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

AMENDED APPLICATION OF NGL WATER SOLUTIONS PERMIAN, LLC FOR APPROVAL OF SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO

CASE NO. 20236 (THUNDERBOLT)

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

AMENDED APPLICATION OF NGL WATER SOLUTIONS PERMIAN, LLC TO APPROVE SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO.

CASE NO. 20236 (THUNDERBOLT)

AMENDED APPLICATION

NGL Water Solutions Permian, LLC ("NGL"), OGRID No. 372338, through its undersigned attorneys, hereby submits this amended application to the Oil Conservation Division pursuant to the provisions of N.M. Stat. Ann. § 70-2-12, for an order approving drilling of a salt water disposal well in Lea County, New Mexico. In support of this application, NGL states as follows:

- (1) NGL submitted an application to drill the Thunderbolt SWD #1 in December 2018.

 NGL is filing this amended application to update the proposed location for drilling the well.
- (2) NGL proposes to drill the Thunderbolt SWD #1 well at a surface location 910 feet from the North line and 250 feet from the East line of Section 19, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico for the purpose of operating a salt water disposal well.
- (3) NGL further seeks approval of the use of 7 inch tubing inside the surface and intermediate casings and 5 ½ inch tubing inside the liner and requests that the Division approve a maximum daily injection rate for the well of 50,000 bbls per day.
- (4) Apart from the change in location, NGL makes no further changes to the application NGL previously filed with the Division in December 2018.



(5) A revised plat, revised maps of the area of review, and a revised lists of wells and operators within the one-mile area of review are attached hereto in Attachment A.

WHEREFORE, NGL requests that this amended application be set for hearing before an Examiner of the Oil Conservation Division on September 5, 2019; and that after notice and hearing, the Division enter its order approving this application.

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

By: Alegna M Bennett

Deana Bennett

Post Office Box 2168

500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800 Attorneys for Applicant CASE NO. 20236: Application of NGL Water Solutions Permian, LLC for approval of salt water disposal well in Lea County, New Mexico. Applicant seeks an order approving disposal into the Silurian-Devonian formation through the Thunderbolt SWD #1 well at a surface location 910 feet from the North line and 250 feet from the East line of Section 19, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico for the purpose of operating a salt water disposal well. NGL seeks authority to inject salt water into the Silurian-Devonian formation at a depth of 18,966' to 20,722'. NGL further seeks approval of the use of 7 inch tubing inside the surface and intermediate casings and 5 ½ inch tubing inside the liner and requests that the Division approve a maximum daily injection rate for the well of 50,000 bbls per day. Said location is approximately 11.6 miles southwest of Bennett, NM.

Case 20236

District I
1625 N French Dr., Hobbs, NM BE240
Phone (575) 393-6161 Fax (575) 393-0720
District II
811 S First St., Artesia, NM BE210
Phone (575) 748-1283 Fax (575) 748-9720
District III
1000 Rio Brazos Road, Aziec, NM 87410
Phone (505) 334-6178 Fax (505) 334-6170
District IV
1220 S St. Francis Dr., Sants 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

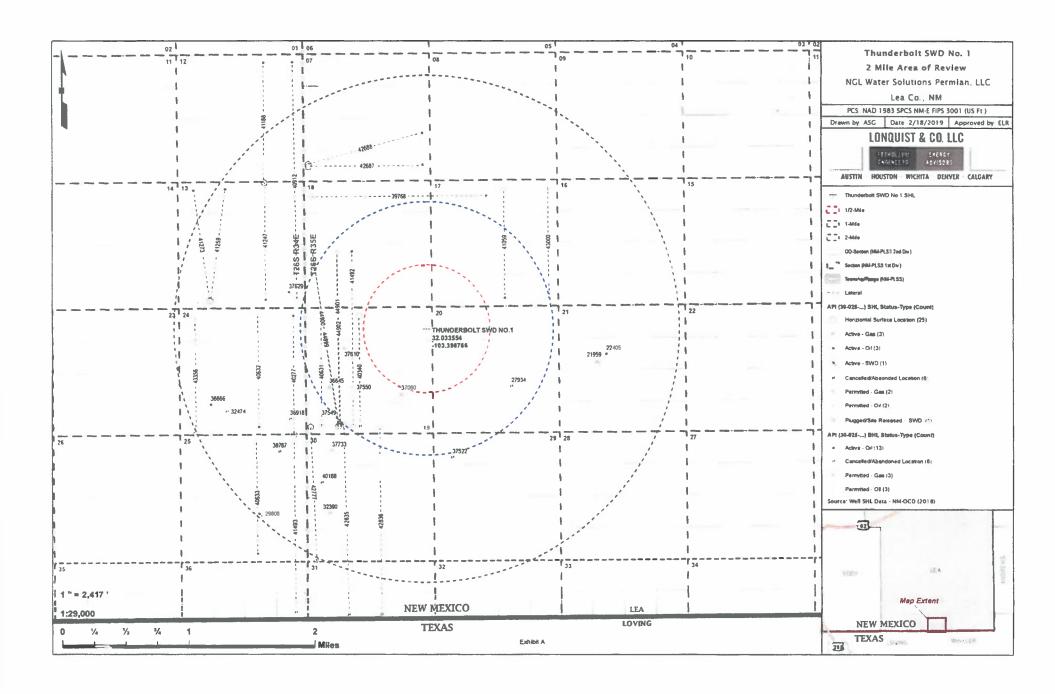
Form C-102
Revised August 1,
2011
Submit one copy to appropriate
District Office

Moved Location

3180.00°± NGL WATER SOLUTIONS PERMIAN, LLC 372338 " Surface Location North/South line East/West line Feet from the UL or lot no. Section Township Range Lot Idn Feet from the County NORTH EAST 35 E N/A 910 250 LEA 26 S 19 "Bottom Hole Location If Different From Surface UL or lot no. Lot Idn Feet from the North/South line Feet from the East/West line County Range Section Township 12 Dedicated Acres Joint or Infill 14 Consolidation Code 15 Order 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.

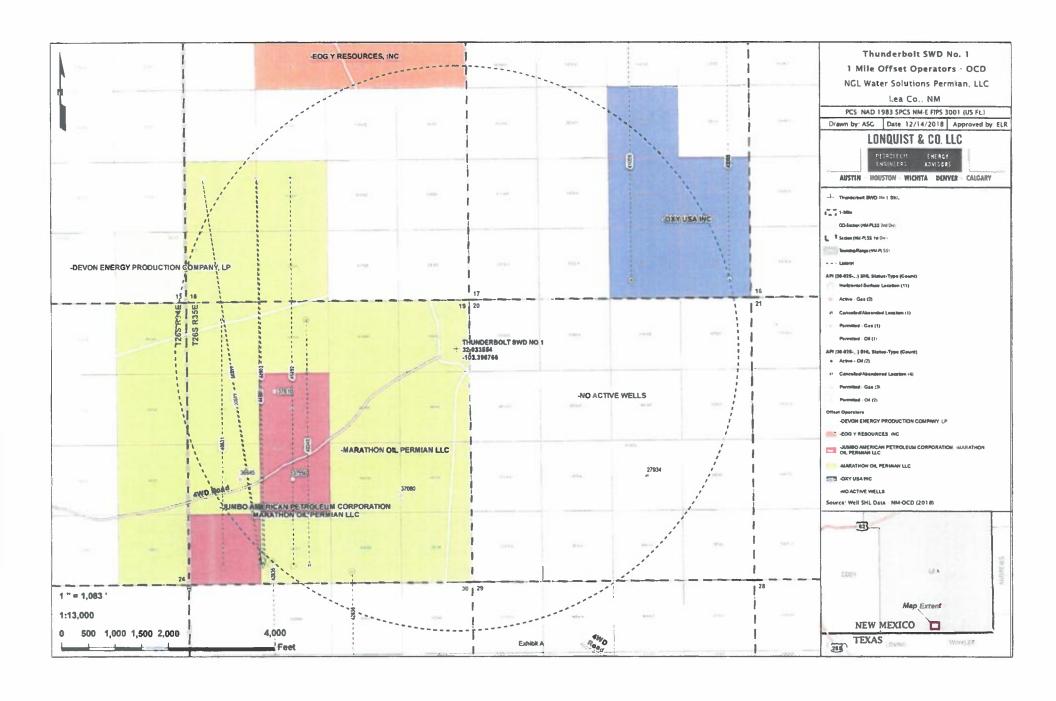
16		1	"OPERATOR CERTIFICATION
		.0	I hereby certify that the information contained herein is true and complete to
		î	the best of my knowledge and belief, and that this organization either owns a
		1	working interest or unleased mineral interest in the land including the
1			proposed bottom hole location or has a right to drill this well at this location
		250'	pursuant to a contract with an owner of such a mineral or working buterest,
			ar to a voluntary pooling agreement or a compulsory pooling order
			heretofore entered by the division.
	PROPOSED		3/20/2019
	NHSP-E (NAD27)		
	N: 377,140.97' E: 789,754.24'		John Moltz
I I			Printed Name
l '	NMSP-E (NAD83) N: 377,198,20'		john,moltz@lonquist.com
SECTION	E: 830,942.39		E-mail Address
o de di i di i	Let: N32'02'00.79" Long: W103'23'55.56"		
F 19 -			"SURVEYOR CERTIFICATION
			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 belief.
			02/07/19
			Date of Survey
			Signature and Seal of Professional Professio
			OF WELLO
			(25114)
			10 -4 1 0 1 1
			25114
			Certificate Number
		l	SSMUAL SUR

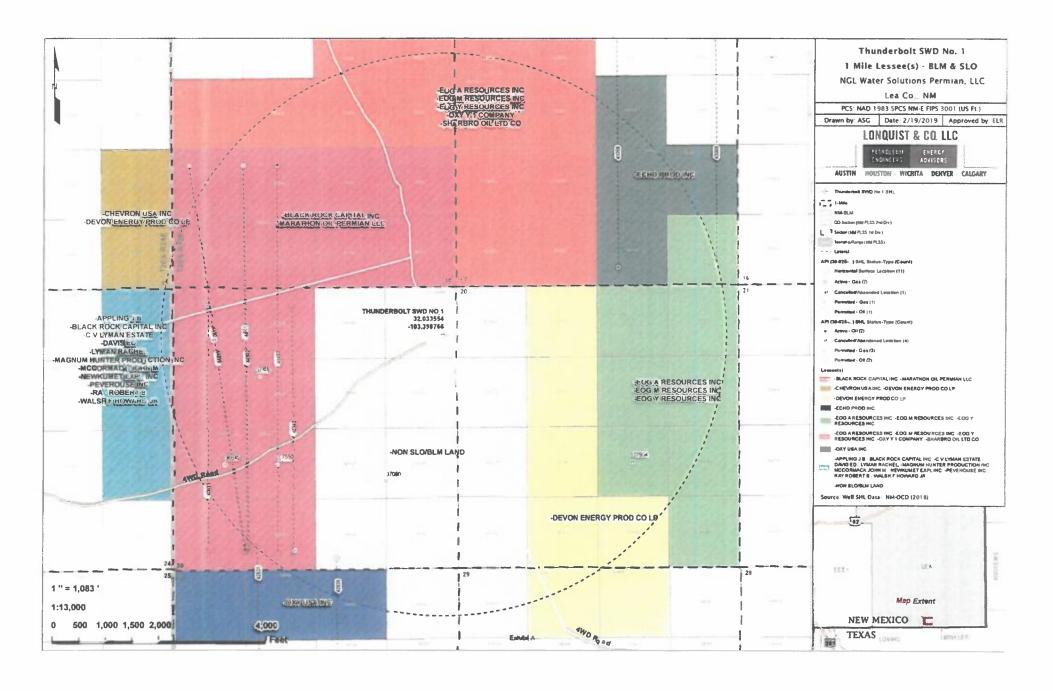


Thunderbolt SWD No. 1 1 Mile Area of Review List

API (30-025)	WELL NAME	WELL TYPE	STATUS	OPERATOR	TVD (FT.)	LATITUDE (NAD83 DD)	LONGITUDE (NAD83 DD)	DATE DRILLED
27934	PRE-ONGARD WELL #001	0	С	PRE-ONGARD WELL OPERATOR	0	32.0269502482	-103.387363047	12/31/9999
36645	MADERA 19 FEDERAL #001	G	A	MARATHON OIL PERMIAN LLC	15456	32.0269737000	-103 411941500	5/28/2004
37080	BECKHAM 19 #001	G	A	MARATHON OIL PERMIAN LLC	15823	32.0260544000	-103.402221700	4/12/2005
37550	MADERA 19 FEDERAL #003	0	N	JUMBO AMERICAN PETROLEUM CORPORATION	0	32.0269699000	-103.408775300	12/31/9999
37610	MADERA 19 FEDERAL #004	G	N	JUMBO AMERICAN PETROLEUM CORPORATION	0	32.0315056000	-103.409835800	12/31/9999
40340	MADERA 19 FEDERAL #003C	0	С	RMR OPERATING, LLC	0	32.0351334000	-103.407859800	12/31/9999
40631	MADERA 19 FEDERAL #002C	0	С	RMR OPERATING, LLC	0	32.0224380000	-103.413047800	12/31/9999
41059	MADERA 17 FEDERAL #001H	0	A	OXY USA INC	9264	32.0496407000	-103.388176000	4/10/2013
41492	MADERA 19 FEDERAL COM #004H	0	A	MARATHON OIL PERMIAN LLC	9046	32.0224342000	-103.408783000	11/29/2013
42835	MADERA 30 FEDERAL #002C	0	С	OXY USA INC	0	32.0227172000	-103.410053900	12/31/9999
42836	MADERA 30 FEDERAL #003C	0	C	OXY USA INC	0	32.0221583600	-103.405233900	12/31/9999
43000	MADERA 17 FEDERAL COM #002H	0	N	OXY USA INC	0	32.0496444800	-103.382234100	12/31/9999
44899	MADERA 19 FEDERAL 26 35 19 TB #001H	0	N	MARATHON OIL PERMIAN LLC	0	32.0225297800	-103.410704080	12/31/9999
44900	MADERA 19 FEDERAL 26 35 19 WA #002H	G	N	MARATHON OIL PERMIAN LLC	0	32.0225304900	-103.410800860	12/31/9999
44901	MADERA 19 FEDERAL 26 35 19 WB #005H	G	N	MARATHON OIL PERMIAN LLC	0	32.0228290800	-103_410607290	12/31/9999
44902	MADERAL 19 FEDERAL 26 35 19 WXY #006H	G	N	MARATHON OIL PERMIAN LLC	0	32.0225284000	-103 410510510	12/31/9999

Thunderbolt SWD No. 1 - 1 Mile Area of Review List NM-Deb (2019)





XII. Affirmative Statement of Examination of Geologic and Engineering Data

Based on the available engineering and geologic data we find no evidence of open faults or any other hydrologic connection between the disposal zone (in the revised location of the proposed <u>Thunderbolt SWD #1</u>) and any underground sources of drinking water.

NAME: John C. Webb

TITLE: Sr. Geologist

SIGNATURE: John Chabl

DATE: 8/30/2019

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

APPLICATION OF NGL WATER SOLUTIONS PERMIAN, LLC TO APPROVE SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO.

APPLICATION

NGL Water Solutions Permian, LLC ("NGL"), OGRID No. 372338, through its undersigned attorneys, hereby makes this application to the Oil Conservation Division pursuant to the provisions of N.M. Stat. Ann. § 70-2-12, for an order approving drilling of a salt water disposal well in Lea County, New Mexico. In support of this application, NGL states as follows:

- (1) NGL proposes to drill the Thunderbolt SWD #1 well at a surface location 1,152 feet from the North line and 1,436 feet from the East line of Section 19, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico for the purpose of operating a salt water disposal well.
- (2) NGL seeks authority to inject salt water into the Silurian-Devonian formation at a depth of 18,966' to 20,722'.
- (3) NGL further seeks approval of the use of 7 inch tubing inside the surface and intermediate casings and 5 ½ inch tubing inside the liner and requests that the Division approve a maximum daily injection rate for the well of 50,000 bbls per day.
- (4) NGL anticipates using an average pressure of 2,844 psi for this well, and it requests that a maximum pressure of 3,793 psi be approved for the well.
 - (5) A proposed C-108 for the subject well is attached hereto in Attachment A.



(6) The granting of this application will avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.

WHEREFORE, NGL requests that this application be set for hearing before an Examiner of the Oil Conservation Division on January 24, 2018; and that after notice and hearing, the Division enter its order approving this application.

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

By: Mistal M By more

Jennifer Bradfute

Deana Bennett

Post Office Box 2168

Bank of America Centre

500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800 Attorneys for Applicant case No. _____: Application of NGL Water Solutions Permian, LLC for approval of salt water disposal well in Lea County, New Mexico. Applicant seeks an order approving disposal into the Silurian-Devonian formation through the Thunderbolt SWD #1 well at a surface location 1,152 feet from the North line and 1,436 feet from the East line of Section 19, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico for the purpose of operating a salt water disposal well. NGL seeks authority to inject salt water into the Silurian-Devonian formation at a depth of 18,966' to 20,722'. NGL further seeks approval of the use of 7 inch tubing inside the surface and intermediate casings and 5 ½ inch tubing inside the liner and requests that the Division approve a maximum daily injection rate for the well of 50,000 bbls per day. Said location is 11.6 miles southwest of Bennett, NM.

				Nevised Water 23, 2017
RECEIVED:	REVIEWER:	TYPE:	APP NO:	
_	the same is a same office.	ABOVE THIS TABLE FOR OCD DIVIS	SON USE ONLY	THE SALE STREET, NO. 1. CO., LANSING, NO. 1.
		O OIL CONSERVA		THE OF THE PARTY.
	_	cal & Engineering		
	1220 South St. Fro	ancis Drive, Santa	Fe, NM 87505	Secretary of the second
	A DAMANICTO	ATIVE APPLICATIO	N CHECKLIST	
THIS CI	HECKLIST IS MANDATORY FOR AL	ATIVE APPLICATIO		IVISION RULES AND
	REGULATIONS WHICH RE	QUIRE PROCESSING AT THE D	IVISION LEVEL IN SANTA FE	
Applicant: NGL WAT	ER SOLUTIONS PERMIAN LLC	r r	OGRID I	Number: 372338
Well Name: THUND	····		API: TBD	
Pool: SWD; SILURIAN-I)EYONIAN		Pool Co	de: 96101
SUBMIT ACCURA	TE AND COMPLETE INF	ORMATION REQUIR		TYPE OF APPLICATION
			W	
	CATION: Check those			
A. Location -	- Spacing Unit – Simult		PROPATION UNIT	
	SE LJ NST (PR	OJECTAREA) LJ 1937	(PRORATION UNIT) LISD	
B. Check on	e only for [1] or [1]			
	ningling – Storage – M		possessi.	
		LC DPC DOL		
	lion – Disposal – Pressu WFX □PMX ■SV			
	MALY DEIMY	AD DIEL DEC	/K LIFFK	FOR OCD ONLY
	REQUIRED TO: Check			
	operators or lease hol			Notice Complete
	y, overriding royalty ov		ners	Application
	ation requires publishe ation and/or concurre)	Content
	ation and/or concurre			Complete
F. 🔳 Surface	e owner			
	of the above, proof o	f notification or pub	olication is attached	d, and/or,
H. ☐ No not	ice required			
3) CERTIFICATION	: I hereby certify that	the information sub	mitted with this ap	olication for
,	approval is <mark>accurate</mark> (
	at no action will be tal	1 /	tion until the require	ed information and
notifications ar	e submitted to the Div	vision.		
Not	e: Statement must be comple	ted by an individual with r	nanagerial and/or superv	Isory capacity.
			12/04/2018	
CHRIS WEYAND			Date	
Print or Type Name			410.000.100	
			Phone Number	The state of the square, who was a special designment of the state of
11,-11,			I HONG HOUNDS!	
11	h		CHRIS@LONQUIST	.COM
Signature	V.	EXHIBIT	e-mail Address	
		EVUIDIT		

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: Secondary Recovery Pressure Maintenance X Disposal Storage Application qualifies for administrative approval? X Yes No
П.	OPERATOR: NGL WATER SOLUTIONS PERMIAN, LLC
	ADDRESS: 1509 W WALL ST // STE 306 // MIDLAND, TX 79701
	CONTACT PARTY: SARAH JORDAN PHONE: (432) 685-0005 x1989
111.	WELL DATA: Complete the data required on the reverse side of this form for each well proposed for injection. Additional sheets may be attached if necessary.
IV.	Is this an expansion of an existing project? Yes X No If yes, give the Division order number authorizing the project:
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.
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.
VΠ.	Attach data on the proposed operation, including:
	 Proposed average and maximum daily rate and volume of fluids to be injected; Whether the system is open or closed; Proposed average and maximum injection pressure; Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and, 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: Christopher B. Weyand TITLE: Consulting Engineer
	SIGNATURE: DATE: 12 13 2018 E-MAIL ADDRESS: chris@longuist.com
*	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:
DIST	RIBUTION: Original and one copy to Santa Fe with one copy to the appropriate District Office

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 I

INJECTION WELL DATA SHEET

OPERATOR: NGL WATER SOLUTIONS PERMIAN, LLC

WELL NAME & NUMBER: THUNDERBOLT SWD #1

WELL LOCATION: 1.152' FNL & 1.436' FEL

FOOTAGE LOCATION

UNIT LETTER

SECTION

26S **TOWNSHIP**

35E **RANGE**

WELLBORE SCHEMATIC

WELL CONSTRUCTION DATA

Surface Casing

Hole Size: 24.000"

Casing Size: 20.000"

Cemented with: 1,490 sx.

Top of Cement: Surface

Method Determined: Circulation

1st Intermediate Casing

Hole Size: 17.500"

Casing Size: 13.375"

Cemented with: 2,973 sx.

Top of Cement: Surface

Method Determined: Circulation

2nd Intermediate Casing

Hole Size: 12.250"

Casing Size: 9.625"

Cemented with: 3,719 sx.

Top of Cement: Surface

Method Determined: Circulation

Production Liner

Hole Size: <u>8.500''</u>	Casing Size: 7.625"	
Cemented with: <u>546</u> sx.	or	ft
Top of Cement: <u>12,150</u> '	Method Determined: <u>Calculation</u>	

Total Depth: 20,722'

Injection Interval

18,966' feet to 20,722' feet

(Open Hole)

INJECTION WELL DATA SHEET

	oing Size: 7°, 26 lb/ft, P-110, TCPC from 0'- 12,050' and 5,500", 17 lb/ft, P-110 TCPC from 12,050' – 18,906' ing Material: Duoline
Туј	pe of Packer: 7-5/8" x 5-1/2" TCPC Permanent Packer with High Temp Elastomer and Full Inconel 925 trim
Pac	cker Setting Depth: 18,906'
Oth	ner Type of Tubing/Casing Seal (if applicable):
	Additional Data
1.	Is this a new well drilled for injection?
	If no, for what purpose was the well originally drilled? N/A
2.	Name of the Injection Formation: <u>Devonian. Silurian</u> , Fusselman and Montoya (Top 100')
3.	Name of Field or Pool (if applicable): SWD: Silurian-Devonian
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) used. No. new drill.
5.	Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area: Delaware: 5,333' Bone Spring: 9,299' Wolfcamp: 12,511' Penn: 13,606' Strawn: 14,481' Atoka: 14,999'

District. 1
1625 N. French Dr., Hobbs, NM 88240
Phone. (575) 393-6161 Fax: (575) 393-0720
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811 S. First St., Artesia, NNI 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
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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

Form C-101 Revised July 18, 2013

Energy Minerals and Natural Resources

Oil Conservation Division

1220 South St. Francis Dr.

Santa Fe, NM 87505

☐AMENDED REPORT

		Operator Name : GL WATER SOLUTION 1509 W WALL S MIDLAND, T				-	OGRID Number 372338	her	
		MIDLAND, T							
Property	Code		Property N THUNDERBOI	ame T SWD			- 11	Tell No.	
			² Surface Lo	cation					
UL - Lot	Section Towns	hip Range	Lot Idn Feet fix	om N/S I	Line	Feet From	E/W Line	County	
В	19 265	35E	N/A 1152	NOR	RTH	1436'	EAST	LEA	
			* Proposed Botton	n Hole Locat	ion				
UL - Lot	Section Towns	hip Range	Lot Idn Feet fro	om N/S1	Line	Feet From	E/W Line	County	
			9 Pool Infor	nation					
			Pool Name					Pool Code	
			SWD; Silurian-Devonian					96101	
			Additional Well I						
Work	Гуре	Well Type SWD	17. Cable/R R	otary		casc Type rivate	Gr Gr	ound Level Elevation 3,180'	
Multi N	ple	Proposed Depth 20,722	Forma Siluro-Dev			Contractor TBD		Spud Date ASAP	
	Ground water 264'		Distance from nearest fresh	water well		Dist	ance to nearest su	nce to nearest surface water	
			- 1 11111						
Type	Hole Size	Casing Size	Casing Weight/ft	Setting I		Sacks of Co		Estimated TOO	
Surface	24"	20"	106.5 lb/ft	1,50	00'	1,431		Surface	
Intermediate	17.5"	13.375"	68 lb/ft	5,30		2,973		Surface	
Production	12.25	9.625"	53.5 lb/ft	12,65		3,719		Surface	
Prod. Liner	8.5"	7.625"	39 lb/fl	12,150 -		546		12,150'	
Tubing	N/A	7"	26 lb/ft	0'-12		N/A		N/A	
Tubing	N/A	5.5"	17 lb/ft	12,050' -		N/A		N/A	
ee attached schem	antia.	Casir	ng/Cement Program:	Additional Co	omments				
see anacheu schen	guc.								
		22.	Proposed Blowout Pr	evention Pro	gram				
	Туре		Working Pressure	Test Pressure		Manufacturer			
Double Hy	/drualic/Blinds, Pipe		10,000 psi		8,000 psi		TBD-	- Schaffer/Cameron	
3. 1 handari	G. shot stre in C	ation airea at a contract	and complete to the first						
of my knowledg	e and belief.		ue and complete to the best		OIL C	ONSERVAT	ION DIVI	SION	
	y that I have con		9 (A) NMAC 🗌 and/or	Approved By:		The second secon	***************************************		
rinted names C	hrstopher B. We	yand /		Title:					
Title: Consultin	g Engineer	V		Approved Dat	te:	Ex	piration Date:		
-mail Address:	chnis@longuist.	com							
Date: 12/4/2018	Conditions of	Approval Ass	ached						

<u>Nistrict</u> [
1625 N. French Dr., Hobbs, NM 88240
hone: (575) 393-6161 Fax: (575) 393-0720
<u>Nistrict</u> [
111 S. First St., Artesia, NM 88210
hone: (575) 748-1283 Fax: (575) 748-9720
<u>Nistrict</u> [
1000 Rio Birazos Road, Aztec, NM 87410
hone: (505) 334-6178 Fax: (505) 334-6170
<u>Platrict</u> [
1220 S. S.L. Francis Dr., Santa Fe, NM 87505
hone: (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 LO	DCATIO	N AND ACRI	EAGE DEDICA	ATION PLAT	•		
1	API Number	r		² Pool Code			³ Pool Nam	t		
				96101			SWD; Silurian-I	Devonian		
⁴ Property (Code				⁵ Property N	ame		V * V	Well Number	
					THUNDERBO	LT SWD			1	
OGRID	No.				⁸ Operator N	ame			Elevation	
37233	8				NGL WATER SO	LUTIONS PERMIAN	LLC	3	180.00°±	
					" Surface I	ocation				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line		County
В	19	26	S 35 E	N/A	1152'	NORTH	1436'	EAST	LEA	
			" Be	ottom He	le 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
12 Dedicated Acre	Joint o	r Infili	14 Consolidation	Code 15 O	der 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.

ξ α	1436	17 OPERATOR 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, ur to a voluntary pooling agreement or a computory pooling order hyperofore awered by the division.
SECTION	PROPOSED THUNDERBOLT SWD 1 NMSP-E (NAD27) N: 376,891.00' E: 788,570.45' NMSP-E (NAD83)	Chris Weyand Printed Name chris@lonquist.com E-mail Address
19	N: 376,948.20' E: 829,758.60' Lat: N32'01'58.42" Long: W103'24'09.33"	*SURVEYOR CERTIFICATION 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 belief.
		Signature and Soft productive of Easy 1977

NGL Water Solutions Permian, LLC

Thunderbolt SWD No. 1

FORM C-108 Supplemental Information

III. Well Data

A. Wellbore Information

1.

Well information				
Lease Name Thunderbolt SWD				
Well No.	1			
Location	S-19 T-26S R-35E			
Footage Location	1,152' FNL & 1,436' FEL			

2.

a. Wellbore Description

Casing Information							
Туре	Surface	Intermediate	Production	Liner			
OD	20"	13.375"	9.625"	7.625"			
WT	0.500"	0.480"	0.545"	0.500"			
ID	19"	12.415"	8.535"	6.625"			
Drift ID	18.812"	12.259"	8.535"	6.500"			
COD	21.00"	14.375"	10.625"	7.625"			
Weight	106.5 lb/ft	68 lb/ft	53.5 lb/ft	39 lb/ft			
Grade	J-55	HCL-80	P-110	Q-125			
Hole Size	24"	17.5"	12.25"	8.5"			
Depth Set	1,500'	5,300′	12,650'	12,150' - 18,966'			

b. Cementing Program

Cement Information								
Casing String	Surface	Intermediate	Production	Liner				
Lead Cement	Extenda Cem	-		-				
Lead Cement Volume	680	-	_	-				
Tail Cement	Halcem	Halcem	Halcem	NeoCem				
Tail Cement Volume	751	2,973 sx	Stage 1: 1,402 sx Stage 2: 1,206 sx Stage 3: 1,111 sx	546				
Cement Excess	50%	30%	50%, 50%, 10%	50%				
TOC	Surface	Surface	Surface	11,900'				
Method	Circulate to Surface	Circulate to Surface	Circulate to Surface	Logged				

3. Tubing Description

Tubing Information								
OD	7"	5.5"						
WT	0.362"	0.304"						
ID	6.276"	4.892"						
Drift ID	7.875"	6.050"						
COD	6.151"	4.653"						
Weight	26 lb/ft	17 lb/ft						
Grade	P-110 TCPC	P-110 TCPC						
Depth Set	0'-12,050'	12,050' -18,906						

Tubing will be lined with Duoline.

4. Packer Description

7-5/8" x 5-1/2" TCPC Permanent Packer with High Temp Elastomer and Full Inconel 925 trim

B. Completion Information

1. Injection Formation: Devonian, Silurian, Fusselman, Montoya (Top 100')

2. Gross Injection Interval: 18,966′ – 20,722′

Completion Type: Open Hole

- 3. Drilled for injection.
- 4. See the attached wellbore schematic.
- 5. Oil and Gas Bearing Zones within area of well:

Formation	Depth
Delaware	5,333'
Bone Spring	9,299'
Wolfcamp	12,511'
Penn	13,606'
Strawn	14,481'
Atoka	14,999'

VI. Area of Review

No wells within the area of review penetrate the proposed injection zone.

VII. Proposed Operation Data

1. Proposed Daily Rate of Fluids to be Injection:

Average Volume: 40,000 BPD Maximum Volume: 50,000 BPD

- 2. Closed System
- 3. Anticipated Injection Pressure:

Average Injection Pressure: 2,844 PSI (surface pressure)
Maximum Injection Pressure: 3,793 PSI (surface pressure)

- 4. The injection fluid is to be locally produced water. It is expected that the source water will predominantly be from the Bone Spring and Wolfcamp formations. Attached are produced water sample analyses taken from the closest wells that feature samples from the Delaware, Bone Spring, Wolfcamp, Pennsylvanian, Strawn, and Atoka formations.
- 5. The disposal interval is non-productive. No water samples are available from the surrounding area.

VIII. Geological Data

The Devonian formation is a dolomitic ramp carbonate that occurs below the Woodford shale and above the Fusselman formation. Strata found in the Devonian formation include two major groups, the Wristen Buildups and the Thirtyone Deepwater Chert, with the Wristen being more abundant. The Wristen Groups is composed of mixed limestone and dolomites with mudstone to grainstone and boundstone textures. Porosity in the Wristen group is a result of both primary and secondary development. Present are moldic, vugular, karstic (including collapse breccia) features that allow for higher porosities and permeabilities. The Thirtyone Formation contains two end-member reservoir facies, skeletal packstones/grainstones and spiculitic chert, with most of the porosity and permeability found in the coarsely crystalline cherty dolomite. These particular characteristics allow for this formation to be a tremendous Salt Water Disposal horizon.

A. Injection Zone: Siluro-Devonian Formation

Formation	Depth
Rustler Anhydrite	1,027′
Delaware	5,333′
Bone Spring	9,299'
Wolfcamp	12,511'
Penn	13,606′
Strawn	14,481′
Atoka	14,999'
Morrow	15,557'
Mississippian	16,647'
Woodford	18,652'
Devonian	18,946'
Fusselman	20,217′
Montoya	20,622'

B. Underground Sources of Drinking Water

No water well exists within one mile of the proposed Thunderbolt SWD #1 location. Water wells in the surrounding area have an average depth of 524 ft and an average water depth of 264 ft generally producing from the Santa Rosa. The upper Rustler may also be another USDW and will be protected.

IX. Proposed Stimulation Program

Stimulate with up to 50,000 gallons of acid.

X. Logging and Test Data on the Well

There are no logs or test data on the well. During the process of drilling and completion resistivity, gamma ray, and density logs will be run.

XI. Chemical Analysis of Fresh Water Wells

No water wells exist within one mile of the proposed Thunderbolt SWD #1 location.

XII. Affirmative Statement of Examination of Geologic and Engineering Data

Based on the available engineering and geologic data we find no evidence of open faults or any other hydrologic connection between the disposal zone (in the proposed <u>Thunderbolt SWD #1</u>) and any underground sources of drinking water.

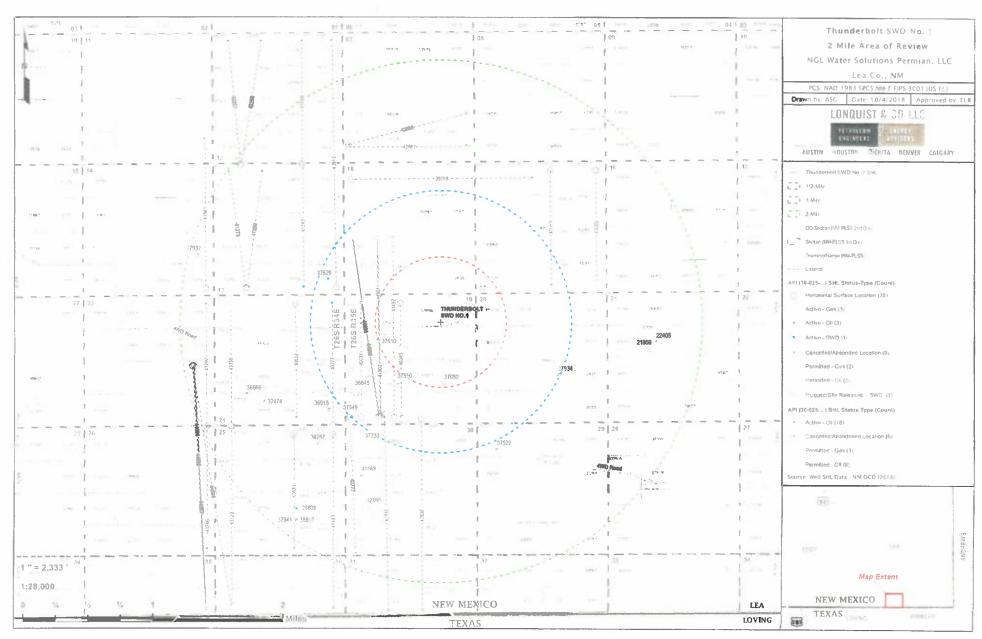
NAME: John C. Webb

TITLE: Sr. Geologist

SIGNATURE: Spln Oli/deb

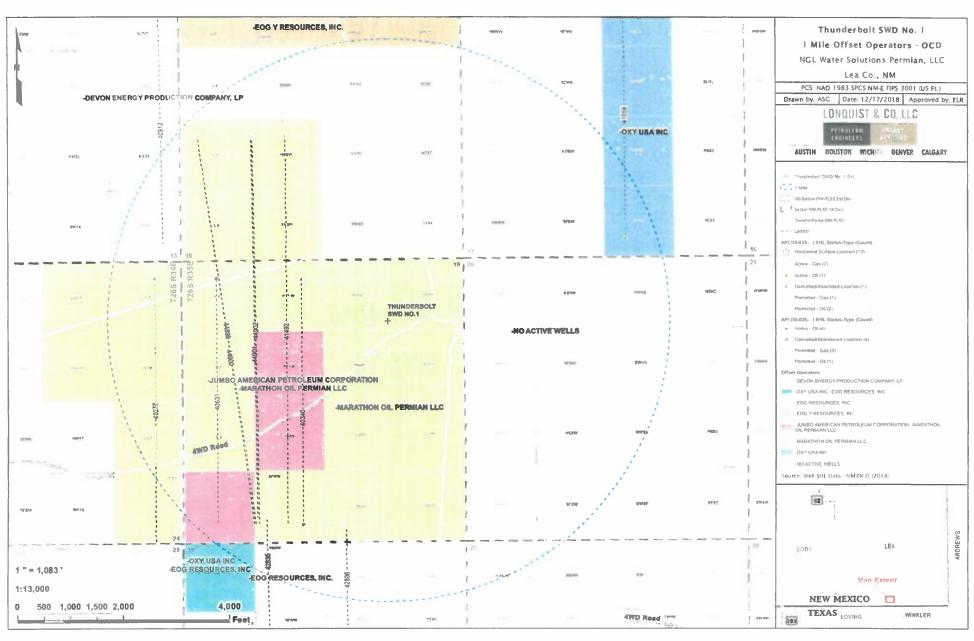
DATE: Clot. 10, 2018

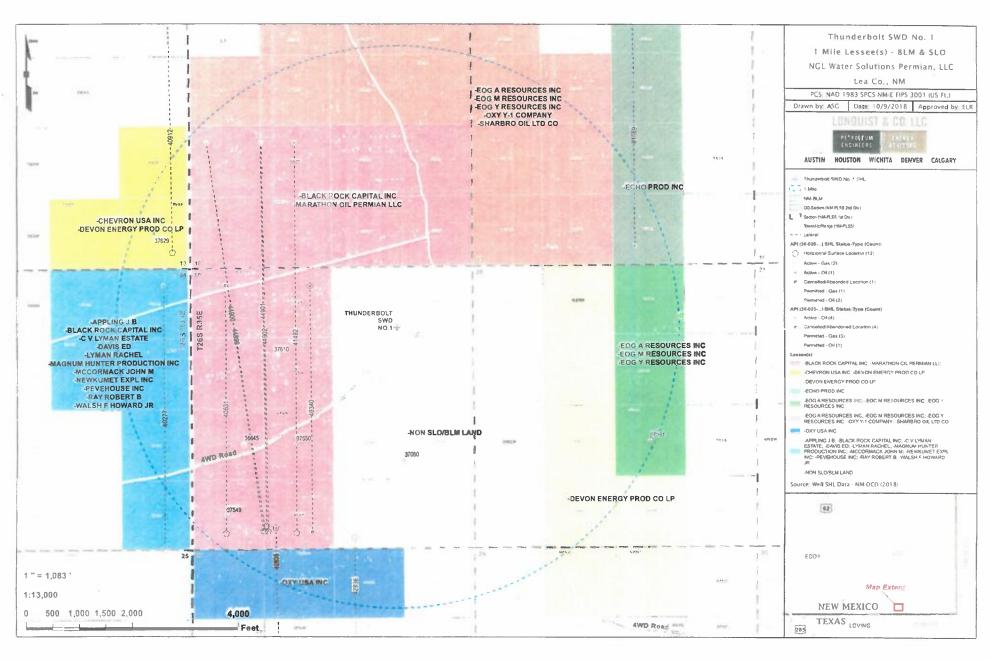
NA	Thunderbolt SWD	Location - NWNE Sec 3	, Twp 265, R 35E TD 20,722			Directions to Site - Travel SW on Hwy 205 18 3 m ses from Ial NM Lat/Long			
Vertica Inject	Lea County NM on - Devoman, Silunan, Fusselman, Montoya	Drilling Cost - \$11.53MM	AFE #	GL/K8	3180′	32 03289444 103.0		at NM Lat/Long	
Geologic Tops (MD ft)	Section	Problems	Bit/BHA	Mud	Casing	Logging	Cement	Injection String	
Rustler 1027 Surface TD - 1500	Surface Drill 24" 0' - 1500 Set and Cement 20" Casing	Loss Circulation Hole Cleaning Wellbore stability in the Red Beds Anhydrite in the Rustler	24" Tricone 9-5/8" x 8" MM 9 jts: 8" DC 21 jts: 5" HWDP 5 " DP to surface	Spud Mud MW< 9.0	1500' of 20" 106.5# JS5 STC Centralizers - bottom 2 joints and every 3rd jt thereafter, Cement basket at 200'	No Logs	Lead - 680sx of HES Extenda Cem, 13.7ppg, 4.5hrs TT Tail - 751sx of Halcem 3hr TT 50% Excess 1000psi CSD after 10hrs		
Salado 1,574' Top of Salt 1799 Base of Salt 4781 1st Int TD - 5300	1st Intermediate Drill 3800' of 17-1/2" Hole 1500' - 5300' Set and Cement 13-3/8" Casing	Seepage Losses Possible H2S Anhydrite Salt Sections	17-1/2" PDC 9-5/8" x 8" MM 9 jts: 8" DC 21 jts: 5" HWDP 5 " DP to surface		5M A Section Casing Bowl 5300' of 13-3/8" 68# HCL80 BTC Centralizers - bottom jt, every 3rd joint in open hole and 2 jt inside the surface casing	Mudlogger on site by 1080'	2973sx of Halcem, 13.7ppg 30% Excess 1000psi CSD after 10 hrs Cement to Surface	12050' of 7" P110 26# TCPC	
ECP DV Tool - 5350 Delaware 5333 Bell Canyon 5371 Cherry Canyon - 6581	2nd Intermediate	Hard Drilling in the Brushy Canyon Seepage to Complete Loss Water Flows	12-1/4" PDC	8.5 ppg OBM High Vis Sweeps	10M 8 Section 12650' of 9-5/8" 53.5# P110 BTC Special Drift to 8.535"		Stage 3: 10% Excess 1402sx Halcem 13.7ppg 1000psi CSD after 10 hrs Cement to Surface	6856' of 5-1/2" P110 17# TCPC	
Brushy Canyon - 7816 DV Tool - 9000 Bone Spring - 9299	Drill 7350' of 12-1/4" Hole 5300' - 12650' Set 9-5/8" Intermediate Casing and Cement in 3	e Some Anhydrite O' H2S possible edlate		UBD/MPD usig ADA	DV Tools DV tool at at 9000' ECP DV Tool below 1st int shoe	MWD GR Triple combo + CBL of 13-3/8"	Stage 2: 50% Excess 1206sx Halcem 13.7ppg 1000psi CSD after 10 hrs	Internally Coated Injection Tubing	
3rd Int Liner Top - 12,150 Wolfcamp - 12511 2nd Int TD - 12,650	Stages	Spring and Wolfcamp Ballooning is possible in Cherry Canyon and Brushy if Broken Down	Si to surfece		Centralizers - bottom jt, 100' aside of DV tool, every 3rd joint in open hole and 5 within the surface casing		Stage 1: 50% Excess 1402sx Halcem 15.6ppg. 1000psi CSD after 10hrs		
Strawn - 14481 Atoka - 14999 Morrow - 15557 Miss Lst - 15583 Woodford - 18652 Perm Packer - 18,906 3rd Int TD - 18,966	3rd Intermediate Drill 6316' of 8-1/2" Hole 12650' - 18966' Set 7-5/8" Liner and Cement in Single Stage	High Pressure (up to 15ppg) and wellbore instability (fracturing) expected in the Atoka 150 target radius Hard Drilling in the Morrow Clastic	8-1/2" PDC 6-3/4" MM 9 jts: 6" DC 21 jts: 5" HWDP 5" DP to Surface	12.5 ppg OBM UBD/MPD using ADA	6818' of 7-5/8" 39# Q125 DTL (FJ4) FJ (Gas Tight) VersaFlex Packer Hanger Centralizers on and 1 jt above shoe jt and then every 2nd jt.	MWD GR Triple combo, CBL of 9- 5/8" Casing	564sx Neocem 12.9 ppg 50% Excess 1000psi CSD after 12hrs	7-5/8" x 5-1/2" TCPC Permanent Packer with High Temp	
Devonian = 18,946 Fusselman - 20217 Montoya - 20,622' TO - 20,722'	Injection Interval Drill 1756' of 6-1/2" hole 18,966' - 20,722'	Chert is possible Loss of Circulation and or Flows are expected BHT estimated at 280F	6-1/2" PDC 4-3/4"MM 9 jts: 4-3/4" DC 4-3/4" Drilling Jars 18 jts: 4" FH HWDP 4" FH DP to Surface	Brine Water - flows possible	Openhole completion	MIVD GR Triple Combo with FMI, CBL of 7-5/8"	Displace with 3% KCI (or heavier brine if necessary)	Elastomer and full Inconel 925 trim	



Thunderbolt SWD No. 1 1 Mile Area of Review List

API (30-025)	WELL NAME	WELL TYPE	STATUS	OPERATOR	TVD (FT.)	LATITUDE (NAD83 DD)	LONGITUDE (NAD83 DD)	DATE DRILLED
27934	PRE-ONGARD WELL #001	0	С	PRE-ONGARD WELL OPERATOR	0	32.0269502482	-103.387363047	12/31/9999
36645	MADERA 19 FEDERAL #001	G	Α	MARATHON OIL PERMIAN LLC	154 56	32.0269737000	-103.411941500	5/28/2004
37080	BECKHAM 19 #001	G	А	MARATHON OIL PERMIAN LLC	15823	32.0260544000	-103.402221700	4/12/2005
37549	MADERA 19 FEDERAL #002	0	N	JUMBO AMERICAN PETROLEUM CORPORATION	0	32.0233459000	-103.413040200	12/31/9999
37550	MADERA 19 FEDERAL #003	0	N	JUMBO AMERICAN PETROLEUM CORPORATION	0	32.0269699000	-103.408775300	12/31/9999
37610	MADERA 19 FEDERAL #004	G	N	JUMBO AMERICAN PETROLEUM CORPORATION	0	32.0315056000	-103.409835800	12/31/9999
37629	RATTLESNAKE FEDERAL UNIT #006	0	A	DEVON ENERGY PRODUCTION COMPANY, LP	9600	32.0378685000	-103.417274500	12/26/2006
40277	MADERA 24 FEDERAL #002H	0	Α	MARATHON OIL PERMIAN LLC	9070	32.0215645000	-103.416786200	10/26/2011
40340	MADERA 19 FEDERAL #003C	0	С	RMR OPERATING, LLC	0	32.0351334000	-103.407859800	12/31/9999
40631	MADERA 19 FEDERAL #002C	0	С	RMR OPERATING, LLC	0	32.0224380000	-103.413047800	12/31/9999
40912	RATTLESNAKE 13 12 FEDERAL COM #001H	0	Α	DEVON ENERGY PRODUCTION COMPANY, LP	8961	32.0369568000	-103.416214000	2/19/2013
41059	MADERA 17 FEDERAL #001H	0	Α	OXY USA INC	9264	32.0496407000	-103.388176000	4/10/2013
41492	MADERA 19 FEDERAL COM #004H	0	Α	MARATHON OIL PERMIAN LLC	9046	32.0224342000	-103.408783000	11/29/2013
42835	MADERA 30 FEDERAL #002C	0	С	OXY USA INC	0	32.0227172000	-103.410053900	12/31/9999
42836	MADERA 30 FEDERAL #003C	0	С	OXY USA INC	0	32.0221583600	-103.405233900	12/31/9999
44899	MADERA 19 FEDERAL 26 35 19 TB #001H	0	N	MARATHON OIL PERMIAN LLC	0	32.0225297800	-103.410704080	12/31/9999
44900	MADERA 19 FEDERAL 26 35 19 WA #002H	G	N	MARATHON OIL PERMIAN LLC	0	32.0225304900	-103.410800860	12/31/9999
44901	MADERA 19 FEDERAL 26 35 19 WB #005H	G	N	MARATHON OIL PERMIAN LLC	0	32.0228290800	-103.410607290	12/31/9999
44902	MADERAL 19 FEDERAL 26 35 19 WXY #006H	G	N	MARATHON OIL PERMIAN LLC	0	32.0225284000	-103.410510510	12/31/9999





Thunderbolt SWD #1: Offsetting Produced Water Analysis														
wellname	api	county	formation	ph	tds_mgl.	sodium_mgL	calcium_mgl.	iron_mgL	magnesium_mgt	manganese_mgL	chloride_mgL	bicarbonate_mgL	sulfate_mgL	co2 mgL
RAGIN CAJUN 13 FEDERAL #001H	3002541259	l.ea	DELAWARE-BRUSHY CANYO		194590			22.6	2592	2.88	119973		710	
MEAN GREEN 23 FEDERAL #001H	3002541292	Lea	DELAWARE-BRUSHY CANYO	7.5	172606	56152.9	9156	24.6	1515	3.5	104576.4	183	675	1800
BELL LAKE UNIT #009	3002520261	LEA	BONE SPRING		204652						130000	512	260	
THISTLE UNIT #071H	3002542425	iea	BONE SPRING 1ST SAND	5.6	171476	55363.2	9140	40.4	1023	1.1	104576.4	244	560	770
BELL LAKE 19 STATE #004H	3002541517	Lea	BONE SPRING 2ND SAND	6.3		76378	6238	11	834	0	131397	159	670	200
COTTON DRAW UNIT #237H	3002541996	Lea	BONE SPRING 2ND SAND	6.5	207155	68477	4041.6	41.3	1744.6	1.53	126763.4	122	0	200
SALADO DRAW 6 FEDERAL #001H	3002541293	Lea	BONE SPRING 3RD SAND	6.7	95604	31066	3196	10	394	0.5	59071	183	0	100
SALADO DRAW 6 FEDERAL #001H	3002541293	Lea	BONE SPRING 3RD SAND	6.6	99401.9	34493.3	3295	0.4	396.8	0.37	59986.5	109.8	710	70
SNAPPING 2 STATE #014H	3001542688	EDDY	WOLFCAMP	7.3	81366.4	26319.4	2687.4	26.1	326.7		50281.2		399.7	100
SOUTHWEST JAL UNIT F #001	3002520843	LEA	PENNSYLVANIAN	7.8	35220						20000	621	1039	
STATE A A/C 1 #017	3002509401	LEA	PENNSYLVANIAN		196831					-720	120300	208	1271	
PRONGHORN AHO FEDERAL #001	3002526496	LEA	STRAWN	5.5			20.1	0	12.2		35.5	61.1	48.8	
ANTELOPE RIDGE UNIT #002	3002520444	LEA	ATOKA	6.7	51475						31000	317	340	

Exhibits of Scott Wilson On Behalf of NGL Water Solutions Permian, LLC

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

AMENDED APPLICATION OF NGL WATER SOLUTIONS PERMIAN, LLC FOR APPROVAL OF SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO

CASE NO. 20236 (THUNDERBOLT)

AFFIDAVIT OF SCOTT J. WILSON

STATE OF NEW MEXICO)
) ss
COUNTY OF BERNALILLO)

- I, Scott J. Wilson, make the following affidavit based upon my own personal knowledge.
- 1. I am over eighteen (18) years of age and am otherwise competent to make the statements contained herein.
- 2. I am the Senior Vice President for Ryder Scott Company in Denver, Colorado. My responsibilities at Ryder Scott Company include the performance of reserve appraisals, technical evaluations, and reservoir analysis.
- 3. I have obtained a bachelor's degree in petroleum engineering from the Colorado School of Mines, and a master's degree business from the University of Colorado. I have worked as a petroleum engineer since 1983.
- 4. I am familiar with the amended application that NGL Water Solutions Permian, LLC ("NGL") has filed in this matter, and I have conducted a nodal analysis and reservoir study



related to the area which is the subject matter of the application. A copy of my study is attached hereto as Exhibit A.

- 5. The applicant, NGL (OGRID No. 372338), seeks an order approving the Thunderbolt SWD #1 well, which is a salt water disposal well.
- 6. The approved injection zone for the well is located below the base of the Woodford Shale formation and above the Ordovician formation, which consists of significant shale deposits.
- 7. I have reviewed step rate tests for similar disposal wells drilled within the area and conducted a nodal analysis. It is my opinion that a large percentage of surface pressure it was encountering using smaller diameter tubing was a result of friction pressure. In Case No. 15720 evidence had been presented to the Division showing that up to 85% of this surface pressure was due to friction. Increasing the tubing size would reduce friction and would conserve pump horsepower, fuel, and reduce emissions.
- 8. My nodal analysis indicates that increasing the tubing size to 7" by 5 ½" would not significantly increase reservoir pressures over a twenty-year time period. The injection zone is located within a reservoir with significant thickness which consists of high permeability rocks, which results in only very small pressure increases even when injection is increased to a rate of 40,000 barrels per day over a 20 year period.
- 9. It is my opinion that increasing the tubing size will not cause fractures in the formation. Wellhead pressures are set at a maximum that is below the formation fracture pressure and, as a result, it is impossible to get above the formation fracture pressure while honoring wellhead pressure constraints. Consequently, it is highly unlikely that increasing the tubing size in the well would result in fractures to the formation.

- 10. I have also studied the potential impact on pore pressures and put together a simulation of the radial influence that the well would have if larger tubing is used for a period of time. A copy of this study is included within Exhibit A to this affidavit. This study shows that it is anticipated that there will be a minimal impact on reservoir pressures and that the majority of fluids will not travel greater than 1 mile in 20 years.
- 11. My studies further indicate that additional injection wells located one mile away from the well will not create any materially adverse pressures in the formation.
- 12. I attest that the information provided herein is correct and complete to the best of my knowledge and belief.

[Signature page follows]

Scott J. Wilson

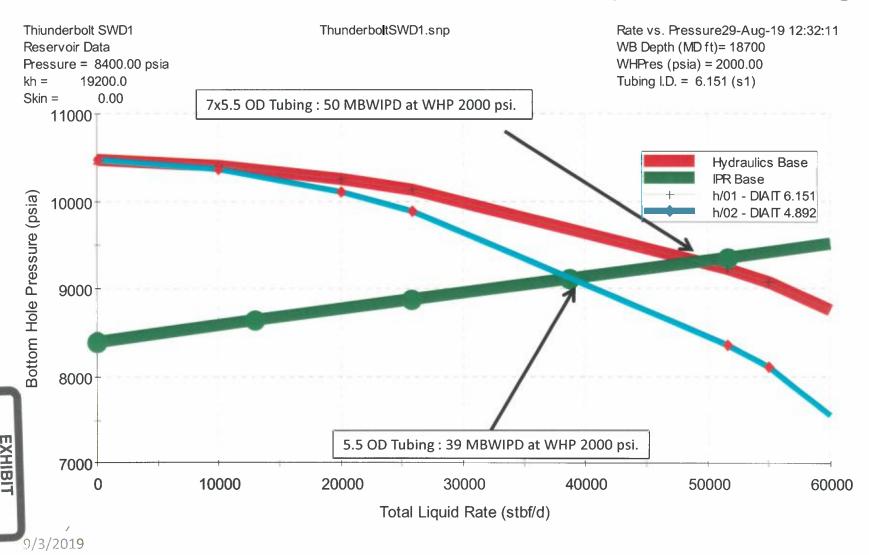
SUBSCRIBED AND SWORN to before me this 30th day of August, 2019 by Scott J. Wilson.

Notary Public

My commission expires: 08 23 21

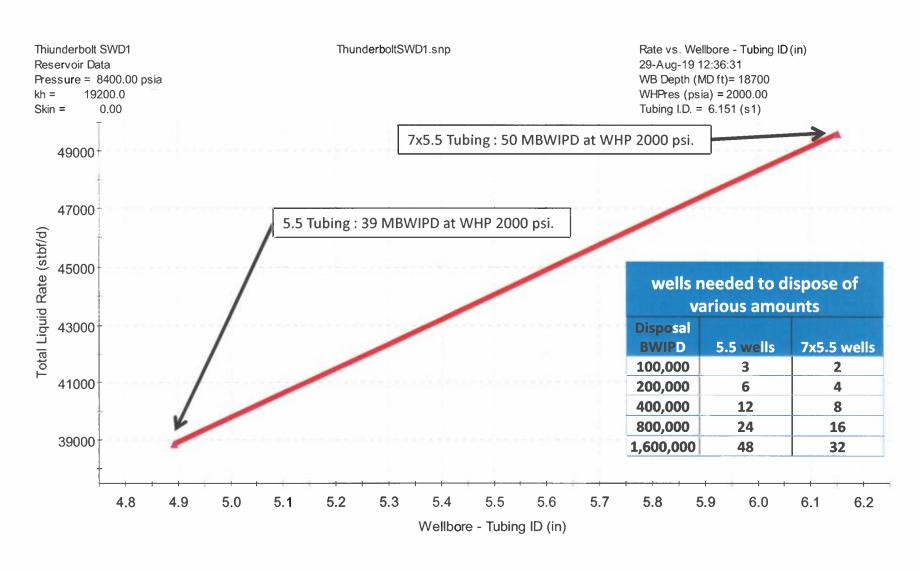
DARSHAE E RODRIGUEZ Notary Public - State of Culorado Notary ID 20134006986 My Commission Expires Aug 23, 2021

Typical Wellbore Hydraulics Models predict a 30% increase in maximum injection rate between 5.5 tubing and 7x5.5 tubing.





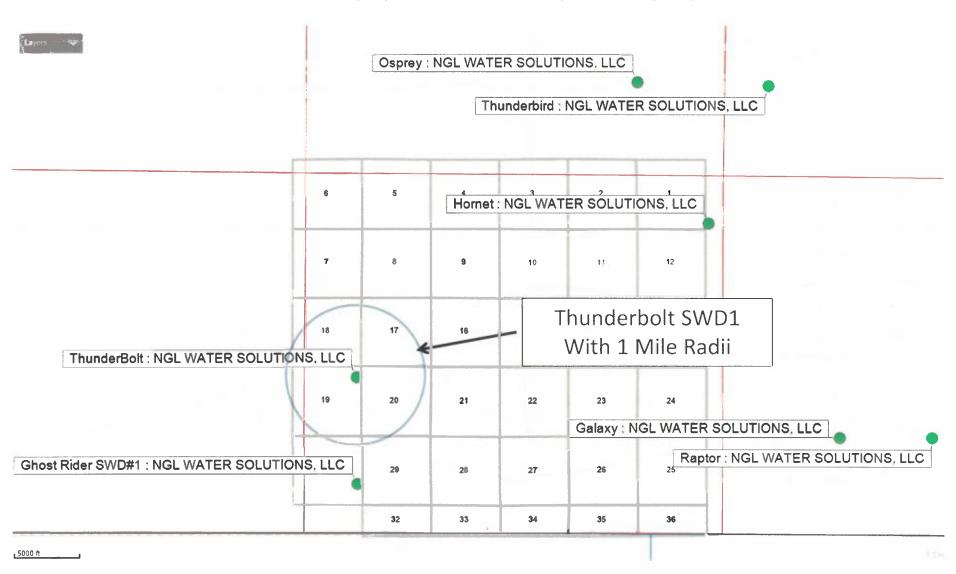
Increased injection rate per well equates to fewer injectors.





Wells injecting water into the Devonian formation in the area.

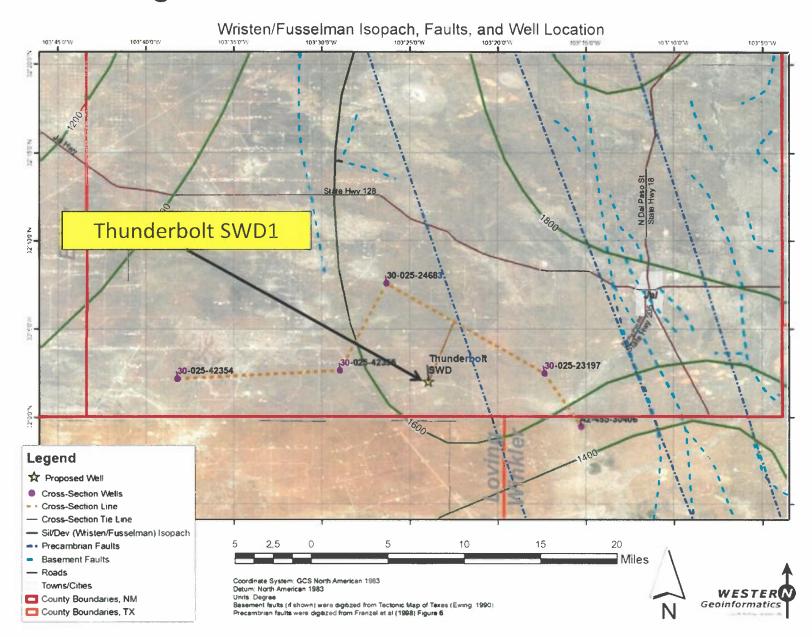
Area is roughly 12 miles (E-W) by 8 miles (N-S)







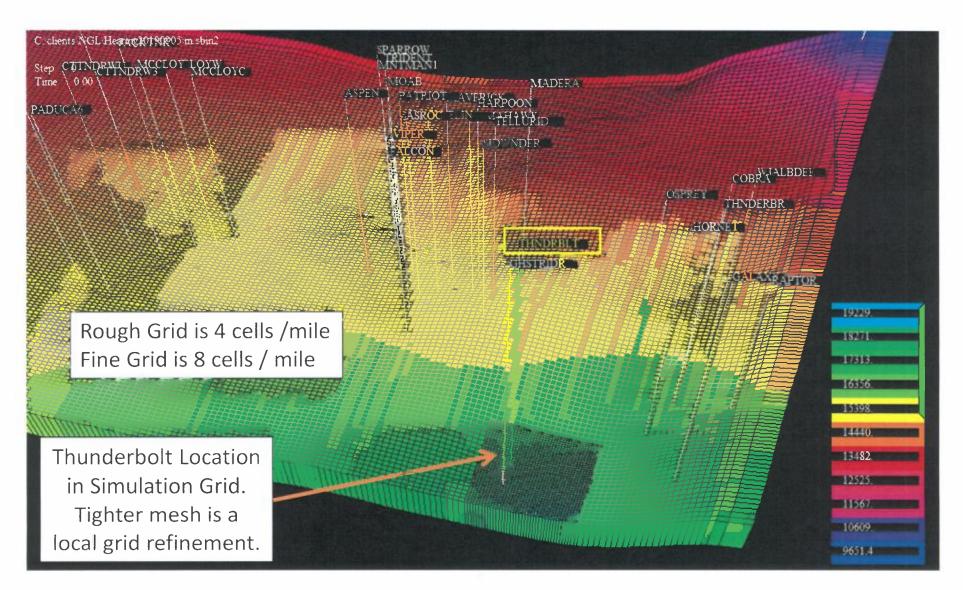
NGL Water Solutions, LLC Target Zone Thickness at Thunderbolt is 1600 feet





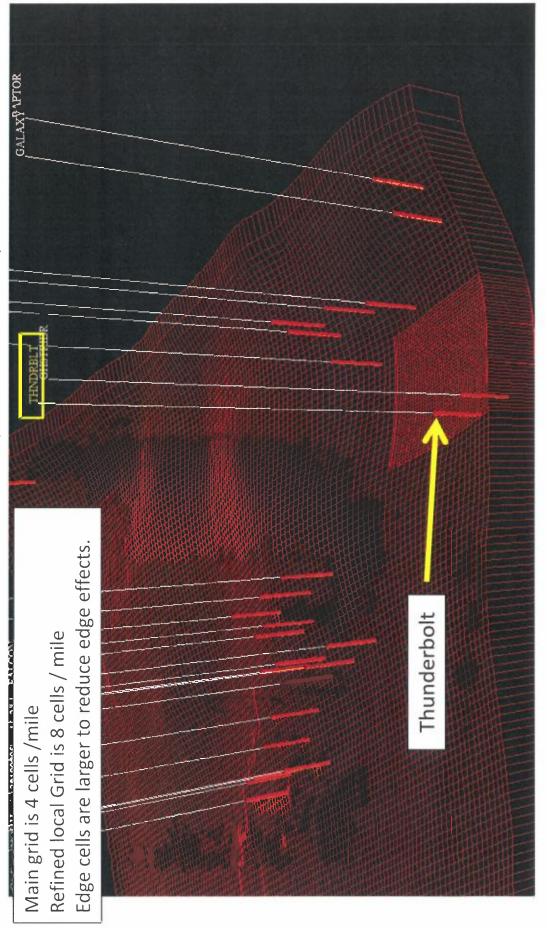
NGL Water Solutions, LLC Simulation Grid matches Structure and Thickness

Reservoir Simulation grid incorporates the NGL proposed wells and the close offsets.



3D view of grid shows Structural Relief.

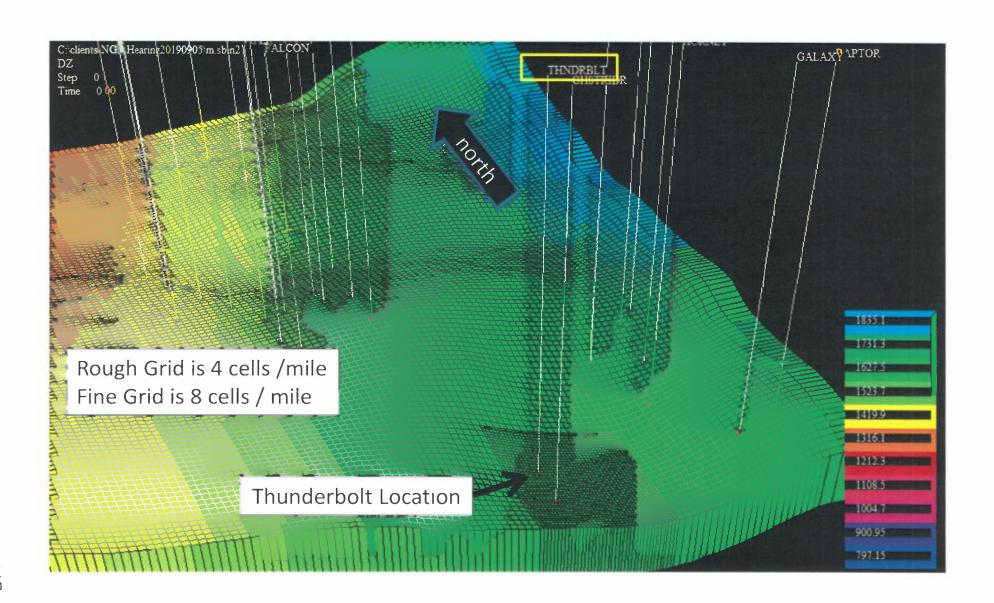
Thickness is accurate but not easy to see at this aspect ratio.







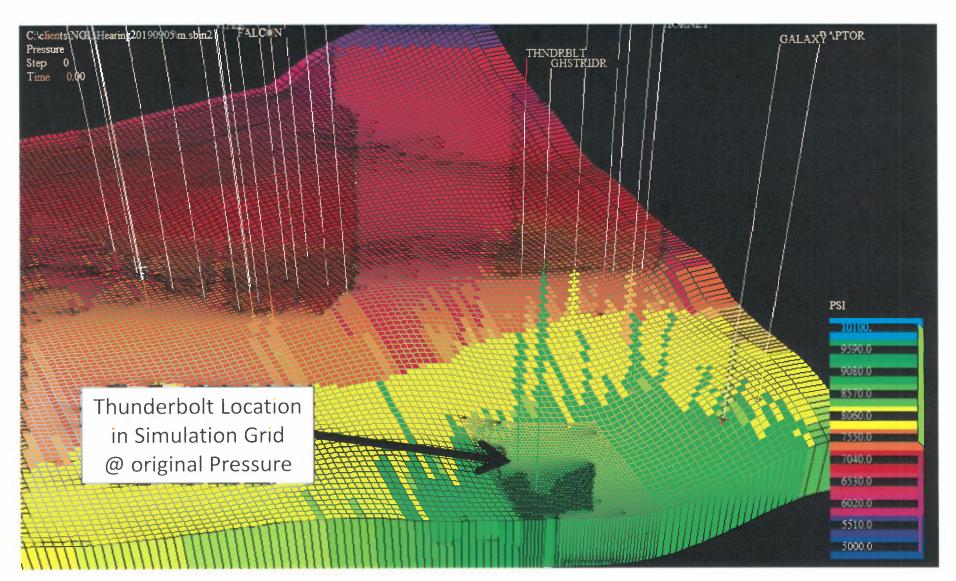
Red and dark blue to the East is the thickest Sil/Dev.







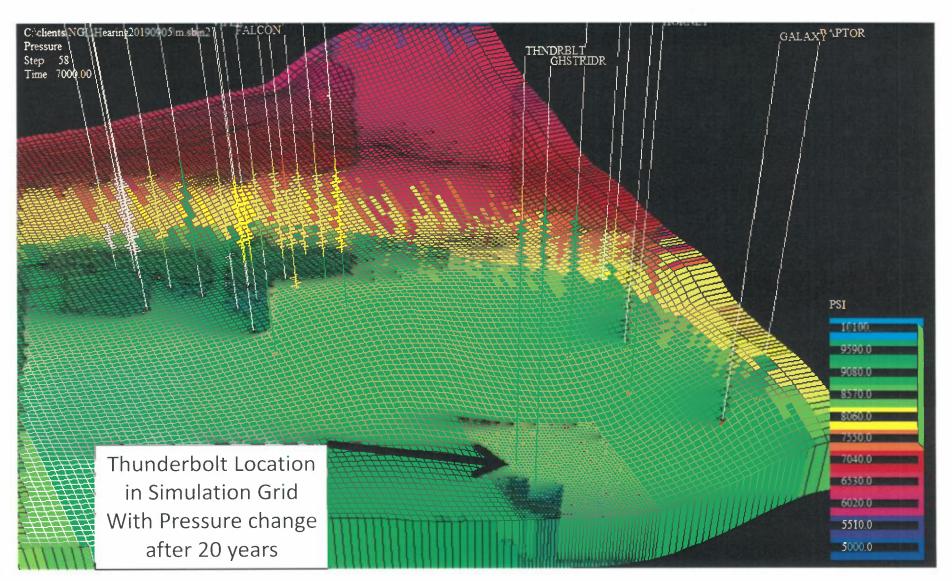
Initial pressure is equilibrated by the model based on grid cell depth, fluids(water) and capillary pressure.





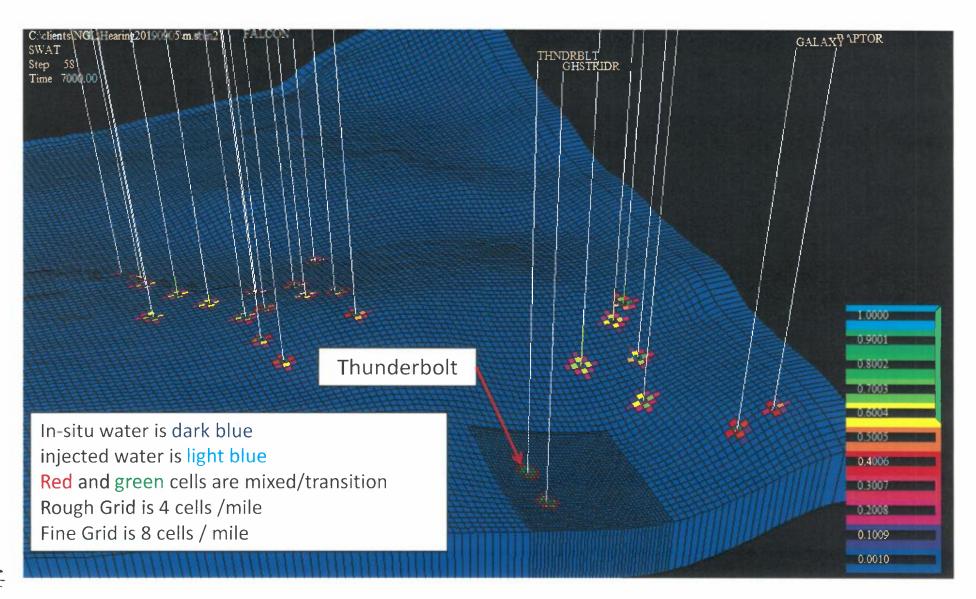


Pressure at 20 years is affected by original pressure, injected volumes, and the ability of the reservoir to dissipate pressure.





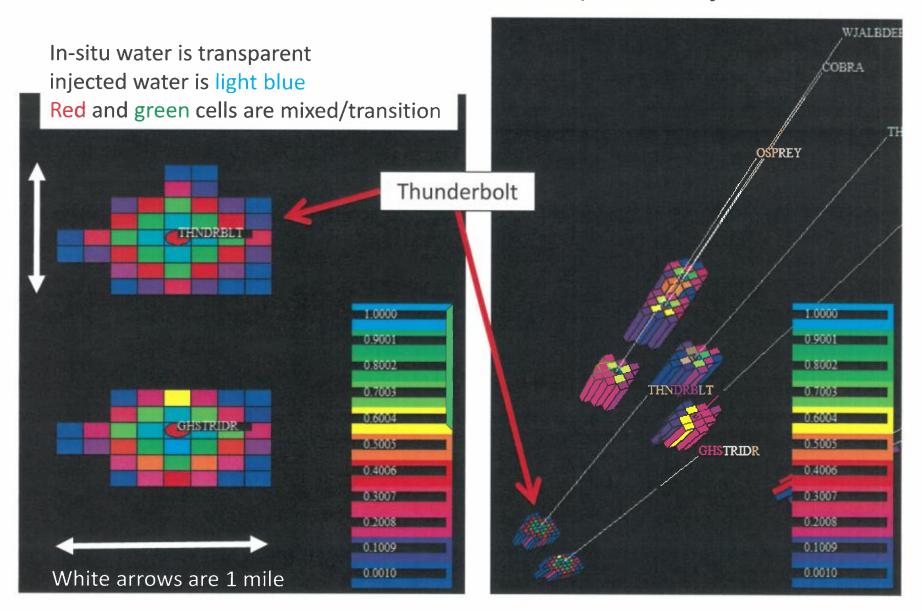
Large scale saturation profiles after 20 years of injection.







Detailed saturation profiles after 20 years of injection.

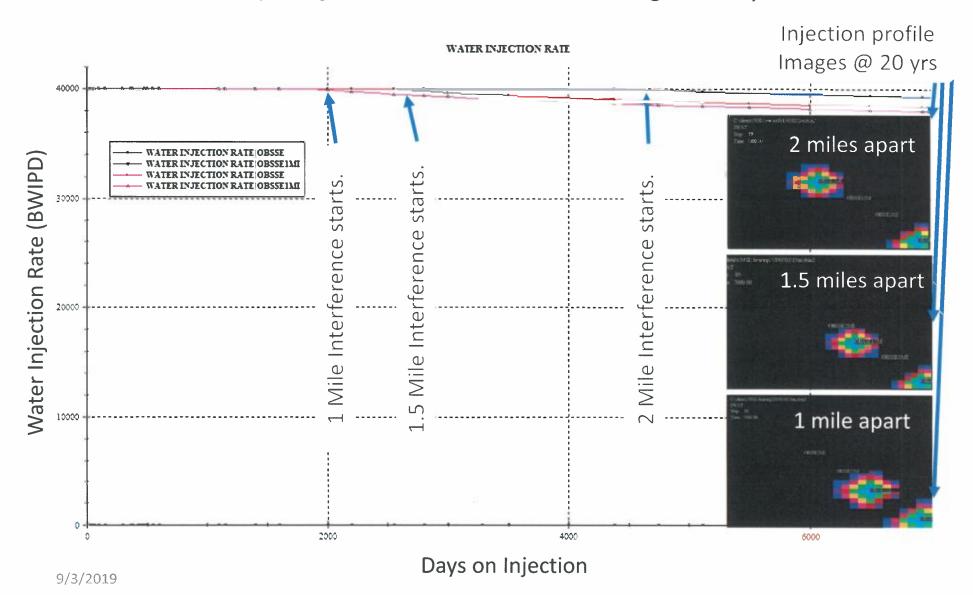




Exh. A12

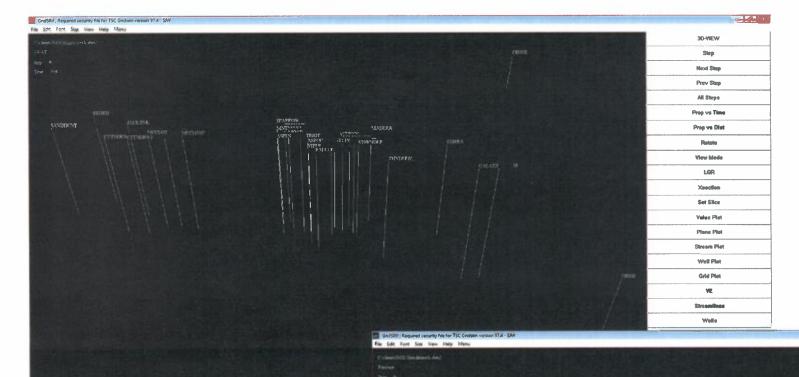
Typical wells showing interference when spaced 1, 1.5, and 2 miles apart.

Closer spacing causes rates to fall, but not significantly.







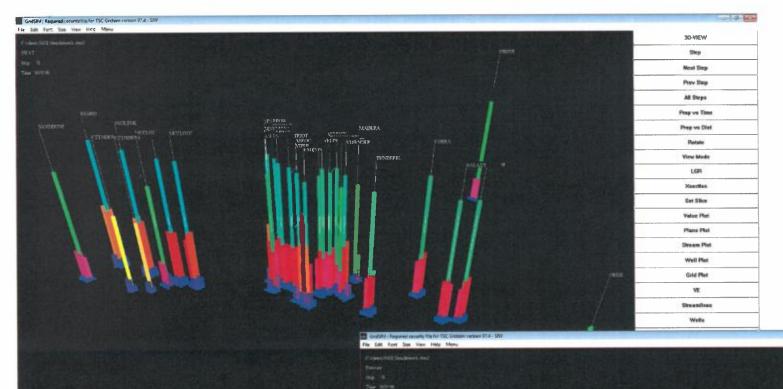


Typical Water movement & Pressure

9/3/2019





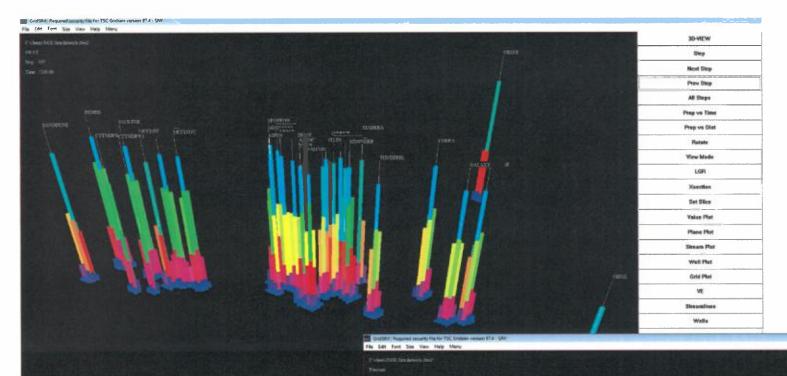


Typical Water movement & Pressure

9/3/2019





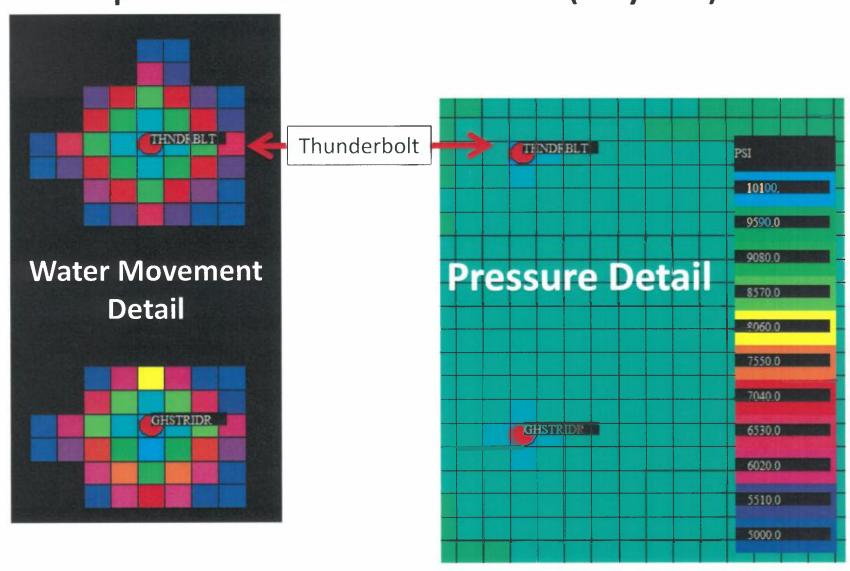


Typical Water movement & Pressure

9/3/2019



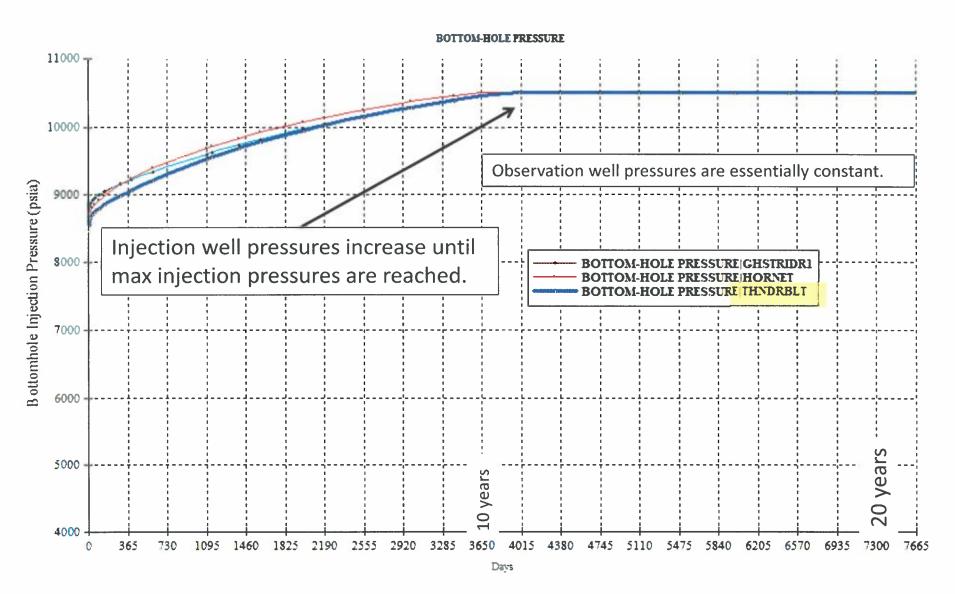
Detailed water saturation and pressure distribution at 2039 (20 years)



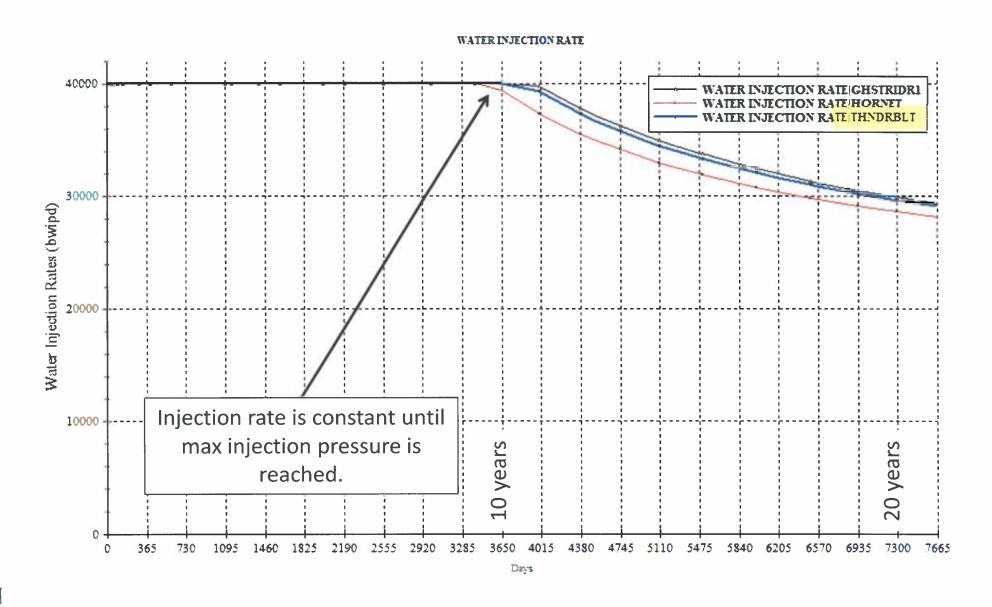


NGL Water Solutions, LLC Simulation BHIP predictions for wells nea

Simulation BHIP predictions for wells near Thunderbolt



Simulation predictions for individual wells over 20 Years



Exhibits of Dr. Kate Zeigler On Behalf of NGL Water Solutions Permian, LLC

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

AMENDED APPLICATION OF NGL WATER SOLUTIONS PERMIAN, LLC FOR APPROVAL OF SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO

CASE NO. 20236 (THUNDERBOLT)

AFFIDAVIT OF DR. KATE ZEIGLER

STATE OF NEW MEXICO)
) ss
COUNTY OF BERNALILLO)

- I, Dr. Kate Zeigler, make the following affidavit based upon my own personal knowledge.
- 1. I am over eighteen (18) years of age and am otherwise competent to make the statements contained herein.
- 2. I am the senior geologist at Zeigler Geologic Consulting, and I provide a wide range of geoscience related services to companies and other entities in Southeastern New Mexico.
- 3. I have obtained a bachelor's degree in geology from Rice University, a master's degree in paleontology from the University of New Mexico, and a Ph.D. in stratigraphy and paleomagnetism from the University of New Mexico. Additionally, I have completed several surface geologic maps for the New Mexico Bureau of Geology and Mineral Resource's Geologic Mapping Program as well as for independent operators who are exploring prospects within the western Permian Basin. I have also conducted a prior geologic study concerning what is



commonly referred to as the Devonian and Silurian formations in Southeastern New Mexico to help determine whether the approval of 7" by 5 ½" tubing is appropriate in Devonian and Silurian salt water disposal wells approved by the New Mexico Oil Conservation Division.

- 4. I am familiar with the amended application that NGL Water Solutions Permian, LLC ("NGL") has filed in this matter, and I have conducted a geologic study of the lands which are the subject matter of the application. A copy of my geologic study, including cross sections, a structure map and isopach are is included in Attachment A to this affidavit.
- 5. The applicant, NGL (OGRID No. 372338), seeks an order approving the Thunderbolt SWD #1, which is a salt water disposal well.
- 6. I have been informed that the injection intervals for the well will be isolated to the Devonian and Silurian formations (also referred to as the Wristen Group and Fusselman Formation) and the well will have four strings of casing protecting the fresh water aquifer, the salt-bearing interval, the Permian aged rocks through the Wolfcamp Formation. The deepest casing is 7 5/8", which is cemented and cement is circulated on the 7 5/8" casing.
- 7. The injection zone for the well is located below the Woodford Shale. The Woodford Shale is an Upper Devonian unit which has low porosity and permeability and consists predominantly of shale and mudstone with some carbonate beds. The Woodford Shale acts as a permeability boundary to prevent fluids from moving upward out of the underlying formations. The Woodford Shale formation in the area where the well is located is between 300 feet and 320 feet thick.
- 8. Below the injection zone for the well is the Ordovician formation, also referred to as the Simpson Group, which contains sequences of shale that make up approximately 55% of the total thickness of the formation in any given place and can likewise act as a permeability boundary

which prevents fluids from migrating downwards into deeper formations and the basement rock. In the areas where the well is located, the Ordovician formation is between 1,000' and 1,100' feet thick and, as a result, there is a significant thickness in this lower shale. Below the Ordovician is the Ellenburger Formation, which is up to 700 feet thick.

- 9. Based on my geologic study of the area, it is my opinion that the approved injection zone for the well is located below the base of the Woodford Shale formation and above the Simpson Group formation, both of which consist of significant shale deposits. Evidence indicates that shale formations located above and below the approved injection zones will likely restrict fluids from migrating beyond the approved injection zones for the well.
- 10. The well will primarily be injecting fluids into the Wristen Group and Fusselman Formation, with some fluids potentially being injected into the Upper Montoya Group. Each of these rock units are located within what is commonly referred to by operators and the Division as the "Devonian-Silurian" formations. These zones consist of a very thick sequence of limestone and dolostone which has significant primary and secondary porosity and permeability that is collectively between 1,600 to 1,700 feet thick.
- 11. It is my opinion that there is no risk to freshwater resources for injection within the Wristen Group, Fusselman, and Upper Montoya Group because of the depth of these subformations and the upper shale permeability boundary created by the Woodford Shale.
- 12. I have also studied the location of known fault lines within the area where the well is proposed to be drilled and the closest known fault line to the well is located approximately 4 miles away from where the well is proposed to be drilled.
- 13. There are no currently recognized production shales within the Wristen Group, Fusselman Formation, and Upper Montoya Group in this part of the western Permian Basin. While

there may be some isolated traps located within these sub-formations, it takes significant ability with imaging to be able to locate these deposits in order to properly target them.

- 14. I attest that the information provided herein is correct and complete to the best of my knowledge and belief.
- 15. In my opinion, the granting of this application is in the interests of conservation and the prevention of waste.

[Signature page follows]

Dr. Kate Zeigler

SUBSCRIBED AND SWORN to before me this 31 th day of August, 2019 by Dr. Kate Zeigler.

Notary Public

My commission expires: 01 3 1 2023

OFFICIAL SEAL
BELINDO YAZZIE
NOTARY PUBLIC
STATE OF NEW MEXIC
My Commission Expires 21 3 1 727 3

Delaware Basin Stratigraphic Unit Descriptions Lower Paleozoic

Woodford Shale (Upper Devonian)

The Woodford Shale is dominated by organic-rich mudstone interbedded with carbonate (limestone and/or dolostone) beds, chert beds and radiolarian laminae. This unit has been interpreted to include sedimentary gravity-flow deposits. Dominantly shale means lower porosity and permeability than the limestone/dolostone units above and below. The Woodford Shale is unconformable on the units below it. Locally this contact includes solution cavities and fissures down into the underlying carbonate unit(s), creating a complex boundary. It is up to 150' thick locally.

Thirtyone Formation (Lower Devonian)

The Thirtyone Formation is part of a wedge of sedimentary rocks that thins to the north and the west where the wedge ends up truncated beneath the base of the overlying Woodford Shale. The Thirtyone Formation is only present in southeastern Lea County and consists of an upper coarsely crystalline dolostone unit and lower chert unit. This unit is not present in the area of concern.

Wristen Group (Middle-Upper Silurian)

The Wristen Group consists of interbedded limestone and dolostone that has a maximum thickness in Lea County, then thins to the north and the west. Thicknesses range from 0 to 1,400° thick. In the Delaware Basin, it occurs up to 19,000° below land surface, then rises to 10,000° to 12,000° subsurface to the north and west. It represents deposition in a shelf-margin environment and includes buildups of coral reefs, stromatoporoids and other invertebrate colonialists. The carbonate beds include boundstones, rudstones and oolitic grainstones with significant primary porosity. To the north, reservoirs targeted for production are dolonitic with vugular and fracture-related porosity.

Fusselman Formation (Late Ordovician-Lower Silurian)

The Fusselman Formation is almost entirely dolostone and can be up to 1,500' thick. As with the overlying Thirtyone Formation and Wristen Group, the Fusselman Formation thinks to the north and west where it is truncated beneath the Woodford Shale to the north of where the Wristen Group pinches out. In Lea County, the Fusselman Formation can be 18,000' or more below land surface. It is primarily coarsely crystalline dolostone that is vugular, fractured and/or brecciated, with significant secondary porosity due to the fracturing and brecciation.



Montoya Group (Middle-Upper Ordovician)

The Montoya Formation includes three dolostone members overlying a sandstone unit. The three upper carbonate units include the Upham, Aleman and Cutter Members and the lower sandstone unit is the Cable Canyon Sandstone. The entire package can be up to 600' thick and depth to the top of the unit ranges from 5,500' near the northern pinchout in Chaves County to as much as 20,000' in southern Lea County. The Montoya Group was stripped from the higher parts of the Central Basin Platform by erosion in the Late Pennsylvanian and Early Permian.

Simpson Group (Middle-Upper Ordovician)

The Simpson Group in a heterogeneous unit with limestone, dolostone, sandstone and green shale horizons. Up to 1000' thick, it is dominated by the shale beds (55% of total thickness), followed by the dolostone and limestone beds (40%) and finally sandstone (5%). The shale horizons can serve as a permeability barrier between the underlying Precambrian basement rocks and overlying reservoirs where the Simpson Group is present and has sufficient thickness. Depths to the Simpson Group range from 6,700' on parts of the Central Basin Platform to up to 21,000' in the Delaware Basin.

Ellenburger Formation (Lower Ordovician)

The Ellenburger Formation is up to 1000' thick and composed of limestone and dolostone that represent cyclic deposition in waters of the inner platform with restricted circulation. Porosity in the Ellenburger Formation includes porosity in the matrix, vugs, major karst dissolution features, collapse karst breceias and fractures. Depths to the top of the unit range from 7,500' on the Central Basin Platform to up to 22,000' in the Delaware Basin.

References

Broadhead, R.F., 2017, Petroleum Geology: in V.T. McLemore, S. Timmons and M. Wilks (eds.), Energy and Mineral Resources of New Mexico, New Mexico Bureau of Geology and Mineral Resources Memoir 50, vol. A, 90 p.

Comer, J.B., 1991, Stratigraphic analysis of the Upper Devonian Woodford Formation, Permian Basin, West Texas and southeastern New Mexico: Bureau of Economic Geology, University of Texas at Austin, Report of Investigations no. 201, 63 p.

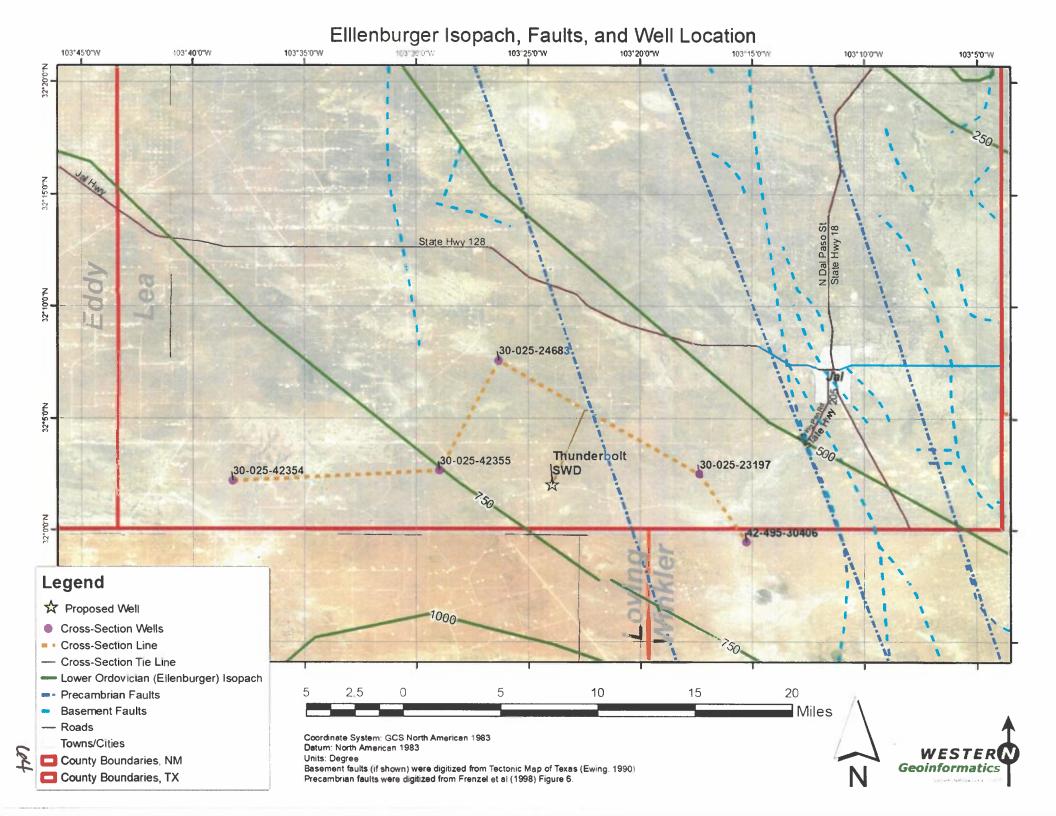
Hemmesch, N.T., Harris, N.B., Mnich, C.A. and Selby, D., 2014, A sequence-stratigraphic framework for the Upper Devonian Woodford Shale, Permian Basin, west Texas: American Association of Petroleum Geologists Bulletin, v. 98, no. 1, p. 23-47, doi:10.1306/05221312077

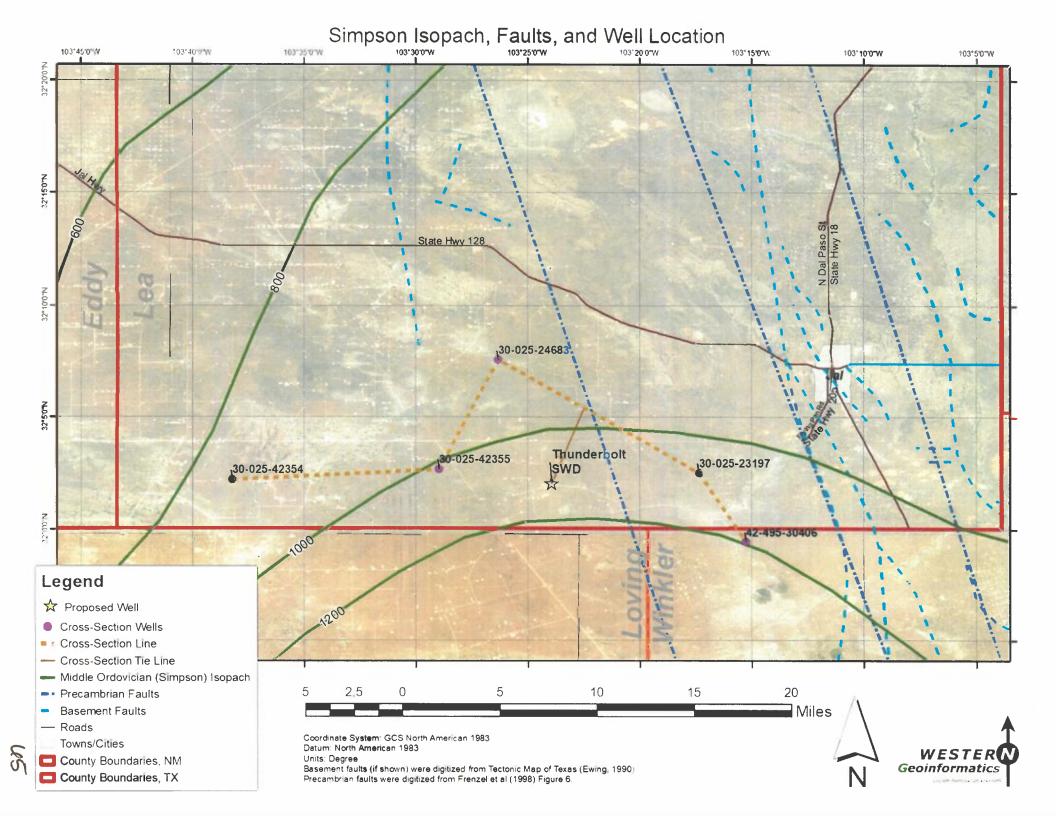
Texas Bureau of Economic Geology, 2009, Integrated Synthesis of the Permian Basin: Data and Models for Recovering Existing and Undiscovered Oil Resources from the Largest Oil-Bearing Basin in the U.S.: Department of Energy Final Technical Report, Award No: DE-FC26-04NT15509, 964 p.

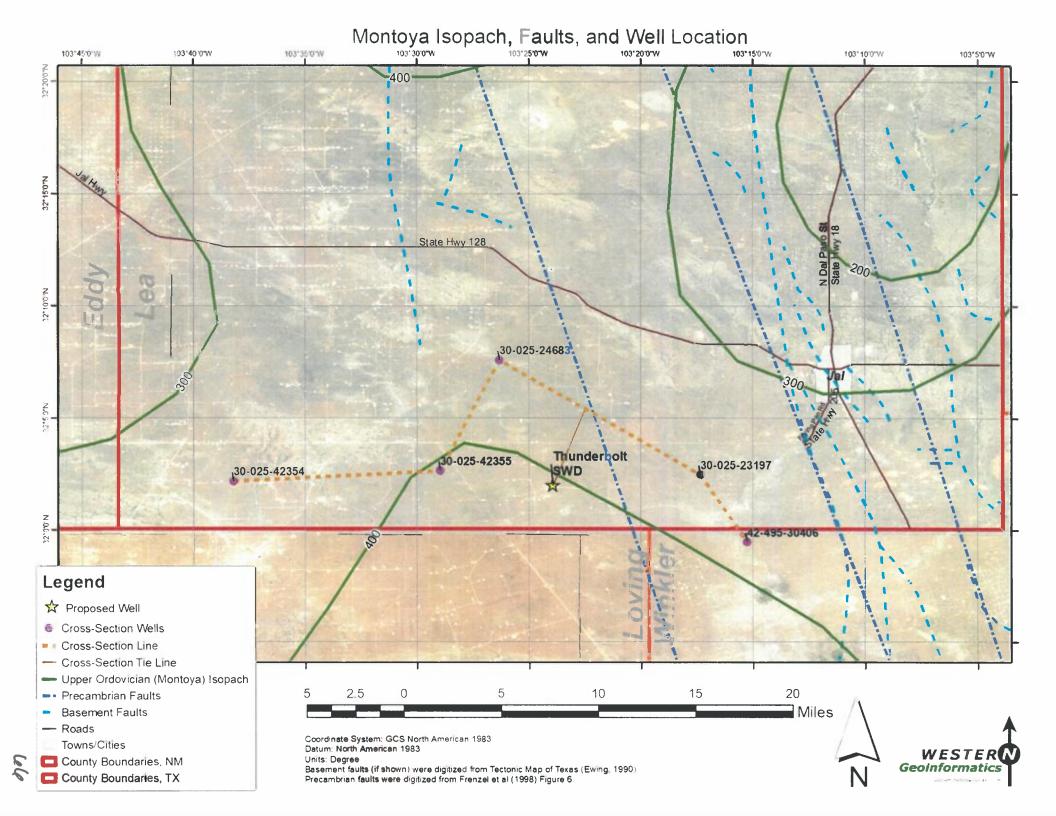
Age		Stratigraphic Unit		Key Feature	Estimated Depth Below Land Surface
Triassic		Chinle		Freshwater	
Permian	Ochoan	Santa Rosa Dewey Lake Rustler Salado Castile		resources	
	Guadalupian	n. Grp.	Bell Canyon	^	
		Delaware Mtn.	Cherry Canyon	Current petroleum zone	
	Leonardian	Dela	Brushy Canyon	\	
	2007/ar ararr	Bone Spring		Current petroleum zone	
	Wolfcampian		Wolfcamp	\	
Pennsylvanian	Virgilian	Cisco			
	Missourian	Canyon			
	Des Moinesian	Strawn			
	Atokan	Atoka		Current	
	Morrowan	Morrow		petroleum zone	
Mississ.	Upper		Barnett		
	Lower		limestones		
Devon.	Upper		Woodford	Shale:	~ 10,100
	Middle			permeability barrier	18,250'**
	Lower		Thirtyone		
Silur.	Upper		Wristen	Target injection	
	Middle			interval	18,300'
	Lower		Fusselman		- 10,300
Ordov.	Upper		Montoya	Shale:	
	Middle	Simpson		permeability barrier	~20,200'
	Lower		Ellenburger		20,200
Cambrian		Bliss			
Precambrian			basement		

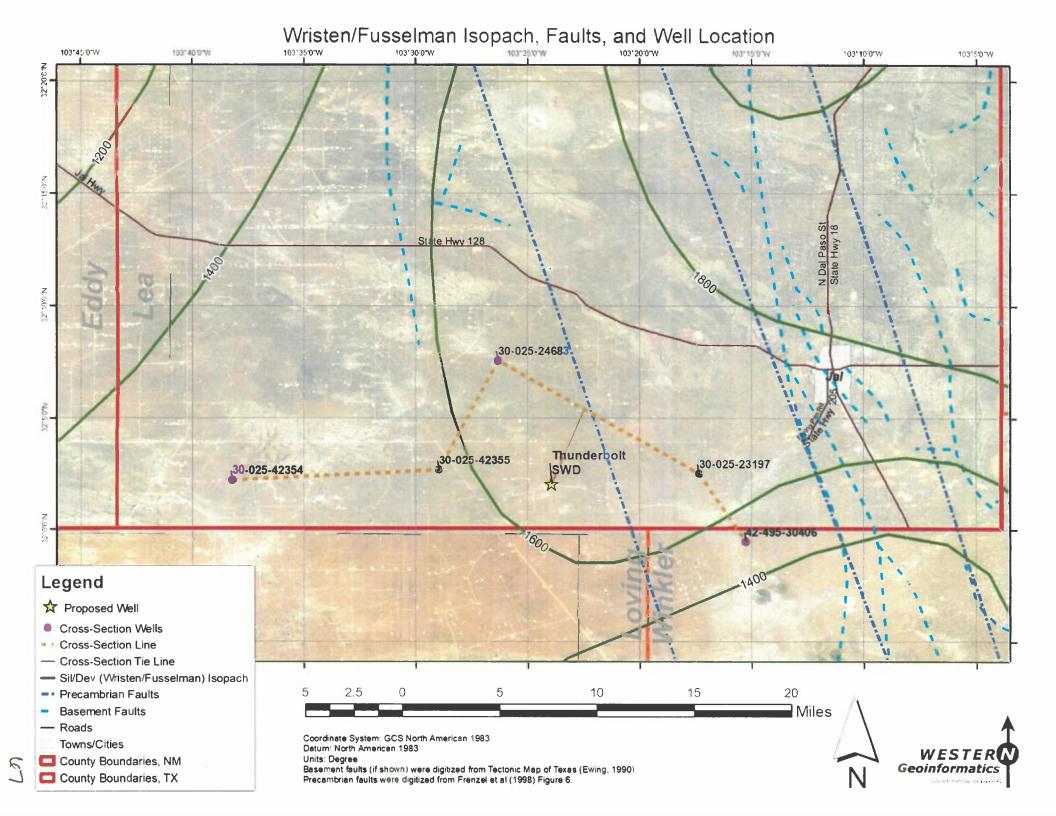
Stratigraphic chart for the Delaware Basin from Broadhead (2017).

* Based on data from 30-025-24683 Fairview Mills Fed #1 (14-25S-34E).









Woodford Isopach, Faults, and Well Location 103°45'0"W 103°40'0"W 103°35'0"W 103°10 0"W 103°5'0"W 0 300 30-025-24683 100 -200-130-025-42355 -500-30-025-23197 30-025-42354 Legend ☆ Proposed Well Cross-Section Wells ■ Cross-Section Line Cross-Section Tie Line Late Devonian (Woodford) Isopach 10 20 Precambrian Faults 15 **■** Miles **Basement Faults** --- Roads Coordinate System: GCS North American 1983 Towns/Cities Datum: North American 1983 WESTER Units Degree County Boundaries, NM Geoinformatics Basement faults (if shown) were digitized from Tectonic Map of Texas (Ewing, 1990) Precambrian faults were digitized from Frenzel et al (1998) Figure 6. County Boundaries, TX

Exhibits of Dr. Steven Taylor On Behalf of NGL Water Solutions Permian, LLC

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

AMENDED APPLICATION OF NGL WATER SOLUTIONS PERMIAN, LLC FOR APPROVAL OF SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO

CASE NO. 20236 (THUNDERBOLT)

AFFIDAVIT OF DR. STEVEN TAYLOR

STATE OF NEW MEXICO)
) ss
COUNTY OF BERNALILLO)

- I, Dr. Steven Taylor, make the following affidavit based upon my own personal knowledge.
- 1. I am over eighteen (18) years of age and am otherwise competent to make the statements contained herein.
- 2. I have worked at the Los Alamos National Labs from 1991 to 2006. I currently am the secretary of GeoEnergy Monitoring Systems, Inc., a company that builds and conducts seismic monitoring.
- 3. I have obtained a Bachelor of Science degree in geology at Ohio University (1975) and a Ph.D. in Geophysics at the Massachusetts Institute of Technology (1980).
- 4. I am familiar with the amended application that NGL Water Solutions Permian, LLC ("NGL") filed in this matter and I have conducted a study related to the areas which is the subject matter of the application.



- 5. The applicant, NGL (OGRID No. 372338), seeks an order approving the Thunderbolt SWD #1 well, which is a salt water disposal well.
- 6. The injection zone for the well is located below the base of the Woodford Shale formation and above the Ordovician formation, which consists of significant shale deposits.
- 7. The closest known fault line is located approximately 2 to 20 miles away from where the well is proposed to be located.
- 8. I have studied seismic catalogs, unpublished catalogs and USGS catalogs for the time period of 2010 2017 selective events within 50 km of one the Striker SWD wells. Attached as Exhibit A is a copy of my study.
- 9. I have also reviewed information provided by FTI Platt Sparks involving several different fault slip probability analysis conducted, using a tool created by Stanford University. These fault slip potential models showed low probability of slip or earthquakes to known mapped faults located closest to the well. A copy of the studies are attached hereto as Exhibit B.
- 10. I attest that the information provided herein is correct and complete to the best of my knowledge and belief.

[Signature page follows]

Subscribed and sworn to before me this 3 th day of August, 2019 by Dr. Steven

Taylor.

Notary Public

My commission expires: 3/8/2023

OFFICIAL SEAL SAMANTHA R. NORWOOD
NOTARY PUBLIC
STATE OF NEW MEXICO
My Commission Expires 318 12023

11

Seismic Catalog Analysis Within 50 km of Thunderbolt SWD #1 Well

Prepared for NGL-Permian by GeoEnergy Monitoring Systems August 28, 2019

Analysis is based on NMT seismic catalogs, unpublished catalogs and USGS catalogs for the time period 2010-2017 selecting events within 50 km of the Thunderbolt SWD well. Additionally, seismic monitoring from September 6, 2018 to date from the three NGL seismic stations installed at Striker 2, Striker 3 and Striker 6 SWD wells. NGL/GeoEMS installed a seismic monitor at the Salty Dog SWD well (SDOG) in Texas just across New Mexico border on March 28, 2019 that will help constrain locations in southeastern NM.

Striker Two (STR2), Sand Dunes well, Lat/Long: 32.2072820/-103.7557370 Striker Three (STR3), Gossett well, Lat/Long: 32.2551110/-104.0868610 Striker Six (STR6), Madera well, Lat/Long: 32.2091150/-103.5359570 Salty Dog (SDOG), Salty Dog well, Lat/Long: 32.22531/ -103.045212

Figure 1 shows seismic station locations with estimated detection levels for M 1.0 (green circles) and M 1.5 (red circles) along with NGL-Permian stations (yellow pushpins). **Figure 2** shows seismicity listed in Table 1 shown as red circles and additional regional stations from TexNet and NMT (green pushpins). These regional stations are used along with the 3 Striker SWD seismic stations for regional monitoring.

The USGS reports no events in the vicinity since 2010. New Mexico Tech runs a seismic network (SC) north of the wells for the DOE Waste Isolation Plant (short-period vertical components). There are a total of seven seismic events in this time period ranging in magnitude from 1.0 to 3.1. Since the seismic deployment, there have been event detections listed in **Table 2** having preliminary locations using available regional data (**Figure 3**). Due to the small magnitudes, the signal-to-noise levels are low so the locations have large uncertainty and there is little constraint on depth.

No historic events have been located in the vicinity of Thunderbolt SWD well. There was one small event located approximately 9 km from the Thunderbolt SWD well in October of 2018 (Table 2)

Table 1: Seismicity Within 50 km of Striker SWD Wells 2010-2017

Date	Origin Time GMT	Latitude	Longitude	Depth (km)	Magnitude
20111227	23:10:37	32.37	-103.95	NaN	1.6
20120318	10:57:22	32.281	-103.892	5.0	3.1
20170211	14:34:27	32.29	-103.92	NaN	1.5
20170302	11:38:53	32.37	-103.88	NaN	1.7
20170325	22:46:01	32.13	-103.77	NaN	1





Figure 1. Striker SWD wells seismic station locations and existing NGL-Permian seismic stations (yellow pushpins). Green and red circles around stations show approximate detection levels for ML 1.0 and 1.5, respectively.

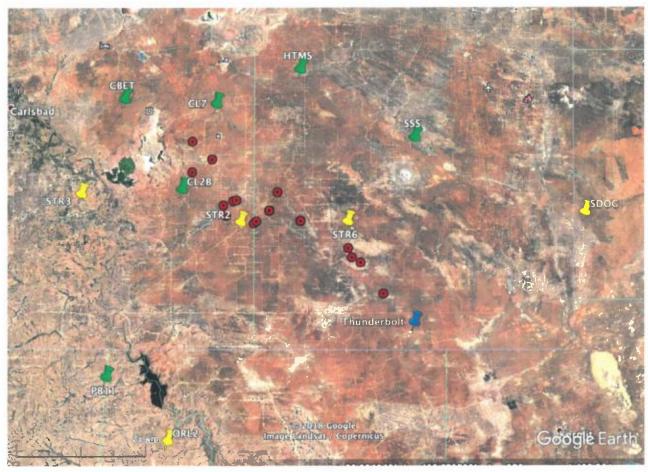


Figure 3. Seismic events in between September 6, 2018 to date as red circles (Table 2). Seismic stations as yellow (NGL) or green (NMT and TexNet) pushpins. Thunderbolt SWD well shown as blue pushpin.



Texas Registered Engineering Firm No F = 16381

September 3, 2019

RE: Application for Fluid Injection or Disposal Permit

NGL Water Solutions Permian, LLC

Thunderbolt SWD #1 Lea County, New Mexico

FSP Analysis (Fault slip potential)

I have reviewed the geology and seismic activity near the Thunderbolt SWD #1 and I would conclude that this well does not pose a risk related to seismicity in this area. The Area of review (AOR) and subject well are shown on (FSP Exh. 2) in relation to the historical earthquake events in the area. (USGS) (None within the AOR).

* The FSP software used for this analysis was jointly developed by Stanford University, Exxon Mobil and XTO Energy as a tool for estimating fault slip potential resulting from fluid injection.

FSP Methodology

- FSP input variables were determined from nearby Deep injection wells in the review area and published data. (FSP Exh.1)
- Stress gradients and pore pressure gradients were derived from testing and published papers (FSP Exh.1).
- Fault slip potential (FSP) was analyzed in the area of review shown on **FSP Exh.2.** The analysis integrates all of the proposed well locations as well as any existing injection wells in order to fully assess the pressure implications of injection in the area and the potential for slip along existing faults. Historical USGS earthquake events are denoted by the "blue" bulls-eye symbols (none in the AOR).
- Azimuth direction of Shmax was derived from Snee/Zoback 2018. (FSP Exh.3)
- Viscosity of the formation fluid was derived from temperature values at the mid-point injection depth (FSP Exh.4)



- The wells input into the FSP model and the potential faults in the area are shown on FSP Exh.
 5.
 - Existing injection wells are projected into the future at the last reported injection volume and then held constant.
 - O The subject well is tested at the proposed maximum injection rate and held constant for 20 years. If the ΔP at the well exceeds the allowed injection pressure, then the modelled injection rates are decreased over time to stay within the allowed maximum injection pressure. This analysis is important because the model should represent realistic injection values over the life of the model and arbitrarily using the permitted rate over the life of the well does not reflect the reality that as the reservoir pressure increases the well's ability to inject fluid may be reduced.
 - The Subject well is denoted in the model as follows:
 - 16 Thunderbolt SWD #1 (40,000 bbls/d)
 - Also included in the model are existing SWD injection wells as follows:
 - 1 3002512014 injection reported (last reported rate held constant)
 - 2 3002527085 injection reported (last reported rate held constant)
 - -3 3002542054 no injection to date (30,000 bbls/d)
 - -4 3002542355 injection reported (last reported rate held constant)
 - 5 3002543360 injection reported (last reported rate held constant)
 - 6 3002544954 no injection to date (30,000 bbls/d)
 - 7 3002545151 no injection to date (30,000 bbls/d)
 - 8 3002545346 no injection to date (30,000 bbls/d)
 - 9 3002545795 no injection to date (30,000 bbls/d)
 - 17 West Jal B Deep #1 no injection to date (30,000 bbls/d)
 - And these other pending NGL well locations
 - 10 Cobra SWD #1 (40,000 bbls/d)
 - 11 Galaxy SWD #1 (40,000 bbls/d)
 - 12 Ghost Rider SWD #1 (40,000 bbls/d)
 - 13 Hornet SWD #1 (40,000 bbls/d)
 - 14 Raptor SWD #1 (40,000 bbls/d)



- 15 Thunderbird SWD #1 (40,000 bbls/d)
- 18 Osprey SWD #1 (40,000 bbls/d)
- 19 Seahawk SWD #1 (40,000 bbls/d)
- FSP Exh.6 shows the geomechanical properties of the possible faults (with segment numbers).
- FSP Exh.7 shows the pressure to slip, ΔP , at each possible fault segment.
- FSP Exh.8 shows the probability of fault slip for each fault segment and shows that a ΔP 3,500 psi increase at segment F16 shows a 10% probability of fault slip. The model calculates a ΔP increase of 265 psi at F16 by 2045 thus the calculated pressures remain well below the 10% probability level. (See FSP Exh. 12)
- FSP Exh.9 FSP Exh.11 show the calculated pressures at the possible fault segments as of 1/1/2025, 1/1/2035, and 1/1/2045. Note that by 2045 none of the faults have reached pressures that would initiate fault slip.
- FSP Exh.12 shows the pressure recap for all of the modelled fault segments as of 2045
 and the corresponding pressures required to cause fault slip. Also shown are the sources
 of the fault segments included in the model and the depths where fault displacement can
 be demonstrated.

FSP Analysis (Findings and Conclusions)

The N-S faults and fault trends in this area of review are not optimally oriented to slip. The orientation of the faults requires significant pressure changes (ΔP +4,200 psi) based on the fixed input parameters and the ΔP increase at the most critical fault only reaches 265 psi by 2045.

This model assumes constant injection rates over the next +25 years which is not a typical scenario as SWD wells tend to decrease injection volumes over time as the well ages and disposal demand decreases in the area. If injection volumes are lower over time than the modelled values, then the risk for fault slip is lowered.

In the event seismicity should occur in the future, the wells closest to the faults (proposed and existing) should be the wells considered for modification or reduction of injection rates. At this time there is no evidence to support rate reduction for any of the existing or proposed wells. Should you have any questions, please do not hesitate to call me at (512) 327-6930 or email me at todd.reynolds@ftiplattsparks.com.

Regards,

Todd W. Reynolds - Geologist/Geophysicist

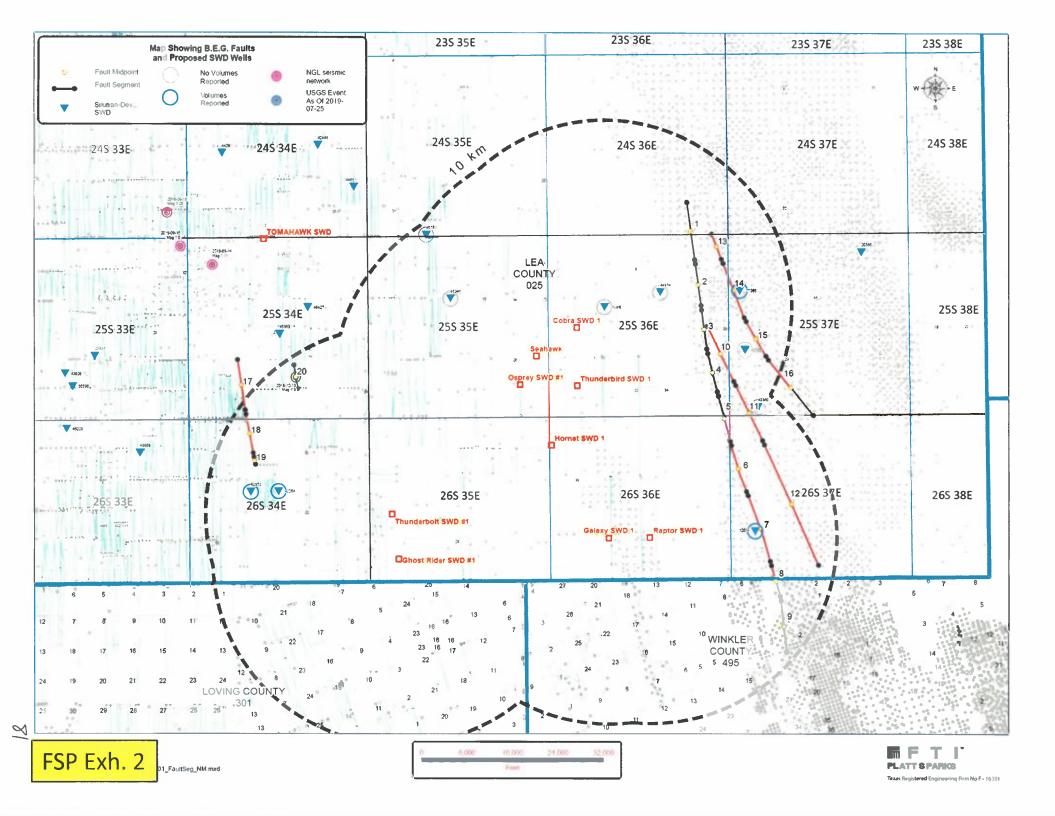
Managing Director, Economics/FTI Platt Sparks

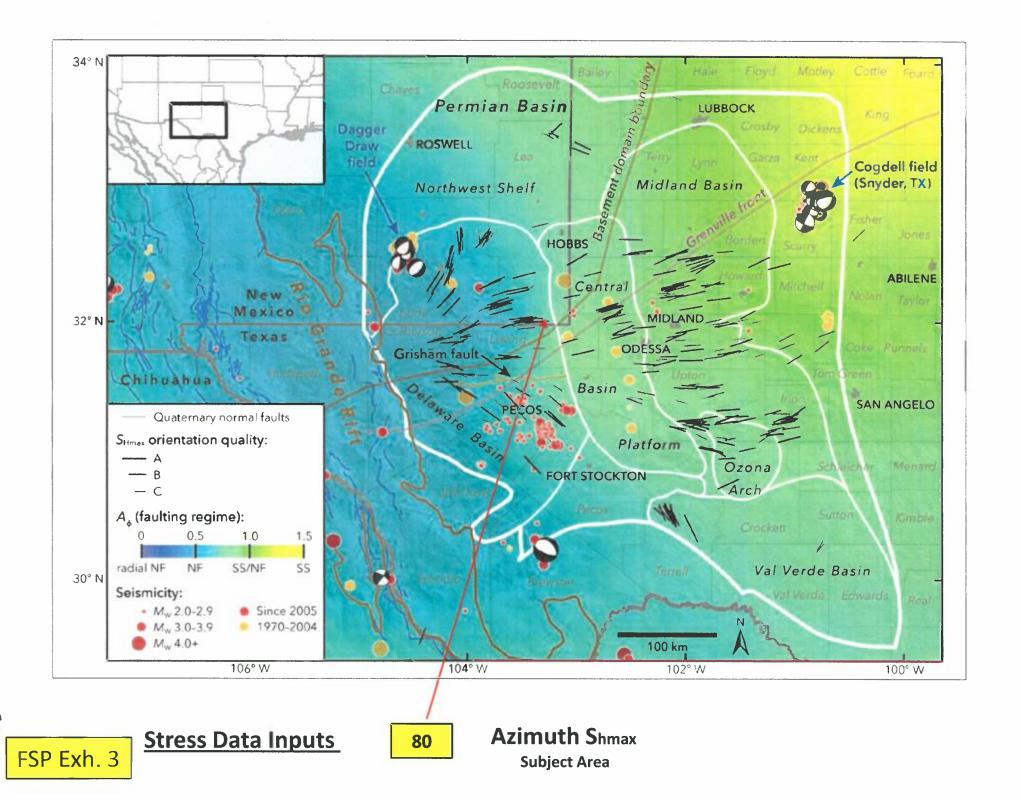
FTI Platt Sparks

512.327.6930 office

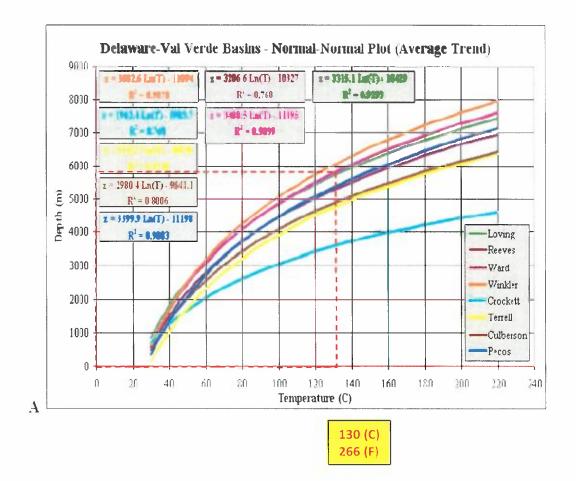
FSP DATA WORKSHEET (General information and Input data)

		Comments	Variance (+/-)
Well	Thunderbolt SWD #1		
<u>Operator</u>	NGL Water Solutions Permian, LLC		
API			
Top Injection Depth (ft)	18966		
Base Injection Depth(ft)	20722		
Mid Injection Depth(ft)	19844		
Mid Injection Depth(m)	6048		
Injection Formation(s)	Siluro-Devonian, Fusselman		
Est Formation Temp (F)	266	Temp graphs (UTPB 2006)	
Est Formation Temp (C)	130	Temp graphs (UTPB 2006)	
Density (kg/m3)	1000	Estimated	40
Viscosity (Pa.s)	0.00026	Calculated	0.00005
Compressibility-Formation (1/Pa)	8.70E-10	Estimated	
Compressibility-Fluid (1/Pa)	4.57E-10	Estimated	
Aquifer thickness (ft)	878		50
Porosity (%)	5		2
Perm (mD)	20		4
Vertical stress grad. (psi/ft)	1.1	Calculated from density log	0.05
Min. Horiz. Stress grad. (psi/ft)	0.67	Determined from A Phi parameter (0.6)	0.02
Max. Horiz. Stress grad. (psi/ft)	0.92	Determined from A Phi parameter (0.6)	0.02
Initial Pore Pressure grad. (psi/ft)	0.46	Normal saltwater pore pressure gradient	0.01
Azimuth of Max Horiz Stress (deg)	80	From Snee/Zoback	5
Fault Orientation (deg)	Dependent on Fault		5
Fault Dip (deg)	85		5
Friction of Coefficient	0.6	typical for pre-existing fault/facture	0.02
Max Injection pressure @ 0.20 psi/ft	3793		
Max Injection rate (bbls/day)	40000		





Determination of Viscosity



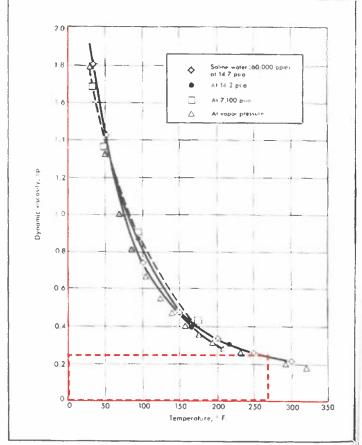
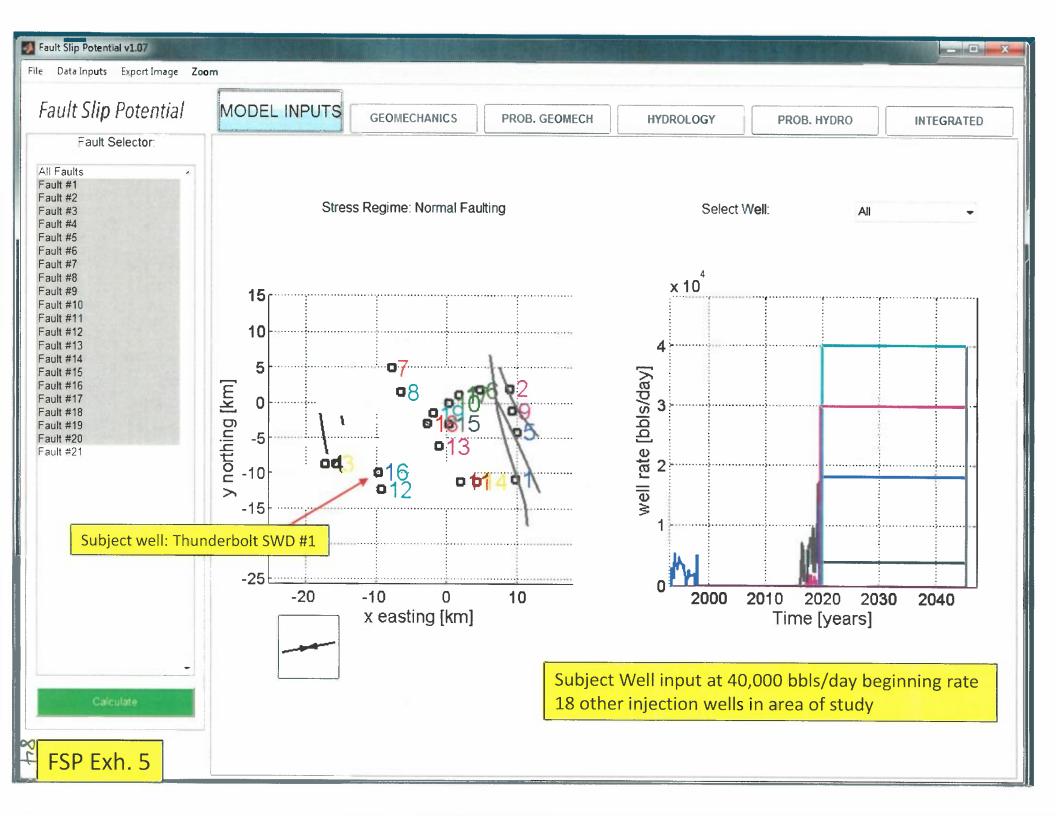
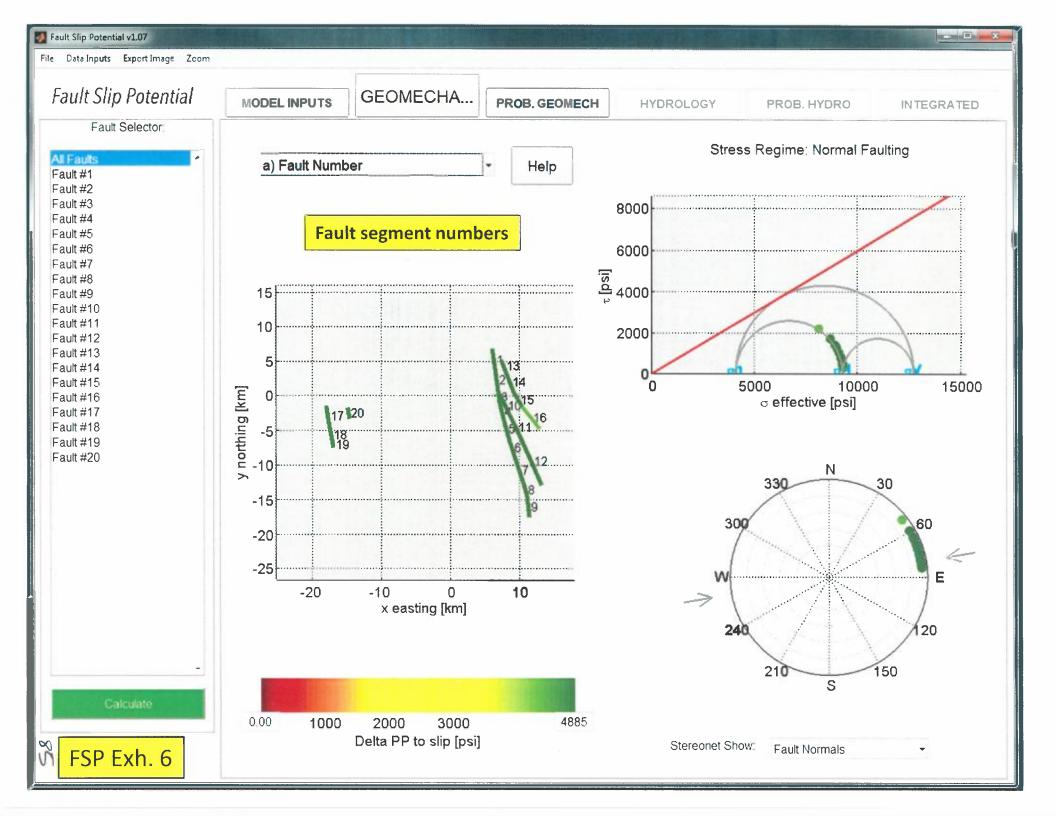


FIG. 6-9 Viscosity of water at oil-field temperature and pressure. (Van Wingen. Secondary Recovery of Oil in the United States, API, 1950, 127, with permission)

FSP Exh. 4

26 cp

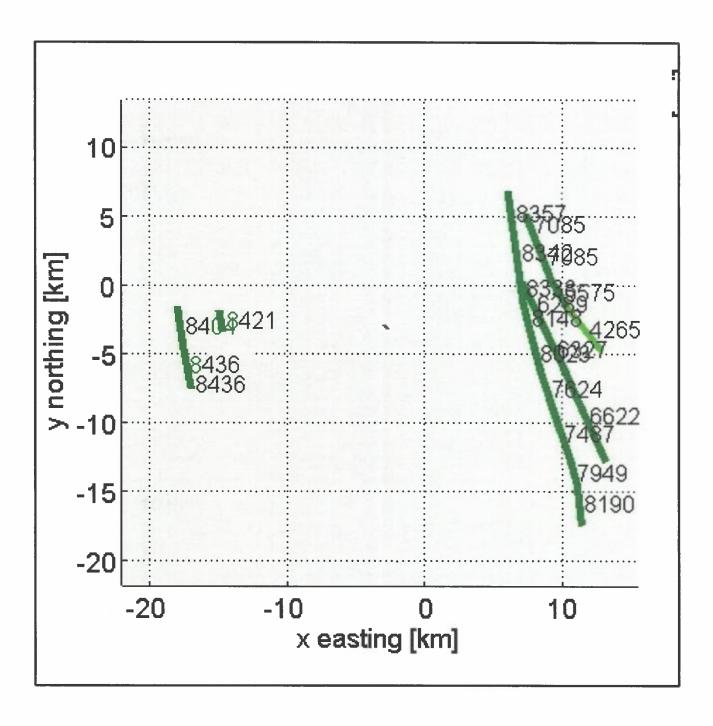


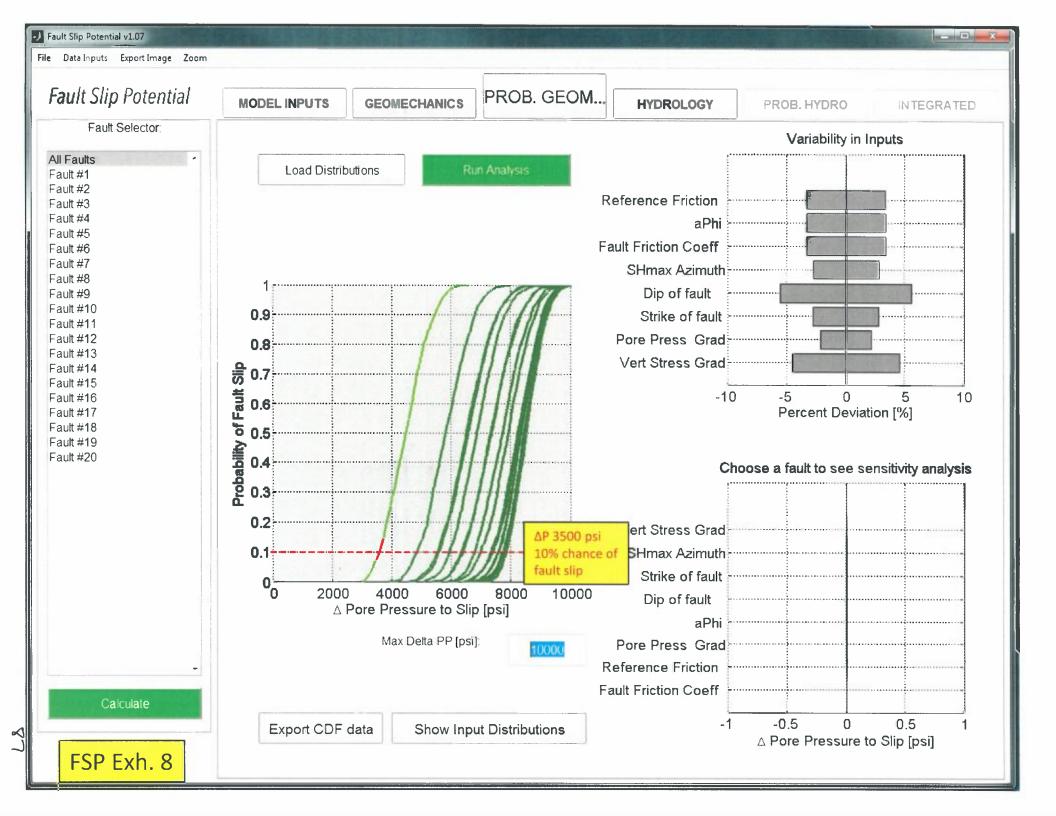


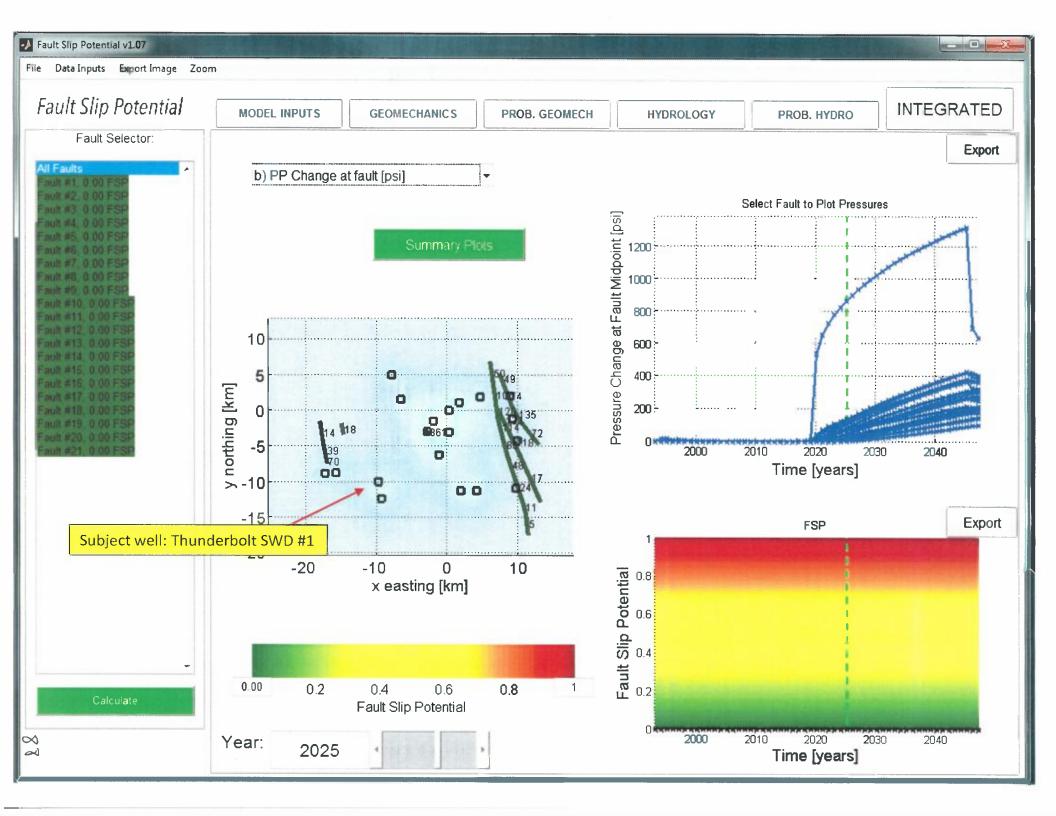
Calculated Pore
Pressure to Slip

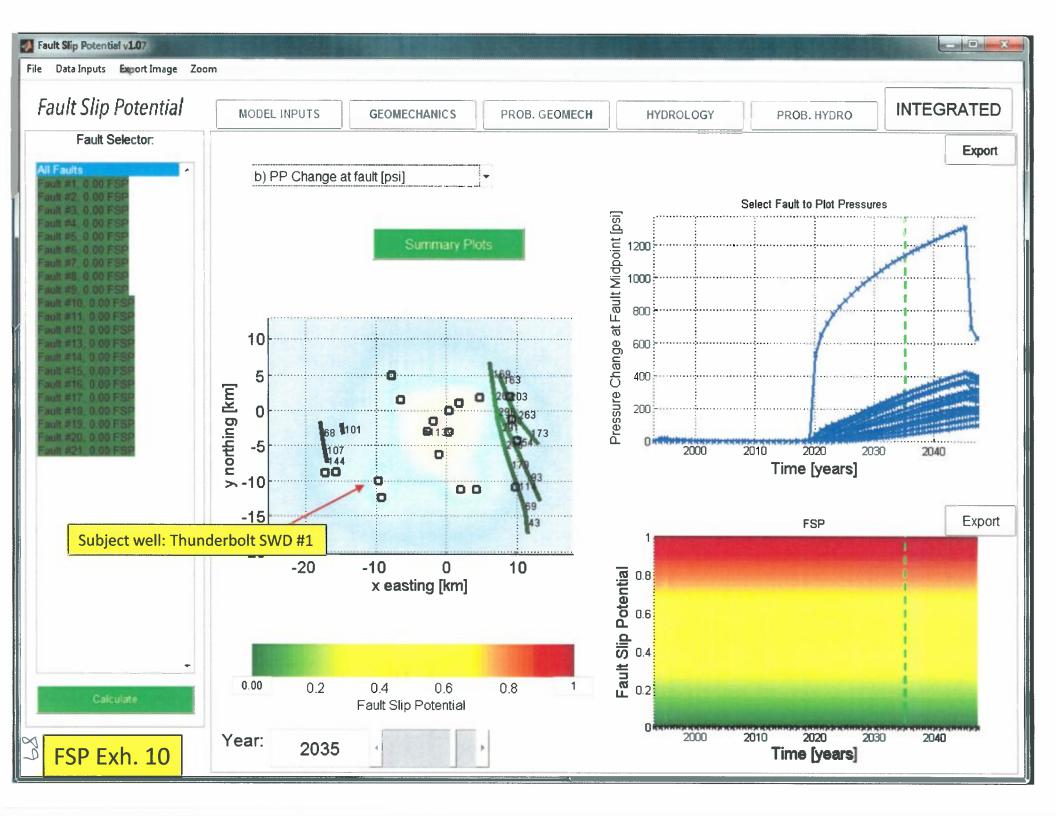
AP

At each fault
segment









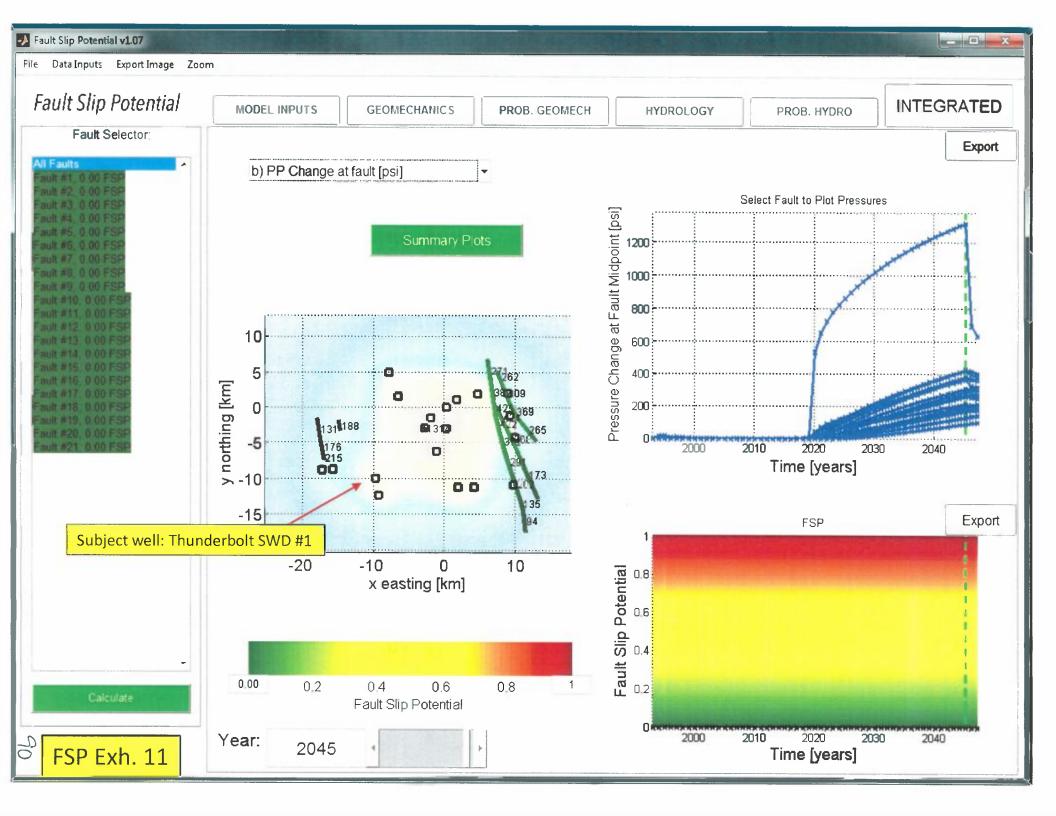


Table 1
FSP ANALYSIS WITH SUBJECT WELL

Fault Segment	Fault Source	ΔP to slip	<u>ΔP at 2045</u>
F1	BEG (Basement)	8,357	271
F2	BEG (Basement)	8,342	382
F3	BEG (Basement)	8,333	425
F4	BEG (Basement)	8,148	422
F5	BEG (Basement)	8,023	372
F6	BEG (Basement)	7,624	291
F7	BEG (Basement)	7,487	202
F8	BEG (Basement)	7,949	135
F9	BEG (Basement)	8,190	94
F10	BEG (Basement)	6,289	424
F11	BEG (Basement)	6,327	368
F12	BEG (Basement)	6,622	173
F13	BEG (Basement)	7,085	262
F14	BEG (Basement)	7,085	309
F15	BEG (Basement)	5,575	369
F16	BEG (Basement)	4,265	265
F17	BEG (Basement)	8,404	131
F18	BEG (Basement)	8,436	176
F19	BEG (Basement)	8,436	215
F20	BEG (Basement)	8,421	188
F21	BHP at well	NA	1,314

Notice Affidavits

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

AMENDED APPLICATION OF NGL WATER SOLUTIONS PERMIAN, LLC FOR APPROVAL OF SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO

CASE NO. 20236 THUNDERBOLT

AFFIDAVIT

STATE OF NEW MEXICO)
) ss
COUNTY OF BERNALILLO)

Deana M. Bennett, attorney in fact and authorized representative of NGL Water Solutions Permian LLC, the Applicant herein, being first duly sworn, upon oath, states that the above-referenced Application was provided under a notice letter and that proof of receipt is attached hereto.

Deana M. Rennett

lava y Benut

SUBSCRIBED AND SWORN to before me this 30th day of August, 2019 by Deana M. Bennett.

Notary Public

My commission expires: 02/27/21





PS Form 3877

Type of Mailing: CERTIFIED MAIL 08/15/2019





Firm Mailing Book ID: 172653

Line	USPS Article Number	Name, Street, City, State, Zip	Postage	Service Fee	RR Fee	Rest.Del.Fee	Reference Contents
1	9314 8699 0430 0062 2057 75	Oil Conservation Division District IV 1220 South St. Francis Drive Santa Fe NM 87505	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
2	9314 8699 0430 0062 2057 82	Oil Conservation Division District I - Hobbs 1625 N. French Drive Hobbs NM 88240	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
3	9314 8699 0430 0062 2057 99	NGL WATER SOLUTIONS PERMIAN, LLC Attn: Joe Vargo 1509 W Wall St., Ste. 306 Midland TX 79701	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
4	9314 8699 0430 0062 2058 05	BUREAU OF LAND MGMT 301 Dinosaur Trail Santa Fe NM 87508	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
5	9314 8699 0430 0062 2058 12	EOG Resources Y, Inc. 105 S 4TH ST Artesia NM 88210	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
6	9314 8699 0430 0062 2058 29	EOG Resources M, Inc. 105 S 4TH ST Artesia NM 88210	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
7	9314 8699 0430 0062 2058 36	EOG Resources A, Inc. 105 S 4TH ST Artesia NM 88210	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
8	9314 8699 0430 0062 2058 43	SHARBRO OIL LTD CO PO BOX 840 Artesia NM 88210	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
9	9314 8699 0430 0062 2058 50	OXY Y-1 COMPANY PO BOX 27570 Houston TX 77227	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
10	9314 8699 0430 0062 2058 67	EOG RESOURCES INC PO Box 2267 Midland TX 79702	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
11	9314 8699 0430 0062 2058 74	DEVON ENERGY PRODUCTION COMPANY, LP 20 N BROADWAY Oklahoma City OK 73102	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
12	9314 8699 0430 0062 2058 81	OXY USA INC P.O. BOX 4294 Houston TX 77210	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
13	9314 8699 0430 0062 2058 98	OXY USA INC PO BOX 27570 Houston TX 77227	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
14	9314 8699 0430 0062 2059 04	JUMBO AMERICAN PETROLEUM CORPORATION 550 W TEXAS, SUITE 1303 Midland TX 79701	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice

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					A 7	/	Reference
Line	USPS Article Number	Name, Street, City, State, Zip	Postage	Service Fee	RR Fee	Rest.Del.Fee	Contents
15	9314 8699 0430 0062 2059 11	MARATHON OIL PERMIAN LLC 5555 San Felipe St. Houston TX 77056	\$1,45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
16	9314 8699 0430 0062 2059 28	BLACK ROCK CAPITAL INC 16623 CANTRELL RD STE 18 Little Rock AR 72223	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
17	9314 8699 0430 0062 2059 35	DEVON ENERGY PROD CO LP 333 W SHERIDAN AVE Oklahoma City OK 73102	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
18	9314 8699 0430 0062 2059 4 2	BMOG, LLC 500 Main St. Suite 1200 Fort Worth TX 76102	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
19	9314 8699 0430 0062 2059 59	Black Mountain Operating, LLC 500 Main St. Suite 1200 Fort Worth TX 76102	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
20	9314 8699 0430 0062 2059 66	Providence Energy Partners III, LLC 16400 Dallas Parkway Dallas TX 75248	\$1.45	\$3.50	\$1.60	\$0.00	87806-0 0 03 Notice
21	9314 8699 0430 0062 2059 73	Colgate Production, LLC 306 W. Wall St., Suite 500 Midland TX 79701	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
22	9314 8699 0430 0062 2059 80	Boaz Energy II, LLC 201 W. Wall St., Suite 421 Midland TX 79701	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
23	9314 8699 0430 0062 2059 97	Tap Rock Resources, LLC 602 Park Point Dr., Suite 200 Golden CO 80401	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
24	9314 8699 0430 0062 2060 00	Talon Oil & Gas III, LLC 3131 McKinney Ave., Suite 750 Dallas TX 75204	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
25	9314 8699 0430 0062 2060 17	Santa Elena Minerals IV, LP P. O. Box 2063 Midland TX 79702	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
26	9314 8699 0430 0062 2060 24	Pegasus Resources, LLC P. O. Box 470698 Fort Worth TX 76147	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
27	9314 8699 0430 0062 2060 31	Easterling New Mexico Minerals, LLC 10 Wind Rd, NW Albuquerque NM 87120	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
28	9314 8699 0430 0062 2060 48	Tundra Holdings, LLC P. O. Box 192428 Dallas TX 75043	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
29	9314 8699 0430 0062 2060 55	Brigham Minerals, LLC 5914 W. Courtyard Dr., Suite 100 Austin TX 78730	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice

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							TD . 6
Line	USPS Article Number	Name, Street, City, State, Zip	Postage	Service Fee	RR Fee	Rest.Del.Fee	Reference Contents
30	9314 8699 0430 0062 2060 62	William Brian Beckham 11205 Limoncillo Court Austin TX 78750	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
31	9314 8699 0430 0062 2060 79	Monty Brad Beckham P. O. Box 823 Jal NM 88252	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
32	9314 8699 0430 0062 2060 86	GGM Exploration, Inc. P. O. Box 123610 Forth Worth TX 76121	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
33	9314 8699 0430 0062 2060 93	CMP Acquisitions, LLC 901 Lamberton PL NE Albuquerque NM 87107	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
34	9314 8699 0430 0062 2061 09	Lela Ellen Madera 187 George Strait Canyon Lake TX 78133	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
35	9314 8699 0430 0062 2061 16	Katherine Ross Madera P. O. Box 443 Manhattan MT 59741	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
36	9314 8699 0430 0062 2061 23	Lea Claire McDonald Brooker 4001 N Bensing Road Hobbs NM 88240	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
37	9314 8699 0430 0062 2061 30	Fortis Minerals, LLC P. O. Box 876 Stowe VT 05672	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
38	9314 8699 0430 0062 2061 47	C. D. Martin 47 Rodeo Dr. La Luz NM 88337	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
39	9314 8699 0430 0062 2061 54	WilderPan, LLC P. O. Box 50088 Midland TX 79710	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
40	9314 8699 0430 0062 2061 61	Crown Rock Minerals, LP 611 W Brown St Wylie TX 75098	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
41	9314 8699 0430 0062 2061 78	Bernard Lee House Family Trust 49 Burleson Ln Tularosa NM 88352	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
42	9314 8699 0430 0062 2061 85	Tommie Knight Calley P. O. Box 2244 Quemado NM 87829	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
43	9314 8699 0430 0062 2061 92	Malcolm Raymond Sharbutt 7041 5th #3 Woodside NY 11377	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
44	9314 8699 0430 0062 2062 08	Will Ross Sharbutt 4029 Harmon Ln Carlsbad NM 88220	\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice

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Firm Mailing Book ID: 172653

Line	USPS Article Number	Name, Street, City, State, Zip		Postage	Service Fee	RR Fee	Rest.Del.Fee	Reference Contents
45	9314 8699 0430 0062 2062 15	Diana Northington 1630 CR 87 #A Deatsville AL 36022		\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
46	9314 8699 0430 0062 2062 22	Robert C. Northington 1655 Chambers Brooks Spring Rd Sandersville GA 31082		\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
47	9314 8699 0430 0062 2062 39	John W. B. Northington 12613 Avelar Creek Dr Riverview FL 33578		\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
48	9314 8699 0430 0062 2062 46	Katherine Madea Jarrett 12667 S FM 730 Azle TX 76020		\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
49	9314 8699 0430 0062 2062 53	Salt Creek Midstream, LLC 122c Crazy Rabbit Rd Santa Fe NM 87508		\$1.45	\$3.50	\$1.60	\$0.00	87806-0003 Notice
			Totals:	\$71.05	\$171.50	\$78.40	\$0.00	
					Grand	Total:	\$320.95	

List Number of Pieces	Total Number of Pieces	Postmaster:	Dated:
Listed by Sender	Received at Post Office	Name of receiving employee	

49



	tit. n srbutt LP rrooker a	122c Crazy Rabbit Rd 12657 5 FM 730 12513 Avebar Creek Dr 1255 Chambers Brooks Spring Rd 1630 CR 87 #A 4029 Harmon Ln 7041 5th #3 4029 Harmon Ln 611 W Brown St 611 W Brown St 61 W Brown St 61 D Os S008 47 Rodeo Dr P. O. Box 5008 47 Rodeo Dr P. O. Box 43 187 George Strait 991 Lamberton Pl NE P. O. Box 413 187 George Strait 991 Lamberton Pl NE P. O. Box 413 1120 Lumoncillo Court	Santa Fe RAzie RAzie RAzie Bazie Sandersville Deatsville Carlsbad Woodside Quemado Tularosa Wylie	NM 87 TX 76 FL 33 GA 31 NM 88	0 80528	Constant and a second	Return Receipt - Electronic, Certified Mall Return Receipt - Electronic, Certified Mail	
	55	12667 5 FM 7300 1267 5 FM 730 12613 Avelar Creek Dr 1565 Chambers Brooks Spring Rd 1560 CR 87 #A 4022 Harmon Ln 7041 5th #3 P. O. Box 2244 49 Burleson Ln 49 Burleson Ln 61 LW Brown St P. O. Box 50088 47 Rodeo Dr. P. O. Box 876 4001 N Bensing Road 4001 N Bensing Road 4001 N Bensing Road 4001 N Bensing Road 4001 N Bensing Road P. O. Box 4139 901 Lamberton P. NE P. O. Box 4139 11205 Limoncillo Court	Sandar re Azle Riverview Sandersville Deatsville Carlsbad Woodside Quemado Tularosa Wylie		-	Albert a	Keturn Keceipt - Electronic, Certified Mail Return Receipt - Electronic, Certified Mail	d transfer of the state of the
	350	1655 Chambers Brooks Spring Rd 1650 CK 87 #A 4029 Harmon Ln 7041 5th #8 P. O. Box 2244 49 Burleson Ln 611 W Brown St P. O. Box 806 4001 N Bensing Road 4000 R A R A R A R A R A R A R A R A R A	Riverview Sandersville Deatsville Carlsbad Woodside Quemado Tularosa Wyylie Midland			Delivered	Return Receipt - Electronic, Certified Mail	170029 08-29-2019
	356	1655 Chambers Brooks Spring Rd 1690 CR 87 #A 4029 Harmon Ln 7041 Sth #3 P. O. Box 2244 49 Burleson Ln 611 W Brown St P. O. Box 50088 47 Rodeo Dr. P. O. Box 876 4001 N Bensing Road 4 P. D. Box 443 187 George Strait 901 Lamberton PL NE P. O. Box 433 187 George Strait 901 Lamberton PL NE P. O. Box 413 1120 Cox 643 1120 Cox 643 1120 Cox 643 1120 Cox 643	Sandersville Deatsville Carlsbad Woodside Quernado Tularosa Wuylie Midland		-	Delivered	Betuen Beceipt - Electropic Cartifled Maril	1/0029 08-19-2019
	151	1630 CR 87 #A 4029 Harmon Ln 7041 5th #34 49 Burleson Ln 611 W Brown St P. O. Box 50088 P. O. Box 50088 P. P. O. Box 5008 P. P. O. Box 43 187 George Strait 991 Lamberton PL NE P. O. Box 433 187 George Strait	Deatsville Carlsbad Woodside Quemado Tularosa Wylie Midland			To be Returned	Return Receipt - Electronic Certified Mall	170029 06-13-2017
	157	4029 Harmon Ln 7041 5th #87 7041 5th #87 7041 5th #87 40 Burleson Ln 611 W Brown St P. O. Box 50088 P. O. Box 50088 4001 N Bensing Road 4001 N Bensing Road 901 Lamberron PL NE P. O. Box 123610 P. O. Box 123610 P. O. Box 123610 P. O. Box 123610 P. D. Box 123610 P. D. Box 123610	Carlsbad Woodside Quemado Tularosa Wylie Mylie		_	Delivered	Return Receipt - Electronic, Certified Mail	170029 08-19-2019
	\$5	7041 5th #3 P. O. Box 2244 49 Burleson Ln 410 Burleson Ln 410 Burleson Ln F. O. Box 50088 47 Rodeo Dr. P. O. Box 876 P. O. Box 476 P. O. Box 478 P. O. Box 423 187 George Strait P. O. Box 123610 P. O. Box 823 11205 Limoncillo Court	Woodside Quemado Tularosa Wylie Midland		88220 Fe	Forwarded	Return Receipt - Electronic, Certified Mail	170029
	\$50	P. O. Box 2244 49 Burfason Ln 49 Burfason Ln 611 W Brown St P. O. Box 50088 47 Rodeo Dr. P. O. Box 876 4001 N Bensing Road P. O. Box 443 187 George Strait 901 Lamberton PL NE P. O. Box 123610 P. O. Box 123610 P. O. Box 823 11205 Limoncillo Court	Quemado Tularosa Wylie Midland	NY 11	11377 D	Delivered	Return Receipt - Electronic, Certified Mail	170029 08-20-2019
	155	49 Butteson Lin 611 W Brown St P. O. Box 50088 47 Rodeo Dr. P. O. Box 876 4001 N Bensing Road 4001 N Bensing Road 901 Lamberton Pt N E. O. Box 443 187 George Strait 901 Lamberton Pt N E. P. O. Box 123610 Pr. O. Box 823 11205 Limoncillo Court	Tularosa Wylie Midland			To be Returned	Return Receipt - Electronic, Certified Mail	170029
		6.11 W Brown St 47 Rodeo Dr. 47 Rodeo Dr. P. O. Box 876 4001 N Bensing Road 4001 N Bensing Road 187 George Strait 901 Lamberton PL NE P. O. Box 423 11205 Limoncillo Court	Wylie Midland	_	_	Delivered	Return Receipt - Electronic, Certified Mail	170029 08-19-2019
		P. O. Box 50088 47 Rodeo Dr. 40.0 Box 876 4001 N Bensing Road P. O. Box 443 187 George Strait 901 Lamberton PL NE P. O. Box 123510	Midland			To be Returned	Return Receipt - Electronic, Certified Mail	170029
		4001 N Bensing Road 4001 N Bensing Road P. O. Box 443 1187 George Strait 901 Lamberton PL NE 90. Lamberton PL NE P. O. Box 123610 P. O. Box 823 11205 Limoncillo Court		TX 79	79710 D	Delivered	Return Receipt - Electronic, Certified Mail	170029 08-20-2019
		4001 N Bensing Road P. O. Box 443 1187 George Strait 901 Lamberton PL NE P. O. Box 123610 P. O. Box 823 11205 Limoncillo Court	Stown		- •	To be Beturned	Deturn becapt - Electronic, Certified Mail	170029 08-23-2019
		P. O. Box 443 1187 George Strait 901 Lamberton PL NE P. O. Box 123610 P. O. Box 823 11205 Limoncillo Court	Hobbs	_		Delivered	Return Receipt - Electronic, Certified Mail	170029 08-24-2019
		187 George Strait 901 Lamberton PL NE P. O. BOX 123510 P. O. BOX 823 11205 Limoncillo Court	Manhattan		_	Delivered	Return Receipt - Electronic, Certified Mail	170029 08-21-2019
		901 Lamberton PL NE P. O. Box 123610 P. O. Box 823 11205 Limoncillo Court	Canyon Lake			Delivered	Return Receipt - Electronic, Certified Mail	170029 08-20-2019
		P. O. Box 123610 P. O. Box 823 11205 Limoncillo Court	Albuquerque	_		Delivered	Return Receipt - Electronic, Certified Mail	170029 08-19-2019
	And happing Day of Double and	11205 Limonaillo Court	Forth Worth			Delivered	Return Receipt - Electronic, Certified Mail	170029 08-26-2019
			Jai	NM 88	28252 U	Delivered	Return Receipt - Electronic, Certified Mail	170029 08-23-2019
		5914 W. Courtvard Dr., Suite 100	Austin			Delivered	Return Receipt - Electronic, Certified Mail	170029 08-26-2019
		P. O. Box 192428	Dallas			Returned to Sender	Return Receipt - Electronic, Certified Mail	170029 08-26-2019
	Minerals, LLC	10 Wind Rd, NW	Albuquerque	NM 87		Delivered	Return Receipt - Electronic, Certified Mail	170029 08-17-2019
		P. O. Box 470698	Fort Worth			Delivered	Return Receipt - Electronic, Certified Mail	170029 08-19-2019
	41.	P. D. Box 2063	Midland			Delivered	Return Receipt - Electronic, Certified Mail	170029 08-20-2019
		5131 McKinney Ave., Suite 750	Colden	χ ()	/5204 N	Mailed	Return Receipt - Electronic, Certified Mail	170029
		201 W. Wall St., Suite 421	Midland			To be Returned	Return Receipt - Electronic, Certified Mail	170029 08-21-2019
		306 W. Wall St., Suite 500	Midland			Delivered	Return Receipt - Electronic, Certified Mail	170029 08-19-2019
	2019-08-15 9:03 AM Providence Energy Partners III, LLC	16400 Dallas Parkway	Dallas			Delivered	Return Receipt - Electronic, Certified Mail	170029 08-19-2019
	2019-08-15 9:03 AM Black Mountain Operating, LLC	500 Main St. Suite 1200	Fort Worth			Delivered	Return Receipt - Electronic, Certified Mail	170029 08-19-2019
	2013-08-12 3:03 AM BRIOG, LLC	500 Main St. Suite 1200	Fort Worth		76102 D	Delivered	Return Receipt - Electronic, Certified Mail	170029 08-19-2019
	2019-08-15 9-03 AM BLACK BOCK CAPITAL INC	353 W SHENIDAN AVE	Uktanoma city	73 73		Delivered	Neturn Receipt - Electronic, Certified Mail	170029 08-19-2019
	2019-08-15 9:03 AM MARATHON OIL PERMIAN ILC	5555 San Felipe St.	Little Rock Houston			Porwarded	Return Receipt - Electronic, Certified Mail Return Receipt - Electronic Certified Mail	170029
	M CORPORATION	550 W TEXAS, SUITE 1303	Midland			To be Returned	Return Receipt - Electronic, Certified Mail	170029
	2019-08-15 9:03 AM OXY USA INC	PO BOX 27570	Houston	77 XT	0 72277	Delivered	Return Receipt - Electronic, Certified Mail	170029 08-19-2019
	2019-08-15 9:03 AM OXY USA INC	P.O. BOX 4294	Houston		77210 D	Delivered	Return Receipt - Electronic, Certified Mail	170029 08-21-2019
	2019-08-15 9:03 AM DEVON ENERGY PRODUCTION COMPANY, LP	20 N BROADWAY	Oklahoma City		_	Delivered	Return Receipt - Electronic, Certified Mail	170029 08-19-2019
	2019-08-15 9:03 AM EOG RESOURCES INC	PO Box 2267	Midland			Delivered	Return Receipt - Electronic, Certified Mail	170029 08-20-2019
	AM OXYY-1 COMPANY	PO BOX 27570	Houston			Delivered	Return Receipt - Electronic, Certified Mail	170029 08-19-2019
5514665304500062205845	2013-08-15 9:05 AM SHAKBRO CILLID CO	PO BOX 840	Artesia	NM 88	88210 D	Delivered	Return Receipt - Electronic, Certified Mail	170029 08-19-2019
	2019-08-15 9:03 AM EOG Resources M. Inc.	105 S 4 TH ST	Artesia			Delivered	Beturn Receipt - Electronic, Certified Mail	170029 08-23-2019
	2019-08-15 9:03 AM EOG Resources Y, Inc.	105 S 4TH ST	Artesia		_	Delivered	Return Receipt - Electronic, Certified Mail	170029 08-23-2019
	2019-08-15 9:03 AM BUREAU OF LAND MGMT	301 Dinosaur Trail	Santa Fe	NM 87	87508 To	To be Returned	Return Receipt - Electronic, Certified Mail	170029
	2019-08-15 9:03 AM NGL WATER SOLUTIONS PERMIAN, LLC	1509 W Wall St., Ste. 306	Midland			Delivered	Return Receipt - Electronic, Certified Mail	170029 08-19-2019
	2019-08-15 9:03 AM Oil Conservation Division District I - Hobbs	1625 N. French Drive	Hobbs			Delivered	Return Receipt - Electronic, Certified Mail	170029 08-19-2019
9314869904300062205775 2019-08-15 9:03 A	2019-08-15 9:03 AM Oil Conservation Division District IV	1220 South St. Francis Drive	Santa Fe	NM 87	87505 D	Delivered	Return Receipt - Electronic, Certified Mail	170029 08-16-2019

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 August 23, 2019 and ending with the issue dated August 23, 2019.

Publisher

Sworn and subscribed to before me this 23rd day of August 2019.

Business Manager

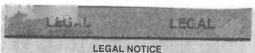
My commission expires

January 29, 2023

OFFICIAL SEAL GUSSIE BLACK Notary Public State of New Mexic

My Commission Expires

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



AUGUST 23, 2019

CASE NO. 20236: Notice to all affected parties, as well as the heirs and devisees of Bureau of Land Management; EOG Y RESOURCES INC; EOG M RESOURCES INC; EOG A RESOURCES INC; SHARBRO OIL LTD CO; OXY Y-1 COMPANY; EOG RESOURCES INC; DEVON ENERGY PRODUCTION COMPANY, LP; OXY USA INC; JUMBO AMERICAN PETROLEUM CORPORATION; MARATHON OIL PERMIAN LLC; BLACK ROCK CAPITAL INC; DEVON ENERGY PROD CO LP; BMOG, LLC; BLACK MOUNTAIN OPERATING, LLC; PROVIDENCE ENERGY PARTNERS III, LLC; COLGATE PRODUCTION, LLC; BOAZ ENERGY II, LLC; TAP ROCK RESOURCES, LLC; TALON OIL. & GAS III, LLC; SANTA ELENA MINERALS IV, LP; PEGASUS RESOURCES, LLC; EASTERLING NEW MEXICO MINERALS, LLC; TUNDRA HOLDINGS, LLC; BRIGHAM MINERALS, LLC; WILLIAM BRIAN BECKHAM; MONTY BRAD BECKHAM; GGM EXPLORATION, INC.; CMP ACQUISITIONS, LLC; LELA ELLEN MADERA; KATHERINE ROSS MADERA; LEA CLAIRE MCDONALD BROOKER; FORTIS MINERALS, LLC; C. D. MARTIN; WILDERPAN, LLC; CROWN ROCK MINERALS, LP; BERNARD LEE HOUSE FAMILY TRUST; TOMMIE KNIGHT CALLEY; MALCOLM RAYMOND SHARBUTT; WILL ROSS SHARBUTT; DIANA NORTHINGTON; ROBERT C. NORTHINGTON; JOHN W. B. NORTHINGTON; KATHERINE MADEA JARRETT; SALT CREEK MIDSTREAM, LLC that NGL Water Solutions Permian, LLC, 1509 W. Wall Street. Suite 306, Midland, Texas 79701 has filed an amended application for hearing along with a C-108 (Application for Authorization to Inject) with the New Mexico. Oil Conservation Division for approval of salt water disposal well in Lea County, New Mexico. The State of New Mexico, through its Oil Conservation Division, hereby gives notice that the Division will conduct a public hearing at 8:15 a.m. on September 5, 2019, to consider this application. In its application, NGL seeks an order approving disposal into the Silurian-Devonian formation through the Thunderbolt SWD #1 well at a surface location 910 feet from the North line and 250 feet from the East line of Section 19, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico for the purpose of operating a salt water disposal well. NGL seeks authority to inje approve a maximum daily injection rate for the well of 50,000 bbls per day. Said location is approximately 11.6 miles southwest of Bennett, NM. #34614

01104570

00232414

DOLORES SERNA MODRALL, SPERLING, ROEHL, HARRIS & P. O. BOX 2168 ALBUQUERQUE, NM 87103-2168

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

AMENDED APPLICATION OF NGL WATER SOLUTIONS PERMIAN, LLC FOR APPROVAL OF SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO

> CASE NO. 20236 (THUNDERBOLT)

AFFIDAVIT OF CHRIS WEYAND

STATE OF NEW MEXICO	
) ss
COUNTY OF BERNALILLO)

- I, Chris Weyand, make the following affidavit based upon my own personal knowledge.
- 1. I am over eighteen (18) years of age and am otherwise competent to make the statements contained herein.
- 2. I am a Staff Engineer at Lonquist & Co., LLC. My responsibilities at Lonquist & Co., LLC include saltwater disposal well permitting efforts in New Mexico as well as other states and jurisdictions.
 - 3. I graduated from Texas A&M University in 2010 with an engineering degree.
- 4. I am familiar with the application and amended application that NGL Water Solutions Permian, LLC ("NGL") has filed in this matter.
- 5. In this case, NGL (OGRID No. 372338) seeks an order approving the Thunderbolt SWD #1 well, which is a salt water disposal well.

- 6. I compiled a list of all parties entitled to notice within a one-mile area of review for the original application that was filed. I reviewed County and Division records to determine the parties entitled to notice, including the owner of the surface (NGL) and leasehold operators or other affected person. With respect to affected parties, I determined whether there was an operator, as shown in the Division records, or a designated unit operator, and if not, whether there were any working interests whose interest is evidenced by a written conveyance document either of record; and as to any tract or interest not subject to an existing oil and gas lease, whether there were mineral interest owner whose interest is evidenced by a written conveyance document either of record; and whether the United States or state of New Mexico owns the mineral estate in the spacing unit or identified tract or any part thereof, the BLM or state land office, as applicable.
- 7. NGL filed an amended application for the Thunderbolt SWD #1. This was due to a change in location of the Thunderbolt SWD #1. I determined that no additional parties were entitled to notice.
- 8. I attest that the information provided herein is correct and complete to the best of my knowledge and belief.

[Signature page follows]

Chris Weyand

SUBSCRIBED AND SWORN to before me this <u>30</u> th day of August, 2019 by Chris Weyand.

Notary Public

0/9

My commission expires:

MARIA L. RIVAS Notary Public. State of Texas My Commission Expires September 16, 2019