II. <u>Explanation of Bottomhole Injection Pressure in Relation to Surface Injection Pressure</u>

Determination of Wellhead Injection Pressures:

- EVGSAU is a CO2 WAG project whereby CO2 injection is alternated with water injection. Due to the difference in densities between the two fluids and the operational need to maintain a constant bottomhole injection pressure between cycles, the surface injection pressure for CO2 will be higher than that of water.
- 2. The wellhead injection pressure for water was established by subsequently amended NMOCD order R-5897 and applies to all the injection wells field wide. The permitted injection pressure granted is 1,350 psi at the surface for water. This equates to a bottomhole injection pressure of

$$BHIP_{water} = Surf.$$
 Inj. Pressure + Hydrostatic Pressure of water $BHIP_{water} = 1,350 \, psi + 0.52 \, x \, 8.7 \, ppg \, x \, 4,400 \, ft = 3,340 \, psi$

- 3. The calculation of the surface injection pressure for CO2 is as follows:
 - a) EVGSAU currently blends pipeline purchased CO2 with recycled produced gas to inject a 90%+ CO2 gas composition with minor components consisting primarily of methane. As a safety factor, a heavier composition of 100% CO2 is used for this calculation.
 - b) With this injected composition, EVGSAU injected gas density is

$$\rho_{CO2} = 48.6 \frac{lb}{cuft} \quad or \quad 0.338 \frac{psi}{ft}$$

With top perforation in the San Andres being 4,400 ft., the hydrostatic pressure in the CO2 injection well is

Hydrostatic of
$$CO2 = 0.338 \frac{psi}{ft} \times 4,400 ft = 1,490 psi$$

Therefore, the surface injection pressure for CO2 is

$$Surf\ Inj\ Pressure_{CO2} = BHIP -\ Hydrostatic_{CO2}$$

Or

$$Surf\ Inj\ Pressure_{CO2} = 3,340\ psi - 1,490\ psi = 1,850\ psi$$