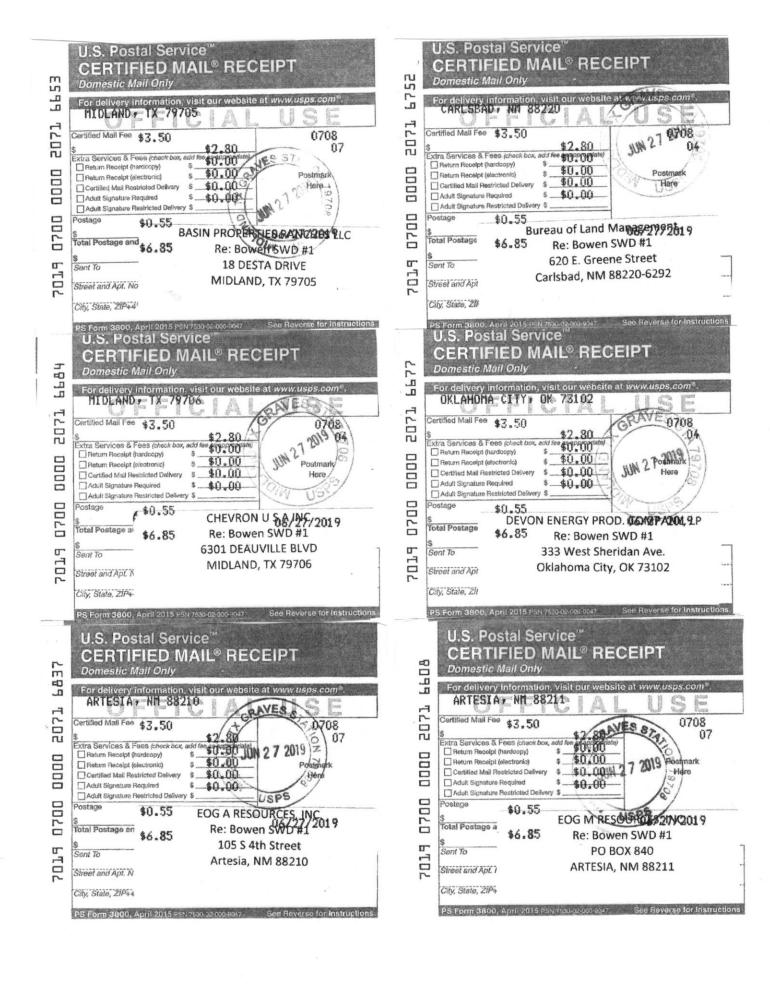
Re: Bowen SWD #1

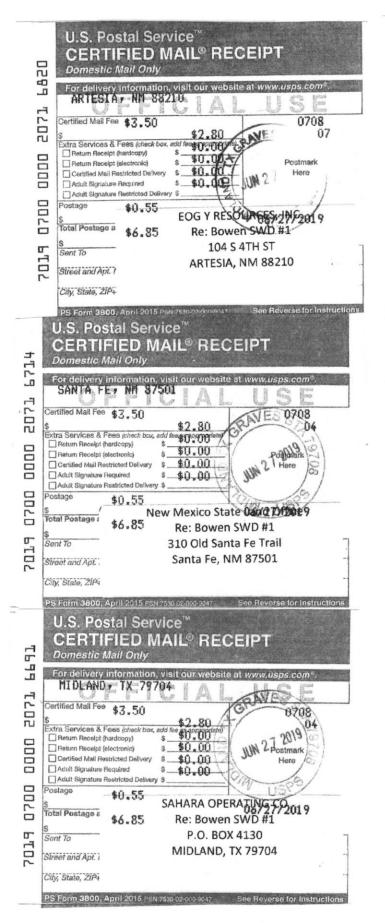
Well Plugged

Did not penetrate proposed

Formation-not included as

Affected Person







R. T. HICKS CONSULTANTS, LTD.

901 Rio Grande Blvd NW ▲ Suite F-142 ▲ Albuquerque, NM 87104 ▲ 505.266.5004 ▲ Since 1996 Artesia ▲ Carlsbad ▲ Durango ▲ Midland

June 27, 2019

Mr. Phillip Goetze, P.G. New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

RE: AWR Disposal LLC Bowen SWD#1 UL P, Section 33 T24S R32E, Lea County

Dear Mr. Goetze:

On behalf of AWR Disposal LLC, R.T. Hicks Consultants is providing data and an opinion regarding the probability that injection of wastewater in the above referenced well at the proposed rates will cause seismic events of sufficient magnitude to create damage. It is our understanding that OCD is interested in such an opinion as part of the SWD approval process. We elected to provide this opinion as a separate submission as the C-108 does not specifically require such an opinion.

We relied upon the following data to develop our opinion

- State of stress in the Permian Basin, Texas and New Mexico: Implications for induced seismicity, Jens-Erik Lund Snee and Mark D. Zoback, The Leading Edge, February 2018¹
- Plate 5, which is reproduced from the Snee and Zoback publication, which uses the following references
 - Crone, A. J., and R. L. Wheeler, 2000, Data for Quaternary faults, liquefaction features, and possible tectonic features in the Central and Eastern United States, east of the Rocky Mountain front; U.S. Geological Survey Open-File Report.
 - o Ewing, T. E., R. T. Budnik, J. T. Ames, and D. M. Ridner, 1990, Tectonic map of Texas: Bureau of Economic Geology, University of Texas at Austin.
 - o Green, G. N., and G. E. Jones, 1997, e digital geologic map of New Mexico in ARC/INFO format: U.S. Geological Survey Open-File Report.
 - o Ruppel, S. C., R. H. Jones, C. L. Breton, and J. A. Kane, 2005, Preparation of maps depicting geothermal gradient and Precambrian structure in the Permian Basin: USGS Order no. 04CRSA0834 and Requisition no. 04CRPR01474.
 - o NMOCD database of oil and gas wells
- Plate 5, which shows the distribution of active and new SWD wells in the area of the proposed AWR Disposal SWD well
- Stratigraphic and lithologic information from two deep wells in the Delaware Basin
- Data on the thickness and lithology of the Simpson Group from the Texas Bureau of Economic Geology²

¹ https://scits.stanford.edu/sites/default/files/3702_tss_lundsnee_v2.pdf

² http://www.beg.utexas.edu/resprog/permianbasin/PBGSP_members/writ_synth/Simpson.pdf

Plate 5 reproduces Figure 3 of the 2018 publication of Snee and Zoback and shows

- 1. Fault traces based upon the references provided above for which Dr. Snee and Dr. Zoback provide a value of the fault slip potential (FSP)
- 2. Areas of documented seismic activity, such as the Dagger Draw area and a magnitude 2.0-2.9 earthquake that occurred between 1970-2004 about 12-miles south of the proposed Bowen SWD #1. A slightly larger magnitude and more recent seismic event is reported about 18 miles west of the Bowen SWD #1 well location.
- 3. Although Plate 5 does not show faults that may be identified in confidential seismic data owned by oil and gas operators, the mapped fault that is closest to the Bowen SWD #1 (about 2.6 miles to the east) exhibits a low FSP (less than 5%) based upon the modeling and analysis of Snee and Zoback referenced above
- 4. Other mapped faults in southern Lea County shown on Plate 5 also show a low FSP, except for part of southwest-northeast trending fault about 32 miles north-northwest of the Bowen SWD #1 well that has a FSP of about 25 33% in the central portion of this fault trace.

Plate 6 reproduces the major elements of Plate 5 in the inset map and also shows that within an 8-mile radius around the proposed Bowen SWD #1, the OCD database shows about 14 active or new Devonian SWDs, which translates into an average density of about one SWD for every 14 square miles.

Figure 4 from the referenced Bureau of Economic Geology (The Middle-Upper Ordovician Simpson Group Of The Permian Basin: Deposition, Diagenesis, And Reservoir Development) is

attached to this letter and the portion of that figure for the Delaware Basin is shown to the right. In southern Lea County the mapped thickness appears to be 500-1500 feet thick (note one contour line appears to be missing on the map). This unit, which is clay-rich carbonate interbedded with shale and sandstone, provides an excellent permeability/pressure barrier between the injection zone and the basement faults that were re-activated during Woodford time.

Data from the Amoco Federal CW Com 1 (3002528119) show that the thickness of the Simpson near the Bowen SWD #1 is about 450 feet thick with. This is consistent with Figure 4 of the BEG paper (probably because this well was used to produce the isopach map).

We contend that the data permit conclusion that unmapped faults (which may be located by confidential seismic data that AWR Disposal not New Mexico

Texas

No mi

So mi

So km

CI = 100 ft in Oklahoma
CI = 250 ft in Texas/New Mexico

possess) near the Bowen SWD #1 would be dominantly north-south normal faults, as is common

in Lea County. The data on Plate 6 permit a conclusion that faults near the Bowen SWD #1 are also most likely to exhibit a low FSP, like the mapped faults shown on Plate 5.

Given the density of Devonian SWDs (planned/new and active) near the proposed Bowen SWD #1 well and the high likelihood that any unmapped faults in the area would exhibit a low FSP, the probability that injection into the Bowen SWD #1 would cause an increase in pore pressure to trigger a seismic event of sufficient magnitude to cause damage is very low.

The users of this letter should recognize the uncertainties of using seismic maps of the Permian Basin to determine probability that injection of wastewater into a single SWD well could cause seismic events of sufficient magnitude to cause damage. However, on a regional basis injection by numerous wells into the Devonian/Fusselman/Montoya interval will raise the hydrostatic pressure. If pressure increases sufficiently, fluid could migrate from the injection zone along fault planes, up and down. Downward fluid migration will be intercepted first by the sandstone units of the Simpson Group. After fluid pressure increases in these sandstones, fluid would migrate downward into the Ellenburger Formation, which lies beneath the Simpson Group. This downward migration will next enter the permeable units of the Ellenburger and, over time, increase the fluid pressure. After fluid pressure in the Ellenburger is sufficiently large to cause downward migration along fault planes or other conduits, the migrating fluid will, in some areas, enter a thinner horizon of granite wash. Downward migrating fluids from the injection zone could then enter basement fault planes if the pressure in the granite wash horizon is sufficient, and reduce the frictional resistance (lubricate the faults). Reduction in the frictional force in faults due to fluid invasion can and has caused seismic events.

In my opinion, the probability that injection into the Bowen SWD #1 will measurably contribute to the events described above, although the probability of causing a seismic event resulting in damage is so low as to be nil.

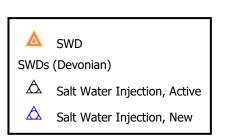
Sincerely,

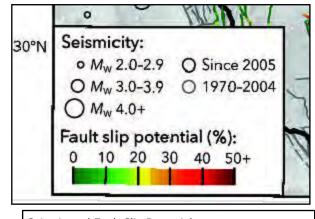
R.T. Hicks Consultants

Randall T. Hicks

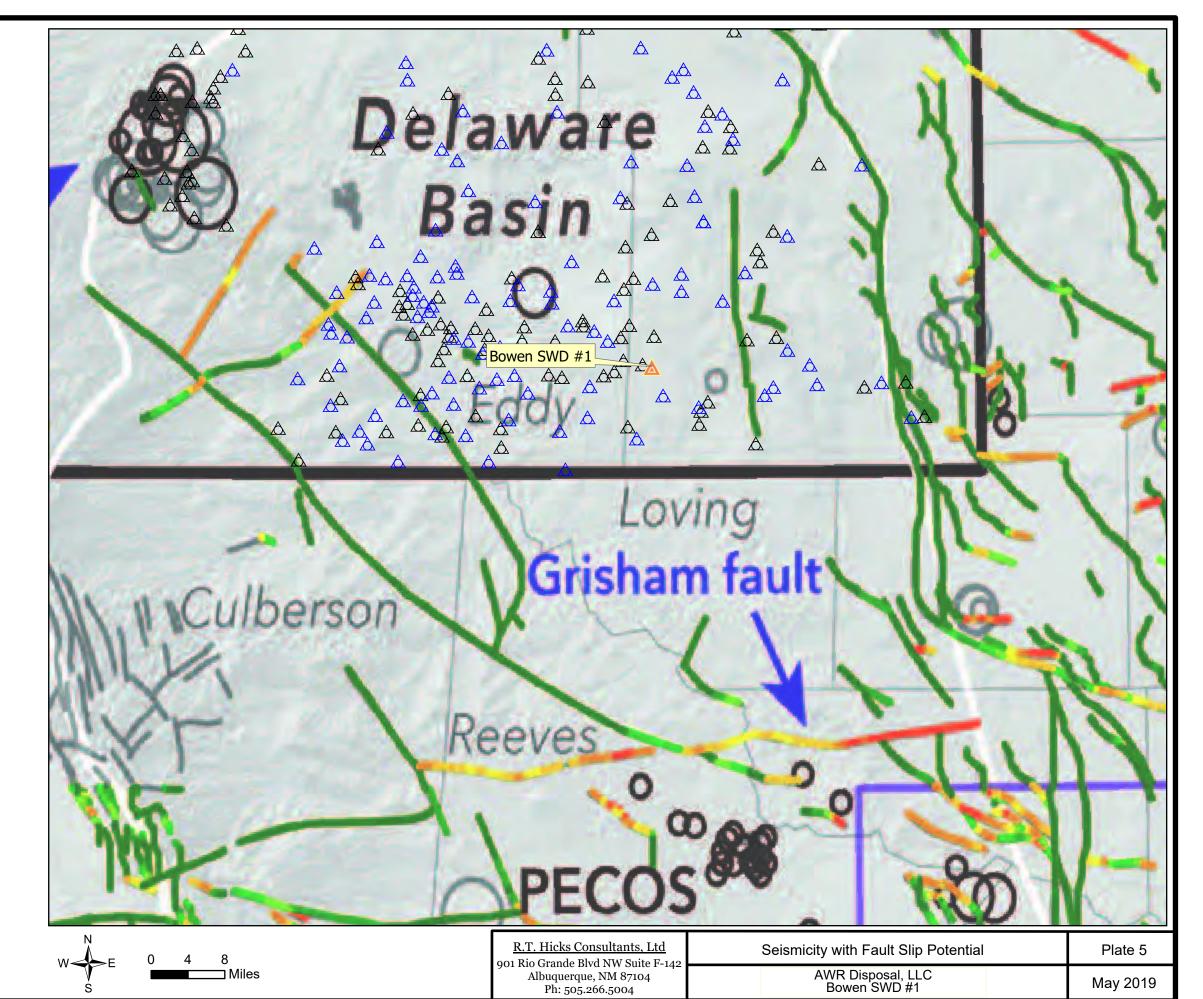
Principal

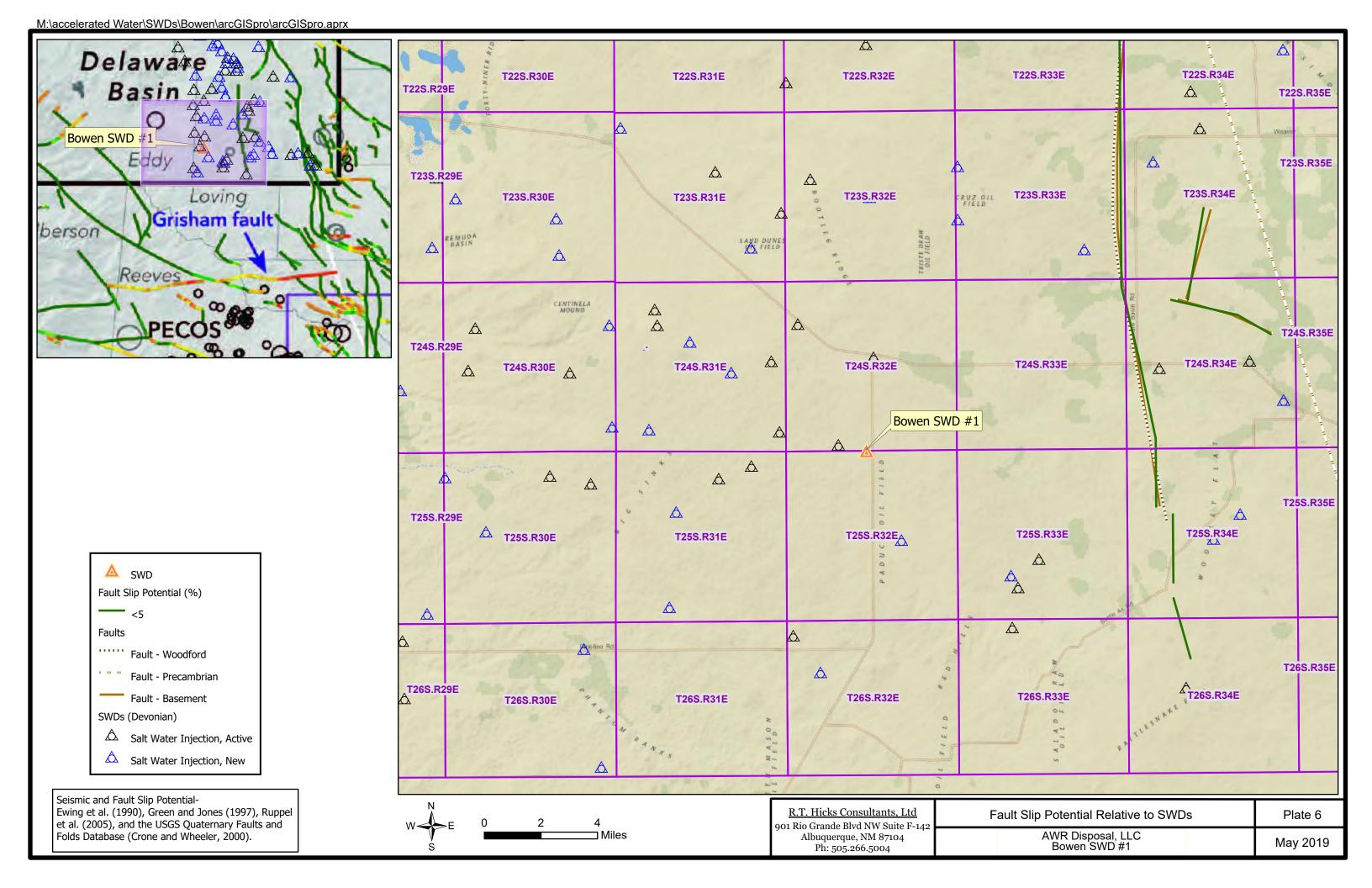
Copy: AWR Disposal LLC





Seismic and Fault Slip Potential-Ewing et al. (1990), Green and Jones (1997), Ruppel et al. (2005), and the USGS Quaternary Faults and Folds Database (Crone and Wheeler, 2000).





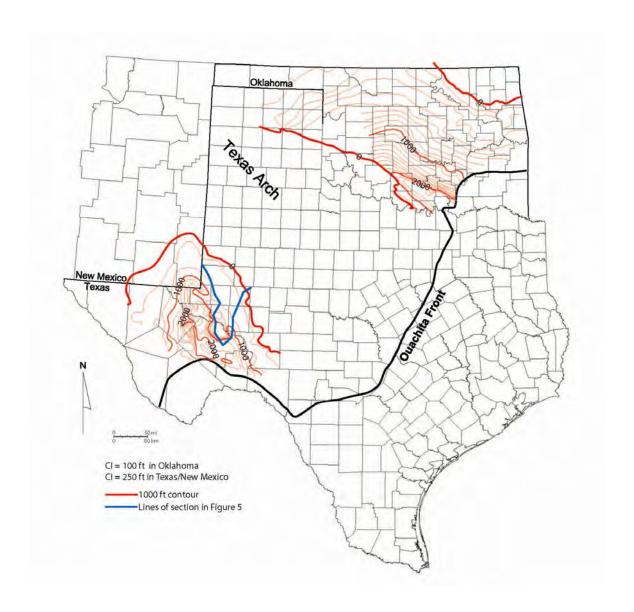


Figure 4. Thickness map of Simpson Group modified from Texas Water Development Board (1972), Frenzel and others (1988), and Northcutt and Johnson (1997). Thousand-foot contour lines and locations of figure 5 cross sections shown in heavy red and blue lines, respectively. Note that contour interval is 100 ft for Oklahoma and 250 ft for Texas and New Mexico.