UICI - I - 8-1

EPA FALL OFF TEST (WDW-2)

2012

Submit I Copy To Appropriate District Office	State of New Mexico		Form C-103		
District I - (575) 393-6161	Energy, Minerals and Natural Resources		WELL API NO.	Revised August 1, 2011	
1625 N. French Dr., Hobbs, NM 88240 District II - (575) 748-1283			30-015-27592 5. Indicate Type of Lease		
811 S. First St., Artesia, NM 88210	OIL CONSERVATION				
District III - (505) 334-6178	1220 South St. Fran	ncis Dr.	STATE 🛛	FEE 🗆	
1000 Rio Brazos Rd., Aztec, NM 87410 <u>District IV</u> – (505) 476-3460	Santa Fe, NM 8	7505	6. State Oil & Gas Lease No.		
1220 S. St. Francis Dr., Santa Fe, NM 87505	Santa 1 0, 14141 07303		B-2071-28		
(DO NOT USE THIS FORM FOR PROPOSAL DIFFERENT RESERVOIR. USE "APPLICAT		UG BACK TO A	7. Lease Name or Un Mewbourne WDW-		
PROPOSALS.) 1. Type of Well: Oil Well Ga	as Well Other Injection W	/ell	8. Well Number WI	DW-1	
2. Name of Operator			9. OGRID Number		
Navajo Refining Company			15694	114 . 37 . 1 3	
3. Address of Operator Post Office Box 159, Artesia, New N	farica 99711		Penn 96918	ildcat: Navajo Permo-	
4. Well Location	1CAICU 00211		1 6111 90916		
	60 feet from the South	line and 221	feet from the Eas	t line	
Section 31	Township 178	Range 281		County Eddy	
	11. Elevation (Show whether DR	<u> </u>		County Eddy	
	3678' GL	, 141, 01, 0			
12. Check Ap	propriate Box to Indicate N	lature of Notice	e, Report or Other Da	ata	
NOTICE OF INT	ENTION TO		DOCOLIENT DED	DT OF	
NOTICE OF INTI			BSEQUENT REPO		
	PLUG AND ABANDON	REMEDIAL WO		TERING CASING	
	CHANGE PLANS			AND A	
	MULTIPLE COMPL	CASING/CEME	NT JOB		
DOWNHOLE COMMINGLE					
OTHER: PERFORM PRESSURE FAIL PRESSURE TEST	LOFF TEST, ANNULUS	OTHER:			
13. Describe proposed or complet		pertinent details	and give pertinent dates	including estimated date	
). SEE RULE 19.15.7.14 NMA				
proposed completion or recon					
	ilus pressure tests on WDW-I, V	WDW-2, and WDV	W-3 at an annulus pressu	re above 300 psig for 30	
	hole gauges into WDW-1, WDV	V-2, and WDW-3	by 11:45am. Continue i	njection into all three	
wells.	estion into all these malls				
May 14, 2014 - Continue inje	the offset wells WDW-2 and W	DW-3 will be shut	in A constant injection	n rate will be established	
for WDW-1 at 160 GPM and	continue for a 30 hour injection	period Do not exc	ceed 1200 psig wellhead	pressure.	
	VDW-1 will be shut in for a 30-l				
May 17, 2014- All three well	s will continue to be shut in whi	le monitoring fallo	off pressure in all three w	vells.	
May 18, 2014 - At 8:00am, a	cquire downhole pressure gauge	s from all three we	ells. Tag bottom of fill a	nd come out of hole	
very slowly, making 7-minute	gradient stops while coming ou	t of WDW-1 ever			
3000 ft, 2000 ft, 1000 ft, surfa	ice). Turn the wells back to Nav	ajo personnel.			
				1	
Spud Date:	Rig Release D	ate:			
	3	L			
I hereby certify that the information ab	ove is true and complete to the l	est of my knowle	dge and belief.		
A.		^			
SIGNATURE TIMOTA	TITLE	Project F	ingineer DAT	F 4-24-14	
SIGNATURE SOME	IIILE IIILE	1	DAT	E	

Type or print nam. For State Use Only	E-mail address:	PHONE:
APPROVED BY: Lang. Chan Conditions of Approval (if any):	TITLE Environmental Engineer	DATE 4/25/14

The Fall-Off Test (Fot) shall comply with Section III (Developing a Test Plan) of the NMil Conservation Division UIC Class I Well FOT Guidance! (December 3, 2007),



Procedure for Testing Well #1 (Mewbourne) April 21, 2014

Sunday, May 11, 2014

Subsurface personnel travel to Artesia, NM

Monday, May 12, 2014

Subsurface personnel and Pro-Well Testing personnel attend Navajo safety orientation. Subsurface personnel will perform an annulus pressure test on WDW-1, WDW-2, and WDW-3 using a chart recorder. The annulus pressure must be above 300 psig during testing.

Tuesday, May 13, 2014

Install bottom hole memory gauges in all three wells and continue normal injection for 48 hours.
 Downhole Gauges need to be in wells by 11:45 am. Install surface pressure recorder on Mewbourne Well No. 1. Downhole Gauges to be set at the top of the perforations in all three wells as follows:

Mewbourne Well No. 1 7924 feet Chukka Well No. 2 7570 feet Gaines Well No. 3 7660 feet

Subsurface personnel will return to Houston,TX.

Wednesday, May 14, 2014

Continue normal injection into the wells.

Thursday, May 15, 2014

- At 2:00 pm, Navajo personnel will shut-in offset wells, Chukka Well No. 2 and Gaines Well No. 3, start the 30-hour injection period for Mewbourne Well No. 1 at rate of approximately 160 GPM. The Chukka Well No. 2 and Gaines Well No. 3 will have to be isolated at the wing valve, MOV, and at the main pipeline valve.
- 2. Navajo Refining is to maintain a constant injection rate of approximately 160 GPM into the Mewbourne Well No. 1 for a minimum of 30 hours prior to shutting in the well. The 30 hours was the agreed upon time interval by the OCD and Navajo in previous falloff tests.
- 3. The rate should be constant during the 30-hour injection period. This might be best accomplished



- by opening the pipe line and wellhead valves wide open allowing full flow to the well. Record the rate and wellhead pressure in the control room on a minimum of 15 second intervals during the injection period. Do not exceed 1200 psig wellhead pressure.
- 4. Plant personnel will record rate, volume, and pressure during the injection period for all wells to confirm that a constant pre-falloff injection rate is maintained.
- Collect a grab sample of the injection fluid every 10 hours; analyze the fluid for pH and Specific Gravity.

Friday, May 16, 2014

6. At 8:00 pm, Navajo personnel will shut in Mewbourne Well No. 1 for the 30-hour falloff period. Chukka Well No. 2 and Gaines Well No. 3 will remain shut-in during the 30-hour falloff period. The Mewbourne No. 1 will need to be isolated at the wing valve, MOV, and at the main pipeline valve.

Saturday, May 17, 2014

Leave all three wells shut in and continue to monitor falloff pressures in all three wells. Subsurface personnel (Tim Jones) to return to site.

Sunday, May 18, 2014

- 8. At 8:00 am, acquire downhole pressure memory gauges from all three wells.
- Tag bottom of fill and come out of hole very slowly (no faster than 30 feet per minute), making 7-minute gradient stops while coming out of Mewbourne Well No. 1 every 1000 feet (7000 feet, 6000 feet, 5000 feet, 4000 feet, 3000 ft., 2000 feet, 1000 feet, Surface).
- 10. Turn well over to Navajo personnel. Subsurface personnel to return to Houston,TX.

Submit 1 Copy To Appropriate District Office	State of New M			Form C-103	
District I - (575) 393-6161	Energy, Minerals and Nat	ural Resources		vised August 1, 2011	
1625 N. French Dr., Hobbs, NM 88240 District II – (575) 748-1283			WELL API NO. 30-015-20894		
811 S. First St., Artesia, NM 88210	OIL CONSERVATION DIVISION		5. Indicate Type of Lease		
District III - (505) 334-6178	1220 South St. Francis Dr.		STATE STEE		
1000 Rio Brazos Rd., Aztec, NM 87410 <u>District IV</u> – (505) 476-3460	Santa Fe, NM 8	37505	6. State Oil & Gas Lease		
1220 S. St. Francis Dr., Santa Fe, NM					
(DO NOT USE THIS FORM FOR PROPO DIFFERENT RESERVOIR. USE "APPLIA		LUG BACK TO A	7. Lease Name or Unit A Chukka WDW-2	Agreement Name	
PROPOSALS.) 1. Type of Well: Oil Well	Gas Well Other Injection	Well	8. Well Number WDW-	2	
2. Name of Operator			9. OGRID Number		
Navajo Refining Company			15694		
3. Address of Operator Post Office Box 159, Artesia, Nev	w Marian 99711		10. Pool name or Wilder Penn 96918	at: Navajo Permo-	
	V IVIEXICO 66211		Tem 90916		
4. Well Location	1000 for from the Name	4Th 1:	and GGO foot from t	de West line	
Unit Letter E:	1980 feet from the Nor			the West line	
Section 12	Township 18S 11. Elevation (Show whether D.	Range 27		County Eddy	
建筑设置建筑设置	3607' GL, 3623' RKB	n, AAD, A1, GA, en	(3)		
据者性的意识和文。 "日本来"。 (1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.			PISTELL INC.		
12 Check	Appropriate Box to Indicate	Nature of Notice	Report or Other Data		
12. Chock I	appropriate Box to indicate	ivaluic of ivolice	, report of Outer Data		
NOTICE OF IN	ITENTION TO:	SUI	BSEQUENT REPORT	ΓOF:	
PERFORM REMEDIAL WORK	PLUG AND ABANDON	REMEDIAL WO	RK ALTE	RING CASING	
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DI	RILLING OPNS. P AND	DA 🗆	
PULL OR ALTER CASING	MULTIPLE COMPL	CASING/CEME	NT JOB		
DOWNHOLE COMMINGLE					
OTHER: PERFORM PRESSURE I	EALL OFF TEST M	OTHER:		П	
	oleted operations. (Clearly state al		and give pertinent dates, inch	uding estimated date	
	ork). SEE RULE 19.15.7.14 NMA				
proposed completion or rec			1		
June 16, 2014 —Install bott wells.	tomhole gauges into WDW-1, WD	W-2, and WDW-3	by 11:45am. Continue injec	ction into all three	
	injection into all three wells.				
	om, the offset wells WDW-1 and	WDW-3 will be shu	t-in. A constant injection re	ate of 160 GPM will	
	and continue for a 30 hour injecti				
	n, WDW-2 will be shut in for a 30				
	wells will continue to be shut in w				
	n, acquire downhole pressure gaug				
	ute gradient stops while coming ourface). Turn the wells back to Na		very 1000 feet (7000 ft, 600	0 ft, 5000 ft, 4000 ft,	
3000 II, 2000 II, 1000 II, SI	irrace). Turn the wens back to Na	vajo personnei.			
G1D-1	71.7				
Spud Date:	Rig Release	Date:			

SIGNATURE Timely	a TITLE Project In	wher DATE 4-24-14
Type or print name For State Use Only	E-mail address:	PHONE:
APPROVED BY: Londy. Ch. Conditions of Approval (if any):	wery TITLE Environmental &	Engineer DATE_ 4/25/14
the Fall - OA	Test (Fot) shall from Test Plan) of the "NM oi	ply with section III
(Developing a	Test Plan of the "NM oi	1 Conservation Division



Procedure for Testing Well #2 (Chukka) April 21, 2014

Sunday, June 15, 2014

Subsurface personnel will travel to Artesia, NM

Monday, June 16, 2014

Install bottom hole memory gauges in all three wells and continue normal injection for 48 hours. Gauges need to be in wells by 12:00 pm. Install surface pressure recorder on Chukka Well No. 2. Gauges to be set at the top of the perforations in all three wells as follows:

Mewbourne Well No. 1 7924 feet Chukka Well No. 2 7570 feet Gaines Well No. 3 7660 feet

Tuesday, June 17, 2014

Continue normal injection into the wells.

Wednesday, June 18, 2014

- 1. At 12:00 pm, Navajo personnel will shut-in offset wells, Mewbourne Well No. 1 and Gaines Well No. 3, start the 30-hour injection period for Chukka Well No. 2. The Mewbourne Well No. 1 and Gaines Well No. 3 will have to be isolated at the wing valve, MOV, and at the main pipeline valve.
- 2. Navajo Refining is to maintain a constant injection rate of 160 GPM into the Chukka Well No. 2 for a minimum of 30 hours prior to shutting in the well. The 30 hours was the agreed upon time interval by the OCD and Navajo in the approved test plan.
- 3. The rate should be constant during the 30 hour injection period. This might be best accomplished by opening the pipe line and wellhead valves wide open allowing full flow to the well. Record the rate and wellhead pressure in the control room on a minimum of 15 second intervals during the injection period. Do not exceed 1200 psig wellhead pressure.
- 4. Plant personnel will record rate, volume, and pressure during the injection period for all wells to confirm that a constant pre-falloff injection rate is maintained.
- 5. Collect a grab sample of the injection fluid every 10 hours; analyze the fluid for pH and Specific



Gravity.

Thursday, June 19, 2014

6. At 6:00 pm, Navajo personnel will shut in Chukka Well No. 2 for the 30-hour falloff period. Mewbourne Well No. 1 and Gaines Well No. 3 will remain shut-in during the 30 hour falloff period. The Chukka Well No. 2 will need to be isolated at the wing valve, MOV, and at the main pipeline valve.

Friday, June 20, 2014

7. Continue monitoring pressure falloff in Chukka Well No. 2.

Saturday, June 21, 2014

- 8. Leave all three wells shut in and continue to monitor falloff pressures in all three wells. Subsurface personnel (Tim Jones) to return to site.
- 9. At 8:00 am, acquire downhole pressure memory gauges from all three wells.
- 10. Tag bottom of fill and come out of hole very slowly (no faster than 30 feet per minute), making 7-minute gradient stops while coming out of Chukka Well No. 2 every 1000 feet (7000 feet, 6000 feet, 5000 feet, 4000 feet, 3000 feet, 2000 feet, 1000 feet, Surface).
- 11. Turn well over to Navajo personnel. Subsurface personnel (Tim Jones) to return to Houston, TX.

Submit I Copy To Appropriate District Office	State of New Mex	kico		Form C-103	
District I - (575) 393-6161	Energy, Minerals and Natural Resources OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505		Revised August 1, 2011 WELL API NO. 30-015-26575 5. Indicate Type of Lease STATE FEE		
1625 N. French Dr., Hobbs, NM 88240 District II – (575) 748-1283					
811 S. First St., Artesia, NM 88210					
District III - (505) 334-6178					
1000 Rio Brazos Rd., Aztec, NM 87410 <u>District IV</u> — (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM			6. State Oil & Gas Lease No. NM-0557371		
(DO NOT USE THIS FORM FOR PROPO	ICES AND REPORTS ON WELLS SALS TO DRILL OR TO DEEPEN OR PLU CATION FOR PERMIT" (FORM C-101) FO		7. Lease Name or Unit A Gaines WDW-3	greement Name	
PROPOSALS.) 1. Type of Well: Oil Well	Gas Well Other Injection We	ell	8. Well Number WDW-3	3	
2. Name of Operator			9. OGRID Number		
Navajo Refining Company			15694	. 37	
3. Address of Operator Post Office Box 159, Artesia, Nev	w Mexico 88211		10. Pool name or Wildca Penn	t: Navajo Permo-	
4. Well Location					
Unit Letter N :	790 feet from the South 1	ine and <u>2250</u>	feet from the West 1	ine	
Section 01	Township 18S	Range 27E		County Eddy	
	11. Elevation (Show whether DR,	RKB, RT, GR, etc.			
PARAGE TO SELECT A UNIT OF THE SELECTION	3609' GL, ' RKB		Make My Vol. 11.		
	Appropriate Box to Indicate Note Note Note Note Note Note Note No	SUE REMEDIAL WO	BSEQUENT REPORT RK ALTER RILLING OPNS. P AND	RING CASING 🔲	
OTHER: PERFORM PRESSURE I	FALLOFF TEST	OTHER:			
	pleted operations. (Clearly state all pork). SEE RULE 19.15.7.14 NMAC completion.				
wells. July 15, 2014 – Continue i July 16, 2014 – At 12:00 p be established for WDW-3	omhole gauges into WDW-1, WDW injection into all three wells. om, the offset wells WDW-1 and WI and continue for a 30 hour injection	DW-2 will be shut period. Do not ex	in. A constant injection rat	e of 160 GPM will essure.	
July 18, 2014 – All three v July 19, 2014 – At 8:00am slowly, making 7-minute g	n, WDW-3 will be shut in for a 30-howells will continue to be shut in while, acquire downhole pressure gauges gradient stops while coming out of W Turn the wells back to Navajo perso	e monitoring fallo from all three we DW-3 every 1000	off pressure in all three wells. Ils. Tag bottom of fill and co	ome out of hole very	

SIGNATURE TOWN JO	_TITLE_	Project	Eng.	sur	_DATE_	4-24-14
Type or print name For State Use Only	E-mail	address:			PHONE	•
APPROVED BY: Carly, Chineng Conditions of Approval (if any):						
The Fall-off Test CF	T)	shall c	omply	with s	Section	TIL
(Developing a Test Plan)	of Gu	the "NA	M oil	Conserv Fun ber 3	ation 200	Division 77.



Procedure for Testing Well #3 (Gaines) April 21, 2014

Sunday, July 13, 2014

Subsurface personnel to travel to Artesia, NM

Monday, July 14, 2014

Install bottom hole memory gauges in all three wells and continue normal injection for 48 hours.
 Gauges need to be in wells by 12:00 pm. Install surface pressure recorder on Gaines Well No. 3.
 Gauges to be set at the top of the perforations in all three wells as follows;

Mewbourne Well No. 1 7924 feet Chukka Well No. 2 7570 feet Gaines Well No. 3 7660 feet

Subsurface personnel will return to Houston.

Tuesday, July 15, 2014

Continue normal injection into the wells.

Wednesday, July 16, 2014

- At 12:00 pm, Navajo personnel will shut-in offset wells, Chukka Well No. 2 and Mewbourne Well No. 1, start the 30-hour injection period for Gaines Well No. 3. The Chukka Well No. 2 and Mewbourne Well No. 1 will have to be isolated at the: wing valve, MOV, and at the main pipeline valve.
- 2. Navajo Refining is to maintain a constant injection rate at approximately 160 GPM into the Gaines Well No. 3 for a minimum of 30 hours prior to shutting in the well. The 30 hours was the agreed upon time interval by the OCD and Navajo in the approved test plan.
- 3. The rate should be constant at 160 GPM during the 30-hour injection period. This might be best accomplished by opening the pipe line and wellhead valves wide open allowing full flow to the well. Record the rate and wellhead pressure in the control room on a minimum of 15 second intervals during the injection period. Do not exceed 1200 psig wellhead pressure.
- 4. Plant personnel will record rate, volume, and pressure during the injection period for all wells to confirm that a constant pre-falloff injection rate is maintained.
- 5. Collect a grab sample of the injection fluid every 10 hours; analyze the fluid for pH and Specific Gravity.



Thursday, July 17, 2014

- 6. Continue constant injection into Gaines Well No. 3. The offset wells Mewbourne and Chukka will remain shut-in.
- 7. At 6:00 pm, Navajo personnel will shut in Gaines Well No. 3 for the 30-hour falloff period. Chukka Well No. 2 and Mewbourne Well No. 1 will remain shut-in during the 30-hour falloff period. The Gaines No. 3 will need to be isolated at the wing valve, MOV, and at the main pipeline valve.

Friday, July 18, 2014

8. Continue to monitor pressure falloff in Gaines Well No. 3.

Saturday, July 19, 2014

- 9. At 8:00 am, acquire downhole pressure memory gauges from all three wells.
- 10. Tag bottom of fill and come out of hole very slowly (no faster than 30 feet per minute), making 7-minute gradient stops while coming out of Gaines Well No. 3 every 1000 feet (7000 feet, 6000 feet, 5000 feet, 4000 feet, 3000 feet, 2000 feet, 1000 feet, Surface).
- 11. Turn well over to Navajo personnel. Subsurface personnel to return to Houston, TX.

Chavez, Carl J, EMNRD

From: Chavez, Carl J, EMNRD

Sent: Thursday, July 11, 2013 9:16 AM

To: Holder, Mike (Mike.Holder@hollyfrontier.com) Cc:

Sanchez, Daniel J., EMNRD; Dade, Randy, EMNRD; VonGonten, Glenn, EMNRD; Dawson,

Scott, EMNRD

Subject: FW: UICI-8 Post Mtg. Determination on FOTs & Lo P Differential in Wells 2 & 3

Attachments: UICI-8 Post Mtg. Determination on FOTs & Lo P Differential in Wells 2 & 3

Mike:

Re: UICI-008 WDWs 2 & 3 Fall-Off Tests (FOTs) Low Pressure Differentials 2012

The New Mexico Oil Conservation Division (OCD) has considered the issue above and determined that it concurs with the operator's technical basis (see attachment) and explanation supporting satisfactory FOTs for the above subject well with accurate reservoir characteristics. The log-log charts indicate that radial flow conditions were achieved during the FOTs.

The operator performed the tests similar to past FOTs with similar flow rates. While the operator has indicated in recent communications with the OCD that the reservoirs are pressuring up, the operator indicated that it has been limited by the pressure capacity because the current pumps are located about 12 – 14 miles back at the refinery from the well heads. The OCD notes that it recently approved a modification request by the operator to install booster pumps near to the well heads, which may allow the operator to increase the pseudo-steady state injection rates to more effectively stress the reservoir during future FOTs, which may result in increased pressure differentials during FOTs. In addition, the booster pumps will increase the surface injection pressures closer to the permitted maximum surface injection pressures and increase the disposal capacity of the wells.

Please contact me if you have questions. Thank you.

Carl J. Chavez, CHMM

New Mexico Energy, Minerals & Natural Resources Department

Oil Conservation Division, Environmental Bureau

1220 South St. Francis Drive, Santa Fe, New Mexico 87505

Office: (505) 476-3490

E-mail: CarlJ.Chavez@State.NM.US

Website: http://www.emnrd.state.nm.us/ocd/

"Why Not Prevent Pollution; Minimize Waste; Reduce the Cost of Operations; & Move Forward With the Rest of the

Nation?" To see how, please go to: "Pollution Prevention & Waste Minimization" at

http://www.emnrd.state.nm.us/ocd/environmental.htm#environmental

Chavez, Carl J, EMNRD

Subject: UICI-8 Post Mtg. Determination on FOTs & Lo P Differential in Wells 2 & 3

Start: Thu 7/11/2013 8:00 AM **End:** Thu 7/11/2013 8:30 AM

Recurrence: (none)

Organizer: Chavez, Carl J, EMNRD

Note to Daniel S and Randy D on 6/13/2013:

O UICI-008 Class I (NH) WDWs 1, 2 & 3 Wells Navajo Artesia Refinery:

Carl held a FOT 2012 communication meeting w/ Mike Holder and Subsurface Reps. (Thurman Witty and Tim Johnson) on 6/13 on the WDWs 1, 2 & 3 Fall-Off Well Tests (FOTs) conducted in 2012. WDWs 2 & 3 resulted in a pressure differential of less than 100 psi., which is a requirement of the OCD's UIC FOT Guidance. Subsurface indicated that as long as a radial flow condition is achieved as depicted in the FOT Log-Log Plots, the FOT results are accurate and the 100 psi differential should not apply. The OCD noticed that the well injection pressures during the FOTs ranged from 700 to 900 psi well below the permit MSIP ~ 1500 psi. While the injection intervals appear to be pressured up, the Operator is planning to install booster pumps closer to the well head in order to increase efficiency in achieving injection pressures greater than 700 – 800 psi (current max. inject. pressure w/ current pump system). Similar total volumes of fluids and injection rates were maintained during the FOTs as in past years. Operator will be sending modif. Request for booster pumps to be installed around 10/2013. C-103s for caliper surveys, acid stimulation (coiled tubing) and WDW-2 30 – 50 ft. perforation within approved injection interval forthcoming w/ copy to Artesia DO. An application for a 4th Injection Well will be submitted; however, the decision to do so may occur after the boosters pumps are installed, etc. from above. FOT is not an MIT.