Will do.

From: Murphy, Kathleen A, EMNRD <KathleenA.Murphy@state.nm.us>
Sent: Wednesday, June 9, 2021 2:35 PM
To: Montgomery, Kelley A <Kelley\_Montgomery@oxy.com>
Cc: Gago, Jose L <Jose\_Gago@oxy.com>
Subject: [EXTERNAL] RE: OXY PMXs

# WARNING - This message is from an EXTERNAL SENDER - be CAUTIOUS, particularly with links and attachments.

So is there someplace in previous NHU case exhibits where the water wells are discussed, and samples taken of wells in the unit, or a discussion of the wells being on city water systems? This would be similar to how you reference the geology section. I just don't know specifically where to find this and it would be useful for the review of the rest of the PMXs.

From: Montgomery, Kelley A <Kelley\_Montgomery@oxy.com>
Sent: Wednesday, June 9, 2021 1:30 PM
To: Murphy, Kathleen A, EMNRD <KathleenA.Murphy@state.nm.us>
Cc: Gago, Jose L <Jose\_Gago@oxy.com>
Subject: [EXT] RE: OXY PMXs

Hi Kathleen,

We pulled all of the historical water wells within 1 mile on the engineering website and attached two excel files. There is a lot of overlap between the two wells as they are located near each other. The majority of these wells are within the city limits or very close and the residents are all on city water. A 2014 city ordinance (below) required all domestic water wells within the city and those residences on city water to be P&A'd. I spoke with our operations personnel and they do not know of any active water wells within 1 mile of the wells. I found two wells on the list (highlighted) that were drilled after 2014 that could potentially still be active. I can have our operations folks check on these two if necessary? Please let me know. Kelley

## Chapter 13.28 - WATER WELLS 13.28.010 - Restrictions upon drilling of water wells within the City limits.

Α.

It shall be unlawful for any person, firm, or entity to drill, deepen, or cause to be drilled, any water well or any well capable of producing water within the City of Hobbs without written consent of the Hobbs City Commission for good and sufficient cause shown.

Β.

Pursuant to the Safe Drinking Water Act (SDWA) and applicable State and Federal rules and regulations governing cross connections, cross contamination, and physical separation of conflicting water systems, all water wells located on premises or property connected to the City's water distribution system shall be properly

plugged and abandoned in accordance with New Mexico Environment Department (NMED) rules and regulations. It shall be unlawful for the owner of any premises or property connected to the City's water distribution system to allow any water well to remain in operation and not properly plugged and abandoned.

C.

Upon violation of this section, any person, firm or entity found guilty shall be punishable by fine not to exceed five hundred dollars (\$500.00) per violation and the City of Hobbs may, at its discretion, seek injunctive relief in a court of competent jurisdiction against any person violating this section.

(<u>Ord. No. 1079</u>, 11-3-2014)

From: Murphy, Kathleen A, EMNRD <<u>KathleenA.Murphy@state.nm.us</u>>
Sent: Tuesday, June 8, 2021 10:48 AM
To: Montgomery, Kelley A <<u>Kelley\_Montgomery@oxy.com</u>>
Subject: [EXTERNAL] RE: OXY PMXs

# WARNING - This message is from an EXTERNAL SENDER - be CAUTIOUS, particularly with links and attachments.

I would look at the OCD Engineering webpage and turn on the OSE PODs. I would determine how many water wells are within a mile and then determine if any are active. I thought I saw a couple that were domestic and active.

NM OCD Engineering Ma		Mexico Oil Conser	vation Division						
\$ # \$	≣	+ -	Search for API o	r Township	Q NESW (K)	NWSE (J)	NESE (1)	NWSW (L)	NESW T(K)
List	QR		SESE (P)		SESW (N)	HOBBS OIL FIED SWSE (0)	52.52 - (P)	50000 (m) -	SESW (N)
OSE Points of Diversion (PODs)	***	NWNE	NENE	)	NENW	W Sanger St	NENE	NWOWY (D)	NENW
Oil and Gas Wells Leases and Units		(8)	(A) 37E		(C)	(8)	(A)	Countr-Rd	(C)
USGS_Groundwater_wells Brine Wells		SWNE (G)	SENE (H)	L.2	SENN (F)	•SIME (G)	SENE (H),	SWIN/S (E)	SENW (F)
Capitan Reef injection Wells Delaware SWD Wells, Biocks, and Areas	 	NWSE (U)	NE SE (1)	1.3	NESW (K)	NWSE (J)	NESE (1)	W Cain STW	NESW (K)
IHS Markit - Pipeline		Durvin St.					4114	1	
IHS Markit - Bottom Hole	•••	SWSE (0)	SESE O	Lei	SESW (N)	SWSE (0)	SESE (P)	swsw (m)	= SESW (A)

From: Montgomery, Kelley A <Kelley\_Montgomery@oxy.com>
Sent: Tuesday, June 8, 2021 9:26 AM
To: Murphy, Kathleen A, EMNRD <KathleenA.Murphy@state.nm.us>
Cc: Gago, Jose L <Jose\_Gago@oxy.com>

#### Subject: [EXT] RE: OXY PMXs

Hi Kathleen,

We pulled up the GIS map and did not see any active water wells. Can you tell how you pulled up water well information?

Thank you for your help.

Kelley

From: Murphy, Kathleen A, EMNRD <<u>KathleenA.Murphy@state.nm.us</u>>
Sent: Monday, June 7, 2021 4:22 PM
To: Montgomery, Kelley A <<u>Kelley\_Montgomery@oxy.com</u>>
Subject: [EXTERNAL] RE: OXY PMXs

# WARNING - This message is from an EXTERNAL SENDER - be CAUTIOUS, particularly with links and attachments.

Kelly,

I am reviewing PMX 294 which are the NHU SA/G 632 and 312 wells, and applied for in October 2020.

Questions thus far:

On P 9 of the application, the 632 well will need to be edited that it is located in unit J, not B.

Also, the application states (pages 4, 8) there are no fresh water wells within a mile of the injection wells per field personnel. When I look on GIS at the OSE pods there are many wells within a mile, and several that are domestic. Please review this and advise.

Sincerely,

Kathleen Murphy

From: Murphy, Kathleen A, EMNRD
Sent: Thursday, June 3, 2021 1:40 PM
To: Montgomery, Kelley A <<u>Kelley\_Montgomery@oxy.com</u>>
Subject: OXY PMXs

Kelly,

I am going to start working on the OXY PMXs—there are 10 I believe. I will do the NHU 312 and 632 first—PMX-294-- as it was submitted in October of last year. Is there any preferred order of the batch that you submitted in April, I believe.

thanks

Kathleen Murphy

Petroleum Specialist- Advanced Geologist/GIS Analyst New Mexico Oil Conservation Division 1200 South St Francis Drive Santa Fe, New Mexico 87505

505-365-3161

Email: <u>kathleena.murphy@state.nm.us</u>

\*\* Please use email during this stressful time\*\*



# OXY PMX5

#### ENSURING INJECTION IN TARGET INTERVAL

This letter is in response to the question from Phillip Goetze asking, "how we will know that the well is injecting into the proper interval, since the wells are all at various angles to the formation tops".

All proposed injectors will be drilled and completed in a very well-known area with abundance of logs and well top data.

The following steps will be taken to ensure injection on the target formation:

- Casing will be run using centralizers to make sure the casing offsets the drill-hole
- Wells will be fully cemented to surface per NMOCD
- Prior to perforating the injection interval, the following cased-hole logs will be run:
  - o CBL to ensure good cement and zonal isolation was achieved
  - o GR/SGR for correlation and top identification
  - o CNL for porosity and perf interval selection
- Once the well is completed and injection started, periodic Injection Profile Logs (IPLs) will be run to ensure injectant is staying in the desired interval

I will be happy to provide any additional information if needed.

Regards,

Dmitri Pistoun Senior Geological Advisor <u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 <u>District II</u> 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 <u>District III</u> 1000 Rio Bruzos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

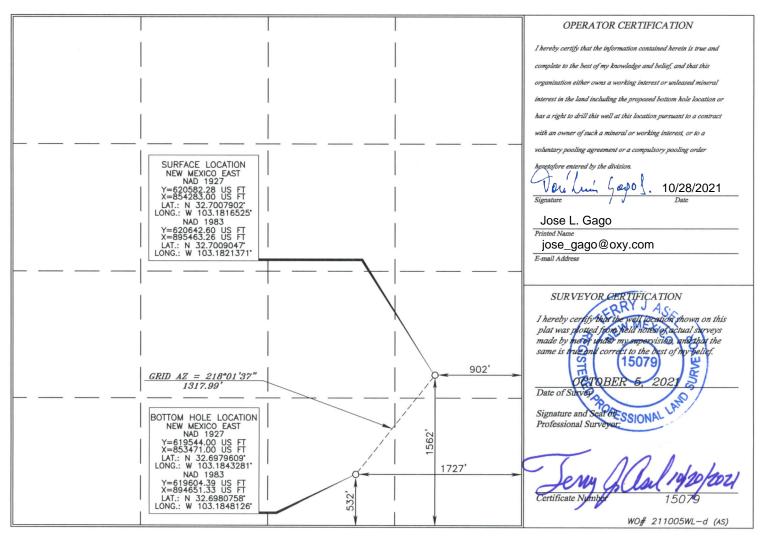
### State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

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

#### □ AMENDED REPORT

			WELL	LOCA	TION AN	DAC	REAGE D	EDICATIO	NPLAT				
API Number Pool Code					Pool Name								
	30-025- 31920 HOBBS; GRAYBURG-SAN ANDRES												
Ргоре	rty Code	y Code				Property	Property Name					Well Number	
19	520		NORTH HOBBS G/SA UNIT 97					970					
OGR	ID No.		Operator Name Elevation						Elevation				
157	984		OCCIDENTAL PERMIAN LTD. 3634.					634.2'					
Surface Location													
UL or lot no.	Section	Township	nship Range Lot Idn Feet from the North/Se				North/South line	Feet from the	East/West line		County		
Ι	31	18 SOUTH	UTH 38 EAST, N.M.P.M.			1562'	SOUTH	902'	EAST		LEA		
Bottom Hole Location If Different From Surface													
UL or lot no.	Section	Township		Range		Lot Idn	Feet from the	North/South line	Feet from the	East/West line		County	
0	31	18 SOUTH	38	38 EAST, N.M.P.M.			532'	SOUTH	1727'	EAST		LEA	
Dedicated	Acres	Joint or Infill	Conso	lidation Cod	e Order No.							1	

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.





## C-108 APPLICATION FOR AUTHORIZATION TO INJECT ADMINISTRATIVE COMPLETENESS FORM

Well Name:

Applicant:

PO Number:

Admin. App. No: \_\_\_\_\_

C-108 Item	Description of Required Content	Yes	No			
I. PURPOSE	Selection of proper application type.					
II. OPERATOR	Name; address; contact information.					
	Well name and number; STR location; footage location within section.					
	Each casing string to be used, including size, setting depth, sacks of cement, hole size, top of cement, and basis for determining top of cement.					
III. WELL DATA	Description of tubing to be used including size, lining material, and setting depth.					
	Name, model, and setting depth of packer to be used, or description of other seal system or assembly to be used.					
	Well diagram: Existing (if applicable).					
	Well diagram: Proposed (either Applicant's template or Division's Injection Well Data Sheet).					
IV. EXISTING PROJECT	For an expansion of existing well, Division order number authorizing existing well (if applicable).					
V. LEASE AND WELL MAP						
VI. AOR WELLS	Tabulation of data for all wells of public record within AOR which penetrate the proposed injection zone, including well type, construction, date drilled, location, depth, and record of completion.					
	Schematic of each plugged well within AOR showing all plugging detail.					
	Proposed average and maximum daily rate and volume of fluids to be injected.					
	Statement that the system is open or closed.					
	Proposed average and maximum injection pressure.					
VII. PROPOSED OPERATION	Sources and analysis of injection fluid, and compatibility with receiving formation if injection fluid is not produced water.					
	A chemical analysis of the disposal zone formation water if the injection is for disposal and oil or gas is not produced or cannot be produced from the formation within 1 mile of proposed well. Chemical analysis may be based on sample, existing literature, studies, or nearby well.					
	Proposed injection interval, including appropriate lithologic detail, geologic name, thickness, and depth.					
VIII. GEOLOGIC DATA	USDW of all aquifers overlying the proposed injection interval, including geologic name and depth to bottom.					
	USDW of all aquifers underlying the proposed injection interval, including including the geologic name and depth to bottom.					



## C-108 (SWD) APPLICATION FOR AUTHORIZATION TO INJECT ADMINISTRATIVE COMPLETENESS FORM

Well Name:

Applicant:

PO Number:

Admin. App. No: \_\_\_\_\_

C-108 Item	Description of Required Content	Yes	No			
IX. PROPOSED STIMULATION	Description of stimulation process or statement that none will be conducted.					
X. LOGS/WELL TESTS	Appropriate logging and test data on the proposed well or identification of well logs already filed with OCD.					
XI. FRESH WATER	Chemical analysis of fresh water from two or more fresh water wells (if available and producing) within 1 mile of the proposed well, including location and sampling date(s).					
XII. AFFIRMATION STATEMENT	Statement of qualified person endorsing the application, including name, title, and qualifications.					
	Identify of all "affected persons" identified on AOR map in Section V, including all affected persons within 1/2 mile radius circle around any another projected injection well and a 1 mile radius circle around any other projected injection well in the Devonian formation.					
	Identification and notification of all surface owners.					
	BLM and/or NMSLO notified per 19.15.2.7(A)(8)(d) NMAC.					
XIII. PROOF OF NOTICE	Notice of publication in local newspaper in county where proposed well is located with the following specific content:					
	<ul> <li>Name, address, phone number, and contact party for Applicant;</li> </ul>					
	<ul> <li>Intended purpose of proposed injection wel, including exact location of a single well, or the section, township, and range location of multiple wells;</li> </ul>					
	<ul> <li>Formation name and depth, and expected maximum injection rates and pressures; and</li> </ul>					
	• Notation that interested parties shall file objections or requests for hearing with OCD no later than 15 days after the admin completeness determination.					
XIV. CERTIFICATION	Signature by operator or designated agent, including date and contact information.					

**Review Date\*:** 

**Reviewer:** 

○ Administratively COMPLETE

○ Administratively INCOMPLETE

NOTES:

			T DU	IN OU	TV
FORM C-10	08 Technical	Review Summary	[Prepared	by reviewer and includ	ed with application; V17]
	First Rec:	Admin Complete:	or Su	spended:	Add. Request/Reply
Well No. 970 Well Name(s):					
API: 30-0 25- Pendir					
Footages 1562 FGL	102100	$\perp$ or Unit Sec <u></u>			County Car
Lattitude: 32. 7009 047 Longi	itude 10 200 0	1)// Pool: /)	19 26	Po	ol No. 17603/G13-SL)
Operator: DXy					
COMPLIANCE RULE 5.9: Total Wel	ls: 606 Inactiv	/e: Fincl Assur:	Comp	l. Order? IS	5.9 OK? Date 2-29- 2
WELL FILE REVIEWED	Status:	drill-diac	onal		
WELL DIAGRAMS: NEW: Proposed	or RE-ENTER:	Before Conv. ()After Co		ogs in Imaging:	
Planned Rehab Work to Well:			$\mathbf{\circ}$		
	Sizes (in)	Setting		Cement	Cement Top and
Well Construction Details	Borehole / Pipe	Depths (ft)		Sx or Cf	Determination Method
Planned or Existing Surface	13/279570	1600	Stage Tool	515	CTS
Plannedor Existing Interm/Prod					
Planned or Existing	834-7	4780MD		9776	CTS
Planned_or Existing Prod/Liner					
Plannedor Existing Liner					
	4330	4780 MD	Inj Length 4590	<u>Completion</u>	Operation Details:
Injection Lithostratigraphic Units:	Depths (ft)	Injection or Confining Units	Tops	Drilled TD	PBTD
Adjacent Unit:Litho Struc Por.				NEW TD 47801	
Confining Unit:Litho Struc Por	See writ	wpor, invection	nfm		) NEW Perfs
Proposed Inj Interval TOP:		poral wells -			in. Inter Coated
Proposed Inj Interval BOTTOM: Confining Unit:Litho Struc Por.				Proposed Packer De	epth <u>1230</u> ft (100-ft limit)
Adjacent Unit:Litho Struc Por.					ace Press. Order psi
AOR: Hydrologic a	and Geologic In	formation		Admin, Inj. Press.	
POTASH: R-111-P Noticed?			alt/Salado		V: Cliff House fm
USDW: Aquifer(s)	27 million 10	< Depth			IT By Qualified Person
		_ /	1		FW Analysis?
Disposal Fluid: Formation Source(				0	0 01
Disposal Interval: Inject Rate (Avgi	/				
HC Potential: Producing Interval?	Formerly Proc	ducing?Method:Log	gs⊠/DST⊡/	P&AD/Other	_ 2-Mi Radius Pool Map
AOR Wells: 1/2-M or ONE-	MRADIUS M/	AP/WELL LIST: Total Per	netrating W	ells: (AOR H	lor: AOR SWDs: ]
Penetrating Wells: No. Active Wel	ils No. Correct	live?on which well(s)	?		Diagrams?
Penetrating Wells: No. P&A Wells	Do. Corrective	e?on which well(s)?	IPA,	1 New well	Diagrams?
Induced-Seismicity Risk Assess: a	analysis submitted _	historical/catalog re	eview	fault-slip model	probability
NOTICE: 1/2-M or ONE-M _	: Newspaper E	DateMineral O			N. Date
RULE 26.7(A): Identified Tracts?	Affected Pe	rsons*: Orden R	-6199F		N. Date
* new definition as of 12/28/2018 [a			of New Me	xico; SWD operators	within the notice radius]
Order Conditions: Issues:			10		
Additional COAs:				U	