

BW - 27

**PERMITS,
RENEWALS,
& MODS**

Affidavit of Publication

State of New Mexico,
County of Eddy, ss.

Kathy McCarroll, being first duly sworn,
on oath says:

That she is the Classified Supervisor of the Carlsbad Current-Argus, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof on the date as follows, to wit:

October 10 2009

That the cost of publication is **\$143.24** and that payment thereof has been made and will be assessed as court costs.

Kathy McCarroll

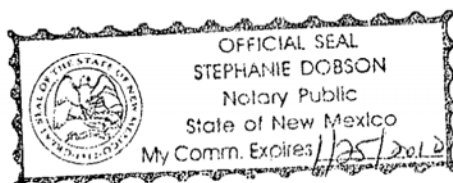
Subscribed and sworn to before me this

13th day of October, 2009

Stephanie Dobson

My commission Expires on 1/25/2010

Notary Public



October 10, 2009
**NOTICE OF
PUBLICATION**
STATE OF NEW
MEXICO
ENERGY, MINERALS
AND NATURAL
RESOURCES
DEPARTMENT
OIL CONSERVATION
DIVISION

Notice is hereby given pursuant to New Mexico Water Quality Control Commission Regulations (20.6.2.3106 NMAC) the following discharge permit application has been submitted to the Director of the New Mexico Oil Conservation Division (OCD): 1220 S. Saint Francis Drive, Santa Fe, New Mexico 87505. Telephone (505) 476-3440.

(BW-27) Mesquite SWD, Inc. PO Box 1479 Carlsbad, New Mexico 88221 has submitted an application for renewal of the discharge plan for the brine station located in Section 23, Township 22 South, Range 27 East, NMPM, Eddy County, east of Ofis, NM. Fresh water is injected into the subsurface at a depth of approximately 1,064 feet thereby solution mining salt. The extracted brine has an approximate dissolved solids concentration of 350,000 mg/l. The brine is stored in above-ground tanks for use by the oil and gas industry. Groundwater most likely to be affected by a spill or leak is at a depth of approximately 50 feet with a total dissolved solids concentration of 4,000 mg/l. The plan addresses how spills and leaks will be managed in order to protect fresh water.

The OCD has determined that the application is administratively complete and is preparing a draft permit. The OCD will accept comments and statements of interest regarding this application and create a facility specific mailing list for persons who wish to receive future notices. Persons interested in obtaining further information, submitting comments, or requesting to be on a facility specific mailing list for future no-

tices may contact the Environmental Bureau of the Oil Conservation Division at the address given above. The application may be viewed at the above address between 8:00 a.m. and 4:00 p.m., Monday through Friday, or at the OCD web


http://www.emnrd.state.nm.us/ocd/. Persons interested in obtaining a copy of the application may contact the OCD at the address above. Prior to ruling on any proposed discharge permit or major modification, the Director shall allow a period of at least thirty (30) days after the date of publication of this notice, during which interested persons may submit comments or request the OCD hold a public hearing. Requests for a public hearing shall set forth the reasons why a hearing should be held. A hearing will be held if the Director determines that there is significant public interest.

If no public hearing is held, the Director will approve or disapprove the proposed permit based on information available, including all comments received. If a public hearing is held, the director will approve or disapprove the proposed permit based on information in the permit application and information submitted at the hearing.

Para obtener mas informacion sobre esta solicitud en espanol, sirvase comunicarse por favor New Mexico Energy Minerals and Natural Resources Department (Dep'to. Del Energia, Minerales y Recursos Naturales de Nuevo Mexico) Oil Conservation Division (Dep'to. de Conservacion Del Petroleo), 1220 South St. Francis Drive, Santa Fe, New Mexico (Contacto: Dorothy Phillips, 505-476-3461).

GIVEN under the Seal of New Mexico Oil Conservation Commission at Santa Fe, New Mexico, on this 7th day of October, 2009.

STATE



New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson

Governor
Joanna Prukop
Cabinet Secretary

Mark Fesmire
Director
Oil Conservation Division



October 7, 2009

Mr. Clay L. Wilson
Mesquite SWD, Inc.
PO Box 1479
Carlsbad, New Mexico 88221-1479

Re: Discharge Plan Renewal Associated with Brine Wells (BW-27)
Dunaway No. 1 (API 30-015-28083) & Dunaway No. 2 (API 30-015-28084)
Unit F, Section 23, Township 22 South Range 27 East
Eddy County, New Mexico

Mr. V BW-27

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Permits

and Mesquite SWD's request and initial filing
in the SE/4 of the NW/4 of Section 23,
Otis, New Mexico in Eddy County. The
in order for OCD to deem the application

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WQCC) regulation's public notice
and demonstrated to the OCD. A draft
application. As quickly as possible, could
approval prior to its required publication
lic notice pursuant to the WQCC

MAC to determine if there is any public interest.

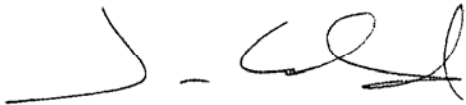
The original discharge permit for the Dunaway brine wells was issued to Scurlock Permian Corporation on September 21, 1994. Operation of the facility transferred to Mesquite SWD effective November 1, 2003. It has been a permit condition for all brine wells that monthly injection and production be documented and reported to the OCD. OCD has no injection or brine production information from this facility. This should not have been a difficult requirement as these figures would normally be compiled as part of business operations. Many brine well operators have been lax in reporting injection and production information and OCD has not compelled operators when such data has not been provided. This will no longer be the case. OCD requires Mesquite SWD to provide OCD with water injection and brine production data for the entire life of the Dunaway wells before November 20, 2009 including those periods of time when Scurlock Permian Corporation was operating the facility. Mesquite SWD must also explain how it obtained this information. Failure to provide this information will result in an immediate determination of non-compliance, disapproval of the renewal application, possible



suspension of all permits for this and other operations, and termination of brine production from this facility until the required information is received. In the future, Mesquite SWD shall submit monthly injection and production data to the OCD on a quarterly basis without exception.

If there are any questions regarding this matter, please do not hesitate to contact me by phone at (505) 476-3465 or email at jim.griswold@state.nm.us. Please refer to permit BW-27 in all future communication. On behalf of the OCD, I wish to thank you and your staff for your continued cooperation during the review process.

Respectfully,

A handwritten signature in black ink, appearing to read 'J. Griswold', with a stylized flourish at the end.

Jim Griswold
Senior Hydrologist

JG/jg
cc: OCD District II Office, Artesia

ACKNOWLEDGEMENT OF RECEIPT
OF CHECK/CASH

I hereby acknowledge receipt of check No.

dated 7/29/09

or cash received on _____ in the amount of \$ 100⁰⁰

from Carlsbad Brine LLC

for BW-27

Submitted by: Lauren Rogers Date: 8/28/09

Submitted to ASD by: Lauren Rogers Date: 8/28/09

Received in ASD by: _____ Date: _____

Filing Fee ☒ New Facility _____ Renewal _____

Modification _____ Other _____

Organization Code 521.07 Applicable FY 2004

To be deposited in the Water Quality Management Fund.

Full Payment _____ or Annual Increment _____

Mr. Clay L. Wilson
October 15, 2004
Page 7

26. Certification: Mesquite SWD, INC. by the officer whose signature appears below, accepts this and agrees to comply with all terms and conditions contained herein. Mesquite SWD, INC. further acknowledges that these conditions and requirements of this may be changed administratively by the Division for good cause shown as necessary to protect fresh water, human health and the environment.

Mesquite SWD, INC.

Print Name: CLAY L WILSON

Signature: Clay L Wilson

Title: V.P.

Date: 7-26-05

RECEIVED
JUL 29 2005
OIL CONSERVATION
DIVISION



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

July 05, 2005

Mr. Clay L. Wilson
Mesquite SWD, INC.
P.O. Box 1479
Carlsbad, New Mexico 88221-1479

Re: Discharge Permit BW-027
API # 30-015-28083-00-00
API # 30-015-28084-00-00
Carlsbad Brine Production Facility
Eddy County, New Mexico

Dear Mr. Wilson:

The groundwater discharge renewal application for the Mesquite SWD, INC. Carlsbad Brine Production Facility BW-027 operated by Mesquite SWD, INC. located in the SE/4, NW/4 of Section 23, Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico **is hereby approved** under the conditions contained in the enclosed attachment. Enclosed are two copies of the conditions of approval. **Please sign and return one copy to the New Mexico Oil Conservation Division (OCD) Santa Fe Office within 30 working days of receipt of this letter.**

The original discharge plan was submitted on July 01, 1994 and approved on September 21, 1994. The discharge plan renewal application, including attachments, dated August 26, 2004 submitted pursuant to Section 5101.B.3. of the New Mexico Water Quality Control Commission (WQCC) Regulations also includes all earlier applications and all conditions later placed on those approvals. The discharge permit renewal application was submitted pursuant to Section 20.6.2.5101 of the New Mexico Water Quality Control Commission (WQCC) Regulations. The discharge permit is issued pursuant to Section 5101 and 3109.C. Please note Section 3109.G., which provides for possible future amendment of the permit. Please be advised that approval of this permit does not relieve Mesquite SWD, INC. of liability should operations result in pollution of surface or ground waters, or the environment.

Please be advised that all exposed pits, including lined pits and open top tanks (exceeding 16 feet in diameter) shall be screened, netted, or otherwise rendered non-hazardous to wildlife including migratory birds.

Mr. Clay L. Wilson
July 05, 2005
Page 2

Please note that Section 3104 of the regulations requires that "when a permit has been approved, discharges must be consistent with the terms and conditions of the permit. Pursuant to Section 3107.C., operators are required to notify the Director of any facility expansion, production increase, or process modification that would result in any change in the discharge of water quality or volume.

Pursuant to Section 3109.H.4., this approval is for a period of five years. **This approval will expire September 21, 2009** and an application for renewal should be submitted in ample time before that date. Pursuant to Section 5101.F. of the regulations, if a discharger submits a discharge renewal application at least 120 days before the discharge permit expires and is in compliance with the approved permit, then the existing discharge permit will not expire until the application for renewal has been approved or disapproved.

The \$100.00 filing fee has been received by OCD. The \$1700.00 flat fee shall be submitted upon receipt of this approval. The required flat fee may be paid in a single payment due at the time of approval, or in equal annual installments over the duration of the permit, with the first payment due upon receipt of this approval.

Please make all checks payable to: Water Quality Management Fund
C/o: Oil Conservation Division
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505.

If you have any questions, please contact Wayne Price of my staff at (505-476-3487) or E-mail wayne.price@state.nm.us. On behalf of the staff of the OCD, I wish to thank you and your staff for your cooperation during this discharge plan review.

Sincerely,



Roger C. Anderson
Environmental Bureau Chief
RCA/lwp

Attachment-1
xc: OCD Artesia Office

ATTACHMENT TO THE DISCHARGE Permit BW-027 APPROVAL
Mesquite SWD, INC. Carlsbad Brine Production Facility (BW-027)
API # 30-015-28083-00-00 and API # 30-015-28084-00-00
DISCHARGE PERMIT APPROVAL CONDITIONS
July 05, 2005

1. Payment of Discharge Plan Fees: The \$100.00 filing fee has been received by OCD. The \$1700.00 flat fee shall be submitted upon receipt of this approval. The required flat fee may be paid in a single payment due at the time of approval, or in equal annual installments over the duration of the permit, with the first payment due upon receipt of this approval.
2. Commitments: Mesquite SWD, INC. will abide by all commitments submitted in the discharge permit renewal application dated August 26, 2004 and these conditions for approval.
3. Production Method: Fresh water will be injected down the casing and brine shall be recovered up the tubing. Reverse flow will be allowed only once a month for up to 24 hours for clean out.
4. Maximum Injection Pressure: The maximum operating injection and/or test pressure at the well head will be such that the fracture pressure of the injection formation will not be exceeded and will not cause new fractures or propagate existing fractures or cause damage to the system.
5. Mechanical Integrity Testing: Conduct an annual open to formation pressure test by pressuring up the formation with fluids to one and one-half times the normal operating pressure or 300 psig whichever is greater for four hours. However, no operator may exceed surface injection or test pressures that may cause formation fracturing (see item 4 above) or system failures. Systems requiring test pressures less than 300 psig or methods that use testing media other than fluids, i.e. gas, must be approved by OCD prior to testing. Brine supply wells operating with isolation packers will have to pressure test both the cavern formation and casing/tubing annually.

At least once every five years and during well work-overs the cavern formation will be isolated from the casing/tubing annually and the casing pressure tested at 300 psig for 30 minutes. All pressure tests must be witnessed by OCD.

6. Capacity/ Cavity Configuration and Subsidence Survey: The operator shall provide information on the size and extent of the solution cavern and geologic/engineering data demonstrating that continued brine extraction will not cause surface subsidence, collapse or damage to property, or become a threat to public health and the environment. This information shall be supplied in each annual report. OCD may require the operator to perform additional well surveys, test, and install subsidence monitoring in order to demonstrate the integrity of the system. If the operator cannot demonstrate the integrity of the system to the satisfaction of the Division then the operator may be required to shut-down, close the site and properly plug and abandoned the well.
7. Production/Injection Volumes: The volumes of fluids injected (fresh water) and produced (brine) will be recorded monthly and submitted to the OCD Santa Fe Office in an annual report due on the first day of January of each year.
8. Analysis of Injection Fluid and Brine: Provide an analysis of the injection fluid and brine with each annual report. Analysis will be for General Chemistry (method 40 CFR 136.3) using EPA methods.
9. Drum Storage: All drums containing materials other than fresh water must be stored on an impermeable pad with curbing. All empty drums should be stored on their sides with the bungs in place and lined up on a horizontal plane. Chemicals in other containers such as sacks or buckets must also be stored on an impermeable pad with curbing.
10. Process Areas: All process and maintenance areas which show evidence that leaks and spills are reaching the ground surface must be either paved and curbed or have some type of spill collection device incorporated into the design.
11. Above Ground Tanks: All above ground tanks which contain fluids other than fresh water must be bermed to contain a volume of one-third more than the total volume of the largest tank or of all interconnected tanks. All new facilities or modifications to existing facilities must place the tank on an impermeable type pad within the berm.
12. Above Ground Saddle Tanks: Above ground saddle tanks must have impermeable pad and curb type containment unless they contain fresh water or fluids that are gases at atmospheric temperature and pressure.
13. Labeling: All tanks, drums, and other containers should be clearly labeled to identify their contents and other emergency information necessary if the tank were to rupture, spill, or ignite.

14. Below Grade Ponds/Pits/Tanks/Sumps: All below grade tanks, sumps, and pits must be approved by the OCD prior to installation or upon modification and must incorporate secondary containment and leak-detection into the design. All below grade tanks, sumps and pits must be tested annually, except systems that have secondary containment with leak detection. These systems with leak detection shall have a monthly inspection of the leak detection to determine if the primary containment is leaking. Results of tests and inspections shall be maintained at the facility covered by this discharge permit and available for NMOCD inspection. Any system found to be leaking shall be reported pursuant to Item # 19. Permit holders may propose various methods for testing such as pressure testing to 3 pounds per square inch above normal operating pressure and/or visual inspection of cleaned out tanks and/or sumps, or other OCD approved methods. The OCD will be notified at least 72 hours prior to all testing.
15. Underground Process/Wastewater Lines: All underground process/wastewater pipelines must be approved by the OCD prior to installation and must be tested to demonstrate their mechanical integrity every five (5) years. Results of such tests shall be maintained at the facility covered by this discharge plan and available for NMOCD inspection. Permit holders may propose various methods for testing such as pressure testing to 3 pounds per square inch above normal operating pressure or other means acceptable to the OCD. The OCD will be notified at least 72 hours prior to all testing.
16. Class V Wells: No Class V wells that inject non-hazardous industrial wastes or a mixture of industrial wastes and domestic wastes will be approved for construction and/or operation unless it can be demonstrated that groundwater will not be impacted in the reasonably foreseeable future. Leach fields and other wastewater disposal systems at OCD regulated facilities which inject non-hazardous fluid into or above an underground source of drinking water are considered Class V injection wells under the EPA UIC program. Class V wells that inject domestic waste only must be permitted by the New Mexico Environment Department.
17. Well Work Over Operations: OCD approval will be obtained from the Director prior to performing remedial work, pressure test or any other Work over. Approval will be requested on OCD Form C-103 "Sundry Notices and Reports on Wells" (OCD Rule 1103.A.) with appropriate copies sent to the OCD Environmental Bureau and District Office.
18. Housekeeping: All systems designed for spill collection/prevention, and leak detection will be inspected daily to ensure proper operation and to prevent overtopping or system failure.
19. Spill Reporting: All spills/releases shall be reported pursuant to OCD Rule 116. and WQCC 1203.

20. Waste Disposal: All wastes will be disposed of at an OCD approved facility. Only oilfield exempt wastes shall be disposed of down Class II injection wells. Non-exempt oilfield wastes that are non-hazardous may be disposed of at an OCD approved facility upon proper waste determination per 40 CFR Part 261. Any waste stream that is not listed in the discharge will be approved by OCD on a case-by-case basis.

Rule 712 Waste: Pursuant to Rule 712, disposal of certain non-domestic waste is allowed at solid waste facilities permitted by the New Mexico Environment Department as long as the waste stream is identified in the discharge, and existing process knowledge of the waste stream does not change without notification to the Oil Conservation Division.

21. Transfer of Discharge Plan: The OCD will be notified prior to any transfer of ownership, control, or possession of a facility with an approved discharge plan. A written commitment to comply with the terms and conditions of the previously approved discharge plan must be submitted by the purchaser and approved by the OCD prior to transfer.
22. Closure: The OCD will be notified when operations of the facility are discontinued for a period in excess of six months. Prior to closure of the facility a closure plan will be submitted for approval by the Director. Closure and waste disposal will be in accordance with the statutes, rules and regulations in effect at the time of closure.
23. OCD Inspections: Additional requirements may be placed on the facility based upon results from OCD inspections.
24. Storm Water: Stormwater runoff controls shall be maintained. As a result of operations, if any water contaminant that exceeds the WQCC standards listed in 20 NMAC 6.2.3101 is discharged in any storm water run-off, then immediate actions shall be taken to mitigate the effects of the run-off, notify the OCD within 24 hours, and modify the discharge to include a formal storm water run-off containment and submit for OCD approval within 15 days.

Mr. Clay L. Wilson
October 15, 2004
Page 7

26. Certification: Mesquite SWD, INC. by the officer whose signature appears below, accepts this and agrees to comply with all terms and conditions contained herein. Mesquite SWD, INC. further acknowledges that these conditions and requirements of this may be changed administratively by the Division for good cause shown as necessary to protect fresh water, human health and the environment.

Mesquite SWD, INC.

Print Name: _____

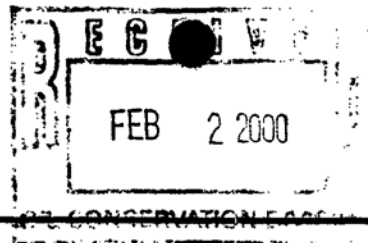
Signature: _____

Title: _____

Date: _____



333 Clay
P.O. Box 4648
Houston, Texas 77210-4648



(713) 646-4100

January 27, 2000

Mr. Roger Anderson
Environmental Bureau Chief
New Mexico Energy, Minerals & Natural Resources Dept.
Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505

**RE: Discharge Plan BW-027
Carlsbad Brine Production
Eddy County, NM**

**Discharge Plan BW-012
Hobbs Brine Production
Lea County, NM**

Dear Mr. Anderson:

Attached are the signed New Mexico Oil Conservation Division's (OCD) conditions of approval forms and a \$1,380 check for the renewal fee for Scurlock Permian Corporation's Hobbs and Carlsbad brine production facilities.

If you have any questions, please feel free to call me directly at (918) 223-0207 or via email at kebrown@paalp.com

Sincerely,

Kevin E. Brown
Director
Environmental & Regulatory Affairs

CC: Carlsbad Water File
Hobbs Water File
Memo File



SUBSIDIARY OF ASHLAND OIL, INC.

ATTACHMENT TO THE DISCHARGE PLAN BW-027 APPROVAL
Scurlock Permian Corporation Carlsbad Brine Production Facility (BW-027)
DISCHARGE PLAN APPROVAL CONDITIONS
November 29, 1999

1. Payment of Discharge Plan Fees: The \$50.00 filing fee has been received by OCD. The \$690.00 flat fee shall be submitted upon receipt of this approval. The required flat fee may be paid in a single payment due at the time of approval, or in equal annual installments over the duration of the plan, with the first payment due upon receipt of this approval.
2. Commitments: Scurlock Permian Corporation will abide by all commitments submitted in the discharge plan renewal application dated September 1, 1999 and these conditions for approval.
3. Production Method: Two well system with isolation packers; Fresh water will be injected down the tubing on either well and brine shall be recovered up the tubing on the other well. One Well System; If system is operated as a one-well system, then fresh water will be injected down the casing and brine shall be recovered up the tubing. Reverse flow will be allowed only once a month for up to 24 hours for clean out.
4. Maximum Injection Pressure: The maximum operating injection and/or test pressure at the well head will be such that the fracture pressure of the injection formation will not be exceeded.
5. Mechanical Integrity Testing: Scurlock Permian Corporation will conduct an annual open hole cavern pressure test equal to one and one-half times the normal operating pressure (not to exceed formation fracture pressure) or 300 psi, whichever is greater, for four hours. At least once every five years and during well work overs the cavern formation will be isolated from the casing/tubing annulars and the casing pressure tested at 300 psig for 30 minutes. Please note, any variance in the above procedure must be pre-approved by OCD and all pressure test must be witnessed by OCD.

6. Capacity and Cavity Configuration: A test will be conducted to determine the size and configuration of the mined cavity prior to discharge plan renewal (September 21, 2004). The method and time of testing will be approved by the OCD prior to performing the test.

Scurlock Permian Corporation will provide to the OCD the calculated size of the cavity and demonstrate the stability of the salt formation cavity from collapse and/or subsidence. Please include this information in the first annual report due on April 01, 2000.

7. Production/Injection Volumes: The volumes of fluids injected (fresh water) and produced (brine) will be recorded monthly and submitted to the OCD Santa Fe Office in an annual report due on the first day of April of each year.
8. Analysis of Injection Fluid and Brine: Provide an analysis of the injection fluid and brine with each annual report. Analysis will be for General Chemistry (method 40 CFR 136.3) using EPA methods.
9. Drum Storage: All drums containing materials other than fresh water must be stored on an impermeable pad with curbing. All empty drums should be stored on their sides with the bungs in place and lined up on a horizontal plane. Chemicals in other containers such as sacks or buckets must also be stored on an impermeable pad with curbing.
10. Process Areas: All process and maintenance areas which show evidence that leaks and spills are reaching the ground surface must be either paved and curbed or have some type of spill collection device incorporated into the design.
11. Above Ground Tanks: All above ground tanks which contain fluids other than fresh water must be bermed to contain a volume of one-third more than the total volume of the largest tank or of all interconnected tanks. All new facilities or modifications to existing facilities must place the tank on an impermeable type pad within the berm.
12. Above Ground Saddle Tanks: Above ground saddle tanks must have impermeable pad and curb type containment unless they contain fresh water or fluids that are gases at atmospheric temperature and pressure.
13. Labeling: All tanks, drums, and other containers should be clearly labeled to identify their contents and other emergency information necessary if the tank were to rupture, spill, or ignite.

14. Below Grade Tanks/Sumps: All below grade tanks, sumps, and pits must be approved by the OCD prior to installation or upon modification and must incorporate secondary containment and leak-detection into the design. All pre-existing sumps and below-grade tanks must be tested to demonstrate their mechanical integrity no later than February 28, 2000 and every year from tested date, thereafter. Permittees may propose various methods for testing such as pressure testing to 3 pounds per square inch above normal operating pressure and/or visual inspection of cleaned out tanks and/or sumps, or other OCD approved methods. The OCD will be notified at least 72 hours prior to all testing. The test results will be submitted to OCD in the annual report due on April 01, of each year.
15. Underground Process/Wastewater Lines: All underground process/wastewater pipelines must be tested to demonstrate their mechanical integrity no later than February 28, 2000 and every 5 years, from tested date, thereafter. Permittees may propose various methods for testing such as pressure testing to 3 pounds per square inch above normal operating pressure or other means acceptable to the OCD. The OCD will be notified at least 72 hours prior to all testing. The test results will be submitted to OCD in the first annual report due on April 01, 2000.
16. Class V Wells: No Class V wells that inject non-hazardous industrial wastes or a mixture of industrial wastes and domestic wastes will be approved for construction and/or operation unless it can be demonstrated that groundwater will not be impacted in the reasonably foreseeable future. Leach fields and other wastewater disposal systems at OCD regulated facilities which inject non-hazardous fluid into or above an underground source of drinking water are considered Class V injection wells under the EPA UIC program. Class V wells that inject domestic waste only must be permitted by the New Mexico Environment Department.
17. Well Work Over Operations: OCD approval will be obtained from the Director prior to performing remedial work, pressure test or any other Work over. Approval will be requested on OCD Form C-103 "Sundry Notices and Reports on Wells" (OCD Rule 1103.A.) with appropriate copies sent to the OCD Artesia District Office.

Well Bore Schematics: Scurlock Permian Corporation shall provide up-dated well bore schematics. The schematics submitted in the discharge plan application did not show the isolation packers. Please provide with the first annual report due on April 01, 2000.
18. Housekeeping: All systems designed for spill collection/prevention, and leak detection will be inspected daily to ensure proper operation and to prevent overtopping or system failure.

19. Spill Reporting: All spills/releases shall be reported pursuant to OCD Rule 116. and WQCC 1203. to the OCD Artesia District Office.
20. Waste Disposal: All wastes will be disposed of at an OCD approved facility. Only oilfield exempt wastes shall be disposed of down Class II injection wells. Non-exempt oilfield wastes that are non-hazardous may be disposed of at an OCD approved facility upon proper waste characterization per 40 CFR Part 261.
21. Transfer of Discharge Plan: The OCD will be notified prior to any transfer of ownership, control, or possession of a facility with an approved discharge plan. A written commitment to comply with the terms and conditions of the previously approved discharge plan must be submitted by the purchaser and approved by the OCD prior to transfer.
22. Closure: The OCD will be notified when operations of the facility are discontinued for a period in excess of six months. Prior to closure of the facility a closure plan will be submitted for approval by the Director. Closure and waste disposal will be in accordance with the statutes, rules and regulations in effect at the time of closure.
23. OCD Inspections: Additional requirements may be placed on the facility based upon results from OCD inspections.
24. Conditions accepted by:

Scurlock Permian Corporation

Print Name: KEVIN E. BROWN

Signature: Kevin E. Brown

Title: DIRECTOR OF ENVIRONMENTAL

Date: 1-27-00

ACKNOWLEDGEMENT OF RECEIPT
OF CHECK/CASH

I hereby acknowledge receipt of check No. dated 12/29/99,
or cash received on in the amount of \$ 1380⁰⁰
from SCURLOCK PERMIAN LLC

for HOBBS + CARLSBAD BRINE STATIONS BW-012 + BW-027

Submitted by: WAYNE PRICE Date: 2/7/2000

Submitted to ASD by: Wayne Price Date: "

Received in ASD by: Date:

Filing Fee New Facility Renewals ✓

Modification Other

Organization Code 521.07 Applicable FY 2000

To be deposited in the Water Quality Management Fund.

Full Payment ✓ or Annual Increment

THIS CHECK IS VOID IF BROWN COLORED BACKGROUND IS ABSENT

FORM 2501 REV. 5-95

ACCOUNTS PAYABLE CHECK

Scurlock Permian LLC

P.O. Box 4648
Houston, Texas 77210

CHECK DATE
12/29/99

CHECK NUMBER

PAY TO THE ORDER OF:

NMED WATER QUALITY MANAGEMENT
OIL CONSERVATION DIVISION
2040 S PACHECI ST
SANTA FE NM 87505

U.S. Funds

MATCH AMOUNT IN
WORDS WITH NUMBERS

*****\$1,380.00

VOID AFTER 180 DAYS

One Thousand Three Hundred Eighty and 00/100
U.S. Dollars

Scurlock Permian LLC

The Northern Trust Company
Payable Through
Northern Trust Bank/DuPage
Oakbrook Terrace, IL

By:

Michael J. Latiolais
Authorized Representative

BW-027
BW-012

THE BACK OF THIS DOCUMENT CONTAINS AN ARTIFICIAL WATERMARK. HOLD AT AN ANGLE TO VIEW.

Check No	Check Date	Bank No	Vendor No
	12/29/99	5208	N07226

Scurlock Permian LLC
P.O. Box 4648
Houston, Texas 77210

Direct Inquiries to:
ACCOUNTS PAYABLE DEPARTMENT
Scurlock Permian LLC
PHONE: 713-646-4543

Loc	Mo	You	Sub	P.O. Number	Invoice Number	Invoice Date	Remit Comment	Discount	Invoice/Pay Amt
1980	12	880	219	DNF 12	12899	12/08/99	DISCHARGE PLAN RENEWAL FEE HOBBS BRINE STATION	0.00	690.00
1980	12	880	220	DNF 12	120899	12/08/99	DISCHARGE PLAN RENEWAL FEE CARLSBAD BRINE STATION	0.00	690.00
0000	00						Total remittance: U.S. Dollars		1,380.00



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

November 29, 1999

CERTIFIED MAIL

RETURN RECEIPT NO. P 410 425 215

James C. Ephraim II P.E.
Scurlock Permian Corporation
333 Clay
P.O. Box 4648
Houston, Texas 77210-4648

Re: Discharge Plan BW-027
Carlsbad Brine Production Facility
Eddy County, New Mexico

Dear Mr. Ephraim:

The groundwater discharge plan renewal application for the Carlsbad Brine Production Facility BW-027 operated by Scurlock Permian Corporation located in the SE/4, NW/4 of Section 23, Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico **is hereby approved** under the conditions contained in the enclosed attachment. Enclosed are two copies of the conditions of approval. **Please sign and return one copy to the New Mexico Oil Conservation Division (OCD) Santa Fe Office within ten working days of receipt of this letter.**

The original discharge plan application was submitted on July 01, 1994 and approved on September 21, 1994. The discharge plan renewal application, including attachments, dated September 01, 1999 submitted pursuant to Sections 5101.B.3. of the New Mexico Water Quality Control Commission (WQCC) Regulations also includes all earlier applications and all conditions later placed on those approvals. The discharge plan is renewed pursuant to Section 5101.A. and 3109.C. Please note Section 3109.G., which provides for possible future amendment of the plan. Please be advised that approval of this plan does not relieve Scurlock Permian Corporation of liability should operations result in pollution of surface or ground waters, or the environment.

Please be advised that all exposed pits, including lined pits and open top tanks (exceeding 16 feet in diameter) shall be screened, netted, or otherwise rendered nonhazardous to wildlife including migratory birds.

James C. Ephraim II P.E.

November 29, 1999

Page 2

Please note that Section 3104. of the regulations requires that "when a plan has been approved, discharges must be consistent with the terms and conditions of the plan." Pursuant to Section 3107.C., Scurlock Permian Corporation is required to notify the Director of any facility expansion, production increase, or process modification that would result in any change in the discharge of water quality or volume.

Pursuant to Section 3109.H.4., this approval is for a period of five years. **This approval will expire September 21, 2004** and an application for renewal should be submitted in ample time before that date. Pursuant to Section 5101.F. of the regulations, if a discharger submits a discharge plan renewal application at least 120 days before the discharge plan expires and is in compliance with the approved plan, then the existing discharge plan will not expire until the application for renewal has been approved or disapproved. It should be noted that all discharge plan facilities will be required to submit plans for, or the results of, an underground drainage testing program as a requirement for discharge plan renewal.

The discharge plan application for the Scurlock Permian Corporation Carlsbad Brine Production Facility is subject to the WQCC Regulation 3114. Every billable facility submitting a discharge plan will be assessed a fee equal to the filing fee of \$50 plus a renewal fee of \$690.00 for brine stations. The OCD has not received the \$690.00 flat fee. The flat fee of \$690.00 may be paid in a single payment due on the date of the discharge plan approval or in five equal installments over the expected duration of the discharge plan. Installment payments shall be remitted yearly, with the first installment due on the date of the discharge plan approval and subsequent installments due on this date of each calendar year.

Please make all checks payable to: **NMED-Water Quality Management** and addressed to the OCD Santa Fe Office.

If you have any questions, please contact Wayne Price of my staff at (505-827-7155). On behalf of the staff of the OCD, I wish to thank you and your staff for your cooperation during this discharge plan review.

Sincerely,



Roger Anderson
Environmental Bureau Chief
RCA/lwp

Attachment-1

xc: OCD Artesia Office

ATTACHMENT TO THE DISCHARGE PLAN BW-027 APPROVAL
Scurlock Permian Corporation Carlsbad Brine Production Facility (BW-027)
DISCHARGE PLAN APPROVAL CONDITIONS
November 29, 1999

1. Payment of Discharge Plan Fees: The \$50.00 filing fee has been received by OCD. The \$690.00 flat fee shall be submitted upon receipt of this approval. The required flat fee may be paid in a single payment due at the time of approval, or in equal annual installments over the duration of the plan, with the first payment due upon receipt of this approval.
2. Commitments: Scurlock Permian Corporation will abide by all commitments submitted in the discharge plan renewal application dated September 1, 1999 and these conditions for approval.
3. Production Method: Two well system with isolation packers; Fresh water will be injected down the tubing on either well and brine shall be recovered up the tubing on the other well. One Well System; If system is operated as a one-well system, then fresh water will be injected down the casing and brine shall be recovered up the tubing. Reverse flow will be allowed only once a month for up to 24 hours for clean out.
4. Maximum Injection Pressure: The maximum operating injection and/or test pressure at the well head will be such that the fracture pressure of the injection formation will not be exceeded.
5. Mechanical Integrity Testing: Scurlock Permian Corporation will conduct an annual open hole cavern pressure test equal to one and one-half times the normal operating pressure (not to exceed formation fracture pressure) or 300 psi, whichever is greater, for four hours. At least once every five years and during well work overs the cavern formation will be isolated from the casing/tubing annulus and the casing pressure tested at 300 psig for 30 minutes. Please note, any variance in the above procedure must be pre-approved by OCD and all pressure test must be witnessed by OCD.

6. Capacity and Cavity Configuration: A test will be conducted to determine the size and configuration of the mined cavity prior to discharge plan renewal (September 21, 2004). The method and time of testing will be approved by the OCD prior to performing the test.

Scurlock Permian Corporation will provide to the OCD the calculated size of the cavity and demonstrate the stability of the salt formation cavity from collapse and/or subsidence. Please include this information in the first annual report due on April 01, 2000.

7. Production/Injection Volumes: The volumes of fluids injected (fresh water) and produced (brine) will be recorded monthly and submitted to the OCD Santa Fe Office in an annual report due on the first day of April of each year.
8. Analysis of Injection Fluid and Brine: Provide an analysis of the injection fluid and brine with each annual report. Analysis will be for General Chemistry (method 40 CFR 136.3) using EPA methods.
9. Drum Storage: All drums containing materials other than fresh water must be stored on an impermeable pad with curbing. All empty drums should be stored on their sides with the bungs in place and lined up on a horizontal plane. Chemicals in other containers such as sacks or buckets must also be stored on an impermeable pad with curbing.
10. Process Areas: All process and maintenance areas which show evidence that leaks and spills are reaching the ground surface must be either paved and curbed or have some type of spill collection device incorporated into the design.
11. Above Ground Tanks: All above ground tanks which contain fluids other than fresh water must be bermed to contain a volume of one-third more than the total volume of the largest tank or of all interconnected tanks. All new facilities or modifications to existing facilities must place the tank on an impermeable type pad within the berm.
12. Above Ground Saddle Tanks: Above ground saddle tanks must have impermeable pad and curb type containment unless they contain fresh water or fluids that are gases at atmospheric temperature and pressure.
13. Labeling: All tanks, drums, and other containers should be clearly labeled to identify their contents and other emergency information necessary if the tank were to rupture, spill, or ignite.

14. Below Grade Tanks/Sumps: All below grade tanks, sumps, and pits must be approved by the OCD prior to installation or upon modification and must incorporate secondary containment and leak-detection into the design. All pre-existing sumps and below-grade tanks must be tested to demonstrate their mechanical integrity no later than February 28, 2000 and every year from tested date, thereafter. Permittees may propose various methods for testing such as pressure testing to 3 pounds per square inch above normal operating pressure and/or visual inspection of cleaned out tanks and/or sumps, or other OCD approved methods. The OCD will be notified at least 72 hours prior to all testing. The test results will be submitted to OCD in the annual report due on April 01, of each year.
15. Underground Process/Wastewater Lines: All underground process/wastewater pipelines must be tested to demonstrate their mechanical integrity no later than February 28, 2000 and every 5 years, from tested date, thereafter. Permittees may propose various methods for testing such as pressure testing to 3 pounds per square inch above normal operating pressure or other means acceptable to the OCD. The OCD will be notified at least 72 hours prior to all testing. The test results will be submitted to OCD in the first annual report due on April 01, 2000.
16. Class V Wells: No Class V wells that inject non-hazardous industrial wastes or a mixture of industrial wastes and domestic wastes will be approved for construction and/or operation unless it can be demonstrated that groundwater will not be impacted in the reasonably foreseeable future. Leach fields and other wastewater disposal systems at OCD regulated facilities which inject non-hazardous fluid into or above an underground source of drinking water are considered Class V injection wells under the EPA UIC program. Class V wells that inject domestic waste only must be permitted by the New Mexico Environment Department.
17. Well Work Over Operations: OCD approval will be obtained from the Director prior to performing remedial work, pressure test or any other Work over. Approval will be requested on OCD Form C-103 "Sundry Notices and Reports on Wells" (OCD Rule 1103.A.) with appropriate copies sent to the OCD Artesia District Office.

Well Bore Schematics: Scurlock Permian Corporation shall provide up-dated well bore schematics. The schematics submitted in the discharge plan application did not show the isolation packers. Please provide with the first annual report due on April 01, 2000.
18. Housekeeping: All systems designed for spill collection/prevention, and leak detection will be inspected daily to ensure proper operation and to prevent overtopping or system failure.

19. Spill Reporting: All spills/releases shall be reported pursuant to OCD Rule 116. and WQCC 1203. to the OCD Artesia District Office.
20. Waste Disposal: All wastes will be disposed of at an OCD approved facility. Only oilfield exempt wastes shall be disposed of down Class II injection wells. Non-exempt oilfield wastes that are non-hazardous may be disposed of at an OCD approved facility upon proper waste characterization per 40 CFR Part 261.
21. Transfer of Discharge Plan: The OCD will be notified prior to any transfer of ownership, control, or possession of a facility with an approved discharge plan. A written commitment to comply with the terms and conditions of the previously approved discharge plan must be submitted by the purchaser and approved by the OCD prior to transfer.
22. Closure: The OCD will be notified when operations of the facility are discontinued for a period in excess of six months. Prior to closure of the facility a closure plan will be submitted for approval by the Director. Closure and waste disposal will be in accordance with the statutes, rules and regulations in effect at the time of closure.
23. OCD Inspections: Additional requirements may be placed on the facility based upon results from OCD inspections.
24. Conditions accepted by:

Scurlock Permian Corporation

Print Name: _____

Signature: _____

Title: _____

Date: _____



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

September 21, 1994

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

CERTIFIED MAIL

RETURN RECEIPT NO. Z 765 963 160

Mr. Owen Mobley
Scurlock Permian Corporation
P.O. Box 4648
Houston, TX 77210-4648

Re: Discharge Plan BW-024⁰²⁷
Carlsbad Brine Station
Eddy County, New Mexico

Dear Mr. Mobley:

The groundwater discharge plan, BW-024, for the Scurlock Permian Corporation Carlsbad Brine Station, located in the SE/4 NW/4, Section 23, Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico, is hereby approved under the conditions contained in the enclosed attachment. The discharge plan consists of the application dated July 1, 1994.

The discharge plan was submitted pursuant to section 3-106 of the Water Quality Control Commission Regulations. It is approved pursuant to section 3-109.A. Please note Section 3-109.F., which provides for possible future amendment of the plan. Please be advised that approval of this plan does not relieve you of your liability should your operation result in actual pollution of surface or ground waters or the environment which may be actionable under other laws and/or regulations.

Please be advised that all exposed pits, including lined pits and open top tanks (exceeding 16 feet in diameter) shall be screened, netted, or otherwise rendered nonhazardous to wildlife including migratory birds.

Please note that Section 3-104 of the regulations requires that "when a plan has been approved, discharges must be consistent with the terms and conditions of the plan." Pursuant to Section 3-107.C. you are required to notify the Director of any facility expansion, production increase, or process modification that would result in any change in the discharge of water quality or volume.

Mr. Owen Mobley
September 21, 1994
Page 2

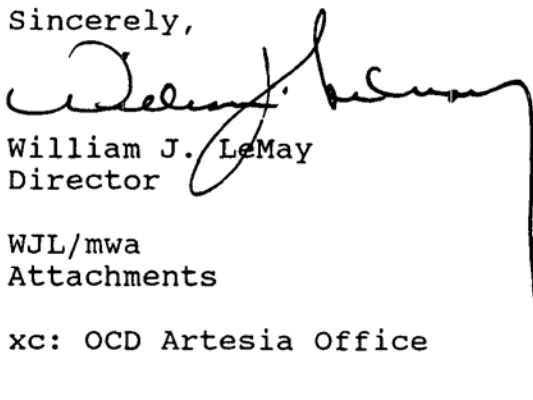
Pursuant to Section 3-109.G.4., this approval is for a period of five years. This approval will expire September 21, 1999, and an application for renewal should be submitted in ample time before that date.

The discharge plan application for the Scurlock Permian Corporation Carlsbad Brine Station is subject to the WQCC Regulation 3-114 discharge plan fee. Every billable facility submitting a discharge plan will be assessed a fee equal to the filing fee of fifty (50) dollars plus the flat rate of thirteen hundred and eighty dollars (\$1380.00) for brine station discharge plans. The fifty (50) dollar filing fee and the thirteen hundred and eighty dollar (\$1380.00) flat fee have not been received by the Oil Conservation Division, and shall be submitted on receipt of this approval. The required flat fee may be paid in a single payment or in five equal installments over the expected duration of the discharge plan. Installment payments shall be remitted yearly, with the first installment due on the date of the discharge plan approval.

Please make all checks payable to: **NMED-Water Quality Management** and addressed to the OCD Santa Fe Office.

On behalf of the staff of the Oil Conservation Division, I wish to thank you and your staff for your cooperation during this discharge plan review.

Sincerely,



William J. LeMay
Director

WJL/mwa
Attachments

xc: OCD Artesia Office

ATTACHMENT TO THE DISCHARGE PLAN BW-024 APPROVAL
SCURLOCK PERMIAN CORPORATION
CARLSBAD BRINE STATION
DISCHARGE PLAN REQUIREMENTS
(September 21, 1994)

- ✓ 1. The fifty (50) dollar filing fee and the thirteen hundred and eighty dollar (\$1380.00) flat fee shall be submitted on receipt of this approval. The required flat fee may be paid in a single payment or in equal installments over the expected duration of the discharge plan. Installment payments shall be remitted yearly, with the first installment due on the date of the discharge plan approval and subsequent installments due on this date of each calendar year.
2. Brine Transfer Lines: All Below-grade brine transfer lines will be tested for integrity once every five years.
3. Sump Construction: All new or rebuilt sumps and below-grade tanks will be approved by the OCD prior to installation and will incorporate secondary synthetic containment and leak detection in their designs. All leak detection systems will be inspected weekly and the OCD Santa Fe Office will be notified immediately upon discovery of fluids in any leak detection system.
4. Drum Storage: All chemical and lubrication drums shall be stored on pad and curb type containment.
5. Tank Berming: All tanks that contain materials other than fresh water will be bermed to contain one and one-third times the capacity of the tank.
6. Spill Containment: All brine storage and transfer will be managed in such a manner to keep brine off of the ground surface. Any brine spilled onto the ground surface will be cleaned up upon discovery.
7. Spill Reporting: All spills and/or leaks shall be reported to the OCD Artesia District office pursuant to WQCC Rule 1-203 and OCD Rule 116.
8. Production Method: Fresh water shall be injected down the tubing of the injection well and brine shall be recovered up the tubing of the recovery well. Reverse flow will be allowed once a month for up to 24 hours for clean out.
9. Maximum Injection Pressure: The maximum operating injection pressure at the well head will be such that the fracture pressure of the injection formation (Salado) will not be exceeded. Prior to initiating injection Scurlock Permian

Corporation shall supply and obtain approval for the maximum and average injection pressures and injection volumes.

10. Mechanical Integrity Testing: A mechanical integrity test will be conducted on the well annually. A pressure equal to one and one-half of the normal operating pressure will be maintained for four hours. The OCD will be notified at least 72 hours prior to the test so that the OCD may witness the test.
11. Cavity Configuration: A test will be conducted to determine the size and configuration of the mined cavity prior to discharge plan renewal (September 21, 1999). The method and time of testing will be approved by the OCD prior to performing the test.
12. Production/Injection Volumes: The volumes of fluids injected (fresh water) and produced (brine) will be recorded monthly and submitted to the OCD Santa Fe Office quarterly.
13. Well Workover Operations: OCD approval will be obtained from the director prior to performing remedial work or any other workover. Approval will be requested on OCD Form C-103 "Sundry Notices and Reports on Wells" (OCD Rule 1103-A) with appropriate copies sent to the OCD Artesia District office.
14. Closure: The OCD will be notified when operations of the facility is discontinued for a period in excess of six months. Prior to closure of the facility a closure plan will be submitted for approval by the director. Closure and waste disposal will be in accordance with the statutes, rules and regulations in effect at the time of closure.
15. Facility Site Plan: It will depict the locations of the injection and recovery wells, storage tanks and/or ponds, process equipment, relevant objects, facility property boundaries, and any other site information.

Chavez, Carl J, EMNRD

From: Chavez, Carl J, EMNRD
Sent: Thursday, January 25, 2007 3:51 PM
To: 'rickbrown@carlsbadnational.com'
Subject: Letter-of-Credit Duplicate Originals 080504A and 080504B

Mr. Brown:

Could you please mail duplicate originals of the Letters of Credit specified above for Mesquite SWD, Inc. Please contact me if you have questions. Thank you.

Carl J. Chavez, CHMM
New Mexico Energy, Minerals & Natural Resources Dept.
Oil Conservation Division, Environmental Bureau
1220 South St. Francis Dr., Santa Fe, New Mexico 87505
Office: (505) 476-3491
Fax: (505) 476-3462
E-mail: CarlJ.Chavez@state.nm.us
Website: <http://www.emnrd.state.nm.us/ocd/>
(Pollution Prevention Guidance is under "Publications")

1/25/2007

TRANSACTION REPORT

P. 01

JUL-26-2005 TUE 09:47 AM

FOR:

DATE	START	RECEIVER	TX TIME	PAGES	TYPE	NOTE	M#	DP
JUL-26	09:46 AM	915058858135	43"	2	SEND	OK	381	
TOTAL :						43S	PAGES:	2



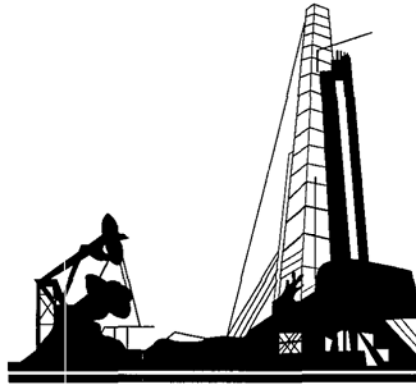
TRANSMITTAL COVER SHEET

OIL CONSERVATION DIVISION
 1220 S. ST. FRANCIS DRIVE
 SANTA FE, NM 87505
 (505) 476-3440
 (505) 476-3462 (Fax)

PLEASE DELIVER THIS FAX:

TO: CLAY WILSON

FROM: WAYNE PRICE



TRANSMITTAL COVER SHEET

OIL CONSERVATION DIVISION
1220 S. ST. FRANCIS DRIVE
SANTA FE, NM 87505
(505) 476-3440
(505) 476-3462 (Fax)

PLEASE DELIVER THIS FAX:

TO: CLAY WILSON

FROM: WAYNE PRICE

DATE: 7/26/05

PAGES: 2

SUBJECT: CLAY, PLEASE SIGN

& RETURN

THANKS.

IF YOU HAVE TROUBLE RECEIVING THIS FAX, PLEASE CALL THE OFFICE
NUMBER ABOVE.

Mr. Clay L. Wilson
October 15, 2004
Page 7

26. Certification: Mesquite SWD, INC. by the officer whose signature appears below, accepts this and agrees to comply with all terms and conditions contained herein. Mesquite SWD, INC. further acknowledges that these conditions and requirements of this may be changed administratively by the Division for good cause shown as necessary to protect fresh water, human health and the environment.

Mesquite SWD, INC.

Print Name: _____

Signature: _____

Title: _____

Date: _____

MESQUITE SWD, INC.
P.O. BOX 1479
CARLSBAD, NM 88220
505-885-3996
FAX 505-885-8135

FAX

From: Clay L Wilson

To: *Wayne Price*
Company: *OGD*
Department:
Telephone:
Fax: *476-3462*

Date: *6/1/05*
Regarding: *BRINE WELLS*

Notes:

*Wayne - Here's the report on the
frac Pressure. Look over and please
advise. I'll mail a copy to you
Thanks
Clay*

CARLSBAD BRINE FACILITY			
Operator: Mesquite SWD, Inc.			
P. O. Box 1479			
Carlsbad, NM 88221			
Injection/Production Rate		2.5 bpm	3.6 KBPD
Fresh Water Injection Well - Dunaway #2			
SG	1		
Tubing size	2.875 in		
Tubing ID	2.441 in		
Tubing Length	1147 ft		
H-W factor	120		
Friction Loss	121.2 ft		
Injecting Well Head Pressure	325 psi		
Formation Pressure	769 psi		
Pressure Gradient	0.671 psi/ft		
Static Well Head Pressure	100 psi		
Formation Pressure	597 psi		
Pressure Gradient	0.521 psi/ft		
Brine Production Well - Dunaway #1			
SG	1.2		
Tubing size	2.875 in		
Tubing ID	2.441 in		
Tubing Length	1064 ft		
H-W factor	120		
Friction Loss	112.5 ft		
Brine Well Head Pressure	8 psi		
Formation Pressure	620 psi		
Pressure Gradient	0.582 psi/ft		
Static Well Head Pressure	1 psi		
Formation Pressure	554 psi		
Pressure Gradient	0.521 psi/ft		
The above calculations indicate that all pressure gradients are below the maximum allowable gradient of 1.0 psi.			

TRANSACTION REPORT

P. 01

JUN-01-2005 WED 11:09 AM

FOR:

RECEIVE

DATE	START	SENDER	RX TIME	PAGES	TYPE	NOTE	M#	DP
JUN-01	11:08 AM	5058878549	1' 08"	2	RECEIVE	OK		

MESQUITE SWD INC.
P.O. BOX 1479
CARLSBAD, NM 88220
505-885-3996

April 26, 2005

Wayne Price
New Mexico OCD
1220 St Francis Drive
Santa Fe, NM 87505

Attention: Wayne Price

I sent the MIT test to the OCD office in Artesia. All my information shows the two well bores to be deeper than 1000 foot. I am enclosing diagrams of both well bores and C-103 that was filed with the OCD on February 13, 1995. We should have frac pressure back this week. I will send you the report and set up a schedule to perform the work.

Thank you,


Clay Wilson

MESQUITE SWD, INC.

LEASE & WELL NO. DUNAWAY No. 1
FORMATION SALADO SALT
COUNTY & STATE EDDY CO. NM

1474' FNL 2053' FWL
SEC 23 T 22S R 27E
ELEVATION: 3091' GR



6482 Southeast Main
Roswell, NM 88201
Shop: (505) 347-4810
Office: (505) 622-4772

95/8" 36# SA 288' IN 12 1/2" HOLE W/ 160 SY Premium
CMT. W/ 2% CaCl₂. CIRC. 82 SY. OCD WITNESSED.

NOTE: 2 7/8" x 7" ANNULUS CIRC. W/ PACKER FLUID

2 7/8" 6.5# J-55 TBG-COATED SET IN HALLIBURTON R-4
TENSION PER SA 1024'

TOP OF SALT @ 1060'

7" 23# SA 1064' IN 8 3/4" HOLE W/ 450 SY Premium
CMT W/ 10# 1 SY SALT & 2% CaCl₂. CIRC 150 SY
TO PIT. OCD WITNESSED.

OPEN 6" HOLE TO 1300'

NOTE: NORMALLY THIS IS BRINE PRODUCTION WELL.

4/21/05

Submit 3 Copies
to Appropriate
District Office

State of New Mexico
Geology, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

WELL API NO.
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Dunaway
8. Well No. 1
9. Pool name or Wildcat

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	
1. Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER Brine Well	
2. Name of Operator Scurlock Permian Corp.	
3. Address of Operator	
4. Well Location Unit Letter F : 1474 Feet From The North Line and 2053 Feet From The West Section 23 Township 22S Range 27E NMPM Eddy Co. 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3091 GR	

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
OTHER <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER: Completion

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

1. Drill 12 1/2" hole and run 288 ft. 36#/ft. 9-5/8" casing. Cement with 160 SX premium w/2%, CaCl₂. Yield 1.32 ft.³ 14.8#/gal. circ. 82 SX OCD witnessed.
2. Drill 8-3/4" hole, run 1064 ft. 7" 23#/ft. casing. Cement w/450 SX premium plus w/10# salt and 2% CaCl₂. Circ. 150 SX to pit. OCD witnessed.
3. Open hole to 1300 ft. Run CBL.
4. Run Halliburton R-4 tension packer and 31 jts 2-7/8" 6.5# J-55 tubing. Circulate 2-7/8" x 7" annulus w/packer fluid. Set packer at 1024.31 ft.

SEE ATTACHED DIAGRAM

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Steward E. Rogers TITLE Operations Coordinator DATE 1/30/95
TYPE OR PRINT NAME Steward E. Rogers TELEPHONE NO. 713/646-4392

(This space for State Use)

APPROVED BY [Signature] TITLE [Signature] DATE 2/1/95

CONDITIONS OF APPROVAL IF ANY:

MESQUITE SWD, INC.

LEASE & WELL NO. DUNAWAY No. 2
FORMATION SALADO SALT
COUNTY & STATE EDDY CO. NM



6482 Southeast Main
Roswell, NM 88201
Shop: (505) 347-4810
Office: (505) 622-4772

1443' FNL 1698' FWL
SEC. 23 T22S R27E
ELEVATION: 3094' GR

9 5/8" 36# SA 284' IN 12 1/2" HOLE W/140 SF PREMIUM
CMT W/20% CaCl₂. CIRC. 58 SF. OCD WITNESSED.

NOTE: 2 7/8" x 7" ANNULUS CIRC. W/ PACKER FLUID

2 7/8" 6.5# J-55 COATED TBG SET IN HALLIBURTON R-4
TENSION PCLR SA 1223'

7" 23# SA 1231' IN 8 3/4" HOLE W/475 SF PREMIUM
CMT W/15# / SF SALT & 20% CaCl₂. CIRC 12 SF
TO PIT. OCD WITNESSED.

OPEN 6" HOLE TO 1271'

NOTE: NORMALLY THIS IS FRESH WATER INJECTION WELL

1/4/21/05

Submit 3 Copies
to Appropriate
District Office

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Aztec, NM 88410

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

State of New Mexico
Department of Minerals and Natural Resources

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

00-0129

Form C-101
Revised 1-

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO.
1. Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input checked="" type="checkbox"/> Brine		5. Indicate Type of Lease STATE <input type="checkbox"/>
2. Name of Operator Scurlock Permian Corp.		6. State Oil & Gas Lease No.
3. Address of Operator		7. Lease Name or Unit Agreement Name Dunaway
4. Well Location Unit Letter F : 1443 Feet From The North Line and 1698 Feet From The West Section 23 Township 22S Range 27E NMPM Eddy El. Elevation (Show whether D.F., R.R., H.T., etc.) 3094 GR.		8. Well No. 2
		9. Pool name or Wildcat

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPS. <input type="checkbox"/>
OTHER: <input type="checkbox"/>	CASING TEST AND CEMENT JOBS <input type="checkbox"/>
	OTHER: Completion FEB 2 1993

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

1. Drill 12 1/2" hole. Set 284 ft. 36# 9-5/8" casing. Cement 140 SX premium w/2% CaCl₂. Yield 1.32 ft.³ 14.8# gal. Circulate 58 SX. OCD witnessed.
2. Drill 8-3/4" hole. Run 1231 ft. 7" 23#/ft. casing. Cement w/475 SX premium w/2% CaCl₂ w/15# salt. Circ. 12 SX to pit. OCD witnessed.
3. Open hole to 1271 ft. Run CBL.
4. Run Halliburton R-4 tension packer and 37 jts 2-7/8" 6.5#/ft. J-55 tubing. Circulate 2-7/8 x 7" annulus w/packer fluid. Set packer at 1222.66 ft.

SEE ATTACHED DIAGRAM

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Steward E. Rogers TITLE Operations Coordinator DATE 1/30/93
TYPE OR PRINT NAME Steward E. Rogers TELEPHONE NO. 713/646-4392

(This space for State Use)
ORIGINAL SIGNED BY TIM W. GUM
DISTRICT II SUPERVISOR

APPROVED BY _____ TITLE _____ DATE FEB 18 1993

CONDITIONS OF APPROVAL, IF ANY:

MESQUITE SWD, INC.

P.O. BOX 1479

CARLSBAD, NM 88220

505-885-3996

FAX 505-885-8135

706-1869 cell

FAX

From: Clay L Wilson

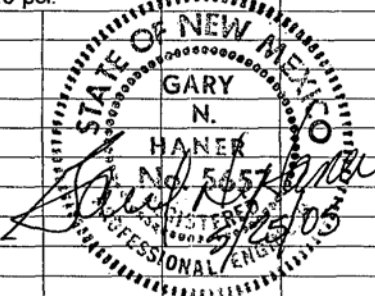
To: WAYNE PRICE
Company: OGD
Department:
Telephone:
Fax: 476-3462

Date: 6/1/05
Regarding: BORNE WELLS

Notes:

Wayne - Here is the report on the
frac Pressure. Look over and please
advise. I'll mail a copy to you
Thanks

Clay

CARLSBAD BRINE FACILITY			
Operator: Mesquite SWD, Inc.			
P. O. Box 1479			
Carlsbad, NM 88221			
Injection/Production Rate	2.5 bpm	3.6 kBPD	
Fresh Water Injection Well - Dunaway #2			
SG	1		
Tubing size	2.875 in		
Tubing ID	2.441 in		
Tubing Length	1147 ft		
H-W factor	120		
Friction Loss	121.2 ft		
Injecting Well Head Pressure	325 psi		
Formation Pressure	769 psi		
Pressure Gradient	0.671 psi/ft		
Static Well Head Pressure	100 psi		
Formation Pressure	597 psi		
Pressure Gradient	0.521 psi/ft		
Brine Production Well - Dunaway #1			
SG	1.2		
Tubing size	2.875 in		
Tubing ID	2.441 in		
Tubing Length	1064 ft		
H-W factor	120		
Friction Loss	112.5 ft		
Brine Well Head Pressure	8 psi		
Formation Pressure	620 psi		
Pressure Gradient	0.582 psi/ft		
Static Well Head Pressure	1 psi		
Formation Pressure	554 psi		
Pressure Gradient	0.521 psi/ft		
The above calculations indicate that all pressure gradients are below the maximum allowable gradient of 1.0 psi.			
			

Price, Wayne

From: Price, Wayne
Sent: Monday, April 11, 2005 4:16 PM
To: 'clay@pccnm.com'
Cc: Bratcher, Mike
Subject: Brine wells

Contacts: Clay Wilson

Dear Clay:

I have not received anything from you since my last E-mail. Did you get the wells tested? Please provide OCD the information requested in my E-mail dated March 14, 2005.

Sincerely:

Wayne Price
New Mexico Oil Conservation Division
1220 S. Saint Francis Drive
Santa Fe, NM 87505
505-476-3487
fax: 505-476-3462
E-mail: WPRICE@state.nm.us

Price, Wayne

From: Price, Wayne
Sent: Monday, March 14, 2005 4:09 PM
To: 'clay@pccnm.com'
Cc: Bratcher, Mike; Gum, Tim; Barton, Van
Subject: Mesquite SWD Brine Wells BW-27 &27A API# 30-015-28083 and 30-015-28084

Contacts: Clay Wilson

Dear Mr. Wilson:

Well Test Issues:

Pursuant to our telephone conversation today Mesquite SWD shall perform a hydrostatic mechanical integrity test as soon as possible on the two wells. Since your Discharge Plan has not been approved I would like to recommend that you first test the casing of each well instead of the formation test as we discussed. OCD requires the casing test once every five years or whenever you work on the wells. My experience with these wells is that they both have isolation packers with packer fluid. So please pressure test each well casing. The test will be the normal MIT casing test to be filled with a test fluid at a minimum of 300 psig for 30 minutes. I have included the OCD Brine well test guidance for your reference. Please contact the OCD Artesia District so they may witness the test. They will record the MIT and make sure they get the charts so they can put in our electronic well file.

Discharge Plan Issues:

The submittal you submitted did not show the isolation packers, please submit a correct well bore diagram. In addition, please submit to this office a calculation or other operational information that demonstrates that the maximum surface injection or test pressure that will not cause fracturing in the salt formation. Please provide OCD this maximum value.

You might want to contact the Salt Mining Institute or WIPP site for information concerning this. OCD is concerned that shallow salt formations (<1000 feet deep) may have very low Frac pressure gradients (< 1 psi/ft). If this is the case, then the normal minimum test pressure of 300 psig OCD likes to see may actually cause damage to the formation. It is the Operators responsibility to determine this. There has been generic language in the Discharge Plan conditions that require you not to exceed pressures that may cause damage.

If you cannot meet the minimum then OCD may require you to propose an alternate method of testing the formation such as using Nitrogen gas which reduces the hydrostatic head when testing.



Test Guidance
document amended.

Sincerely:

Wayne Price
New Mexico Oil Conservation Division
1220 S. Saint Francis Drive
Santa Fe, NM 87505
505-476-3487
fax: 505-476-3462
E-mail: WPRICE@state.nm.us

THE SANTA FE
NEW MEXICAN

Founded 1849

OCT 28 2004
OIL CONSERVATION
DIVISION

NM OIL CONSERVATION DIV
1220 ST. FRANCIS DR
Attn: Wayne Price
SANTA FE NM 87505

ALTERNATE ACCOUNT: 56689
AD NUMBER: 00092092 ACCOUNT: 00002212
LEGAL NO: 75115 P.O. #: 05-199-050185
145 LINES 1 TIME(S) 99.00
AFFIDAVIT: 5.50
TAX: 6.99
TOTAL: 111.49

AFFIDAVIT OF PUBLICATION

STATE OF NEW MEXICO
COUNTY OF SANTA FE

I, B. Perner, being first duly sworn declare and say that I am Legal Advertising Representative of THE SANTA FE NEW MEXICAN, a daily newspaper published in the English language, and having a general circulation in the Counties of Santa Fe and Los Alamos, State of New Mexico and being a newspaper duly qualified to publish legal notices and advertisements under the provisions of Chapter 167 on Session Laws of 1937; that the publication # 75115 a copy of which is hereto attached was published in said newspaper 1 day(s) between 10/21/2004 and 10/21/2004 and that the notice was published in the newspaper proper and not in any supplement; the first date of publication being on the 21st day of October, 2004 and that the undersigned has personal knowledge of the matter and things set forth in this affidavit.

/s/ B Perner

LEGAL ADVERTISEMENT REPRESENTATIVE

Subscribed and sworn to before me on this 21st day of October, 2004

Notary Laura E. Harding

Commission Expires: 11/23/07



**NOTICE OF
PUBLICATION**

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

Notice is hereby given that pursuant to New Mexico Water Quality Control Commission Regulations, the following discharge permit application(s) has been submitted to the Director of the Oil Conservation Division, 1220 S. Saint Francis Drive, Santa Fe, New Mexico 87505, Telephone (505) 476-3440:

(BW-027) - Mesquite SWD INC., Clay L. Wilson, (505-706-1869) President, P.O. Box 1479, Carlsbad, New Mexico 88221, has submitted an application for the renewal of a discharge plan for the Carlsbad Brine Production Facility (Previously Plains/Scurlock), located in the SE/4 NW/4 of Section 23, Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico. Up to 90 barrels per hour at a operating pressure of 150 psig of 1.2 specific gravity brine water is produced for use in the oil industry. Groundwater most likely to be affected by a spill, leak, or accidental discharge to the surface is at a depth of approximately 50-200 feet with a total dissolved solids concentration of approximately 4000 mg/l. The discharge plan addresses how spills, leaks, and other accidental discharges to the surface will be managed.

Any interested person may obtain further information from the Oil Conservation Division and may submit written comments to

the Director of the Oil Conservation Division at the address given above. The discharge permit application and draft discharge permit may be viewed at the above address between 8:00 a.m. and 4:00 p.m., Monday through Friday. The draft discharge permit may also be viewed at OCD's web site

<http://www.emnrd.state.nm.us/oed/>. Prior to ruling on any proposed discharge permit or its modification, the Director of the Oil Conservation Division shall allow at least thirty (30) days after the date of publication of this notice during which comments may be submitted and a public hearing may be requested by any interested person. Requests for a public hearing shall set forth the reasons why a hearing should be held. A hearing will be held if the Director determines there is significant public interest.

If no public hearing is held, the Director will approve or disapprove the proposed permit based on information available. If a public hearing is held, the director will approve or disapprove the proposed permit based on information in the permit and information submitted at the hearing.

GIVEN under the Seal of New Mexico Oil Conservation Commission at Santa Fe, New Mexico, on this 15th day of October 2004.

STATE OF
NEW MEXICO
OIL CONSERVATION
DIVISION

Mark Fesmire,
Director

SEAL
Legal #75115
Pub. October 21, 2004

clw@pcppm.com

Affidavit of Publication

State of New Mexico,
County of Eddy, ss.

Dawn Higgins, being first duly sworn, on oath says:

That she is Business Manager of the Carlsbad Current-Argus, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof on the date as follows, to wit:

October 22	2004
_____	2004
_____	2004
_____	2004

That the cost of publication is \$ 90.56
and that payment thereof has been made and will be
assessed as court costs.

Dawn Higgins

Subscribed and sworn to before me this

25 day of October, 2004
Stephanie D. B...

My commission expires 12-13-05

Notary Public

OIL CONSERVATION DIVISION

October 22, 2004

NOTICE OF PUBLICATION

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

Notice is hereby given that pursuant to New Mexico Water Quality Control Commission Regulations, the following discharge permit application(s) has been submitted to the Director of the Oil Conservation Division, 1220 S. Saint Francis Drive, Santa Fe, New Mexico 87505, Telephone (505) 476-3440:

(BW-027) - Mesquite SWD INC., Clay Wilson, (505-70-1869) President, P. Box 1479, Carlsbad New Mexico 88221, has submitted an application for the renewal of a discharge plan for the Carlsbad Brine Production Facility (Previously Plains/Scurlock), located in the SE/4 NW/4 of Section 23, Township 22 South, Range 27 East,

NMPM, Eddy County, New Mexico. Up to 90 barrels per hour at an operating pressure of 150 psig of 1.2 specific gravity brine water is produced for use in the oil industry. Groundwater most likely to be affected by a spill, leak, or accidental discharge to the surface is at a depth of ap-

proximately 50-200 feet with a total dissolved solids concentration of approximately 4000 mg/l. The discharge plan addresses how spills, leaks, and other accidental discharges to the surface will be managed.

Any interested person may obtain further information from the Oil Conservation Division and may submit written comments to the Director of the Oil Conservation Division at the address given above. The discharge permit application and draft discharge permit may be viewed at the above address between 8:00 a.m. and 4:00 p.m., Monday through Friday. The draft discharge permit may also be viewed at OCD's web site <http://www.emnrd.state.nm.us/oed>. Prior to ruling on any proposed discharge permit or its modification, the Director of the Oil Conservation Division shall allow at least thirty (30) days after the date of publication of this notice during which comments may be submitted and a public hearing may be requested by any interested person. Requests for a public hearing shall set forth the reasons why a hearing should be held. A hearing will be held if the Director determines there is significant public interest.

If no public hearing is held, the Director will approve or disapprove the proposed permit based on information available. If a public hearing is held, the director will approve or disapprove the proposed permit based on information in the permit and information submitted at the hearing.

GIVEN under the Seal of New Mexico Oil Conservation Commission at Santa Fe, New Mexico, on this 15th day of October 2004.

STATE OF NEW
MEXICO
OIL CONSERVATION
DIVISION

Mark Fesmire
Director

Price, Wayne

From: Price, Wayne
Sent: Monday, October 18, 2004 9:36 AM
To: Inge, Richard
Subject: FW: Mesquite SWD Carlsbad Brine Production Facility- BW-027

Richard Please post the PN and BWapp_draft. Thanks

-----Original Message-----

From: Price, Wayne
Sent: Monday, October 18, 2004 9:22 AM
To: Clay Wilson (E-mail)
Cc: Gum, Tim; Bratcher, Mike
Subject: Mesquite SWD Carlsbad Brine Production Facility- BW-027

Dear Mr. Wilson:

Please find attached a copy of the Public Notice that OCD has published in the Santa Fe New Mexican, Carlsbad Current Argus and OCD's web site. Also included is your draft permit. We have to wait 30 days for comments before we issue final permit. If you have any concerns please let me know within 15 days.



PN_10_15_04.doc BWapp_Draft_Oct_18.doc

Please Note pursuant to NMWQCC you will have to make a public notice also. I have included a copy of the regulations and a flow chart to assist you. Mesquite SWD will have to provide this office proof of your notice before we can issue final permit.



Public Notice
Reg's..doc

PN Flow Chart.doc

Additional Comments:

The schematics submitted for the two well bores appears to be wrong, these wells have isolation packards. Please correct and send in the corrected schematics. Also, go ahead and make arrangements with the OCD Artesia District 748-1283 to witness a pressure test on these two wells. For this year please pressure up the casing annulars to 300 psig for 30 minutes for each well. When complete please send in charts with the following information on them. API #, Name of well, witness by signature both company and OCD.

Sincerely:

Wayne Price
New Mexico Oil Conservation Division
1220 S. Saint Francis Drive
Santa Fe, NM 87505
505-476-3487
fax: 505-476-3462
E-mail: WPRICE@state.nm.us

NOTICE OF PUBLICATION

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

Notice is hereby given that pursuant to New Mexico Water Quality Control Commission Regulations, the following discharge permit application(s) has been submitted to the Director of the Oil Conservation Division, 1220 S. Saint Francis Drive, Santa Fe, New Mexico 87505, Telephone (505) 476-3440:

(BW-027) – Mesquite SWD INC., Clay L. Wilson, (505-706-1869) President, P.O. Box 1479, Carlsbad, New Mexico 88221, has submitted an application for the renewal of a discharge plan for the Carlsbad Brine Production Facility (Previously Plains/Scurlock), located in the SE/4 NW/4 of Section 23, Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico. Up to 90 barrels per hour at a operating pressure of 150 psig of 1.2 specific gravity brine water is produced for use in the oil industry. Groundwater most likely to be affected by a spill, leak, or accidental discharge to the surface is at a depth of approximately 50-200 feet with a total dissolved solids concentration of approximately 4000 mg/l. The discharge plan addresses how spills, leaks, and other accidental discharges to the surface will be managed.

Any interested person may obtain further information from the Oil Conservation Division and may submit written comments to the Director of the Oil Conservation Division at the address given above. The discharge permit application and draft discharge permit may be viewed at the above address between 8:00 a.m. and 4:00 p.m., Monday through Friday. The draft discharge permit may also be viewed at OCD's web site <http://www.emnrd.state.nm.us/ocd/>. Prior to ruling on any proposed discharge permit or its modification, the Director of the Oil Conservation Division shall allow at least thirty (30) days after the date of publication of this notice during which comments may be submitted and a public hearing may be requested by any interested person. Requests for a public hearing shall set forth the reasons why a hearing should be held. A hearing will be held if the Director determines there is significant public interest.

If no public hearing is held, the Director will approve or disapprove the proposed permit based on information available. If a public hearing is held, the director will approve or disapprove the proposed permit based on information in the permit and information submitted at the hearing.

GIVEN under the Seal of New Mexico Oil Conservation Commission at Santa Fe, New Mexico, on this 15th day of October 2004.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

S E A L

Mark Fesmire, Director

Mesquite SWD, Inc.
P.O. Box 1479
Carlsbad, NM 88221-1479

(505-706-1869)

August 27, 2004

Wayne Price
NM OCD
1220 S. Saint Francis Drive
Santa Fe, NM 87505

Re: Discharge Plan Renewal for Carlsbad Brine Production Facility BW-027 Eddy
County, New Mexico.


Dear Sir:

Attached are the original and one copy of the Discharge Plan Application renewal for Mesquite SWD, Inc. brine production facility located near Carlsbad, New Mexico. Also enclosed, is check # 10257 for the \$100.00 filing fee.

The MIT Test will be scheduled at a time approved by the OCD and a copy of the report will be furnished after the completion of testing. We will continue to work with your office to schedule a suitable time to accommodate the OCD so they may witness the tests.

If you have any questions, please call me at 505-706-1869. Your help in completing this Discharge Plan renewal is greatly appreciated.

Sincerely yours,



Clay L. Wilson
President

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources Department

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

Revised June 10, 2003

Submit Original
Plus 1 Copy
to Santa Fe
1 Copy to Appropriate
District Office

DISCHARGE PLAN APPLICATION FOR BRINE EXTRACTION FACILITIES

(Refer to the OCD Guidelines for assistance in completing the application)

☐ New ☒ Renewal

I. Facility Name: Carlsbad Brine Facility

II. Operator: Mesquite SWD, Inc.

Address: P.O. Box 1479 Carlsbad, NM 88221

Contact Person: Clay Wilson Phone: 505-706-1869

III. Location: SE /4 NW /4 Section 23 Township 22-S Range 27-E

Submit large scale topographic map showing exact location.

IV. Attach the name and address of the landowner of the facility site.

V. Attach a description of the types and quantities of fluids at the facility.

VI. Attach a description of all fluid transfer and storage and fluid and solid disposal facilities.

VII. Attach a description of underground facilities (i.e. brine extraction well).

VIII. Attach a contingency plan for reporting and clean-up of spills or releases.

IX. Attach geological/hydrological evidence demonstrating that brine extraction operations will not adversely impact fresh water.

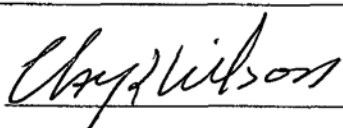
X. Attach such other information as is necessary to demonstrate compliance with any other OCD rules, regulations and/or orders.

XI. CERTIFICATION:

I hereby certify under penalty of law that I have personally examined and am familiar with the information submitted in this document and all attachments and that, based on my inquiry of those individuals immediately responsible for obtaining the information, I believe that the information is true, accurate and complete. I am aware that there are significant penalties for submitting false information including the possibility of fine and imprisonment.

Name: Clay L. Wilson

Title: President

Signature: 

Date: 8/26/04

E-mail Address: clay@pccnm.com

A DISCHARGE PLAN
FOR
BRINE EXTRACTION FACILITIES
OF
MESQUITE SWD, INC.

Well site known as
CARLSBAD BRINE FACILITY
DUNAWAY NO. 1 AND DUNAWAY NO. 2
BRINE PRODUCTION FACILITY BW-027

Located in
SE/4 NW/4 Sec 23 T-22-S, R-27-E
Eddy county, NM

Forni Rd. East of Highway 216
Carlsbad, NM

Prepared for compliance with
New Mexico Water Quality Control Regulations

- I. Facility Name: Mesquite SWD, Inc.
Carlsbad Brine Station
(BW-027)
- II. Operator: Mesquite SWD, Inc.
P.O. Box 1479
Carlsbad, NM 88221
- Contact Person: Clay L. Wilson
505-706-1869
- III. Location: SE / 4 NW / 4 Section 23
T-22-S R-27-E
Eddy County, New Mexico
- County Road 216
Carlsbad, New Mexico
- (See Map Labeled Exhibit "A & C")
- IV. Landowner: Ray Dunaway Jim Dunaway
4307 Sycamore P.O. Box 81
Carlsbad, NM Taylor, AZ 85939
- Jerry Dunaway Darlene Cowart
P.O. Box 424 440 Jensen
Snowflake, AZ 85937 Grants, NM 87020

V. Type and Quantities of Fluids Stored at This Facility:

No surface storage pits are in use at this facility.

This facility stores fresh water and brine water produced from the underground salt formation at site. No other fluids are stored at this facility. Fresh water is produced from a water well located at the facility and stored in an above ground 3000 Bbl cone roof storage tank. This fresh water is pumped at a rate of about 90 BPH down the tubing of either brine well. Salt brine is recovered up the tubing of the other well and stored in seven 1,000 Bbl. internally coated, above ground, cone roof storage tanks (Added 4-1000 Bbl brine storage tanks-new storage area lined with 40 mil plastic, 7,000 Bbl total volume). These tanks are located inside a polyethylene (Permalon Ply x-210) lined dike area. Exhibit "F" in Attachment Index shows Containment Liner Design and

Specification. The dike area is sized to hold more than 133% of the brine tanks combined capacity. Volume of brine production is determined by level of area oil and gas drilling activities and varies from month to month.

VI.

Fluid Transfer and Storage:

- A. Fresh water is received into the 3000 Bbl above ground storage tank via polyethylene pipe from fresh water well located at the facility. Polyethylene pipe connects the fresh water down the tubing of the one brine well at a rate of 90 BPH and normal operating pressure of 150 psi. Brine water is produced up the tubing of the other brine well and delivered into the seven above ground 1,000 Bbl. internally coated, cone roof, steel, tanks through polyethylene pipe. Except the well, all piping is considered low-pressure operation with pressure near tank head pressure that is less than 40 psi. (Exhibit "B")

Fresh water and brine water is transported from the site by tanker truck for sale and use in oil and gas production operations. Tanker trucks are positioned inside a polyethylene-lined dike loading area to retain fluids in the event abnormal condition results in a spill. Brine water flows at storage tank head pressure through piping positioned above the polyethylene liner to a header valve. Tanker truck mounted pumps are connected to the header valve by a truck-mounted hose and the pump pulls the fluid from the header valve and discharges it into the tanker. When loading is complete, the operator closes the header valve and parts the connection from the header valve with the pump still running in the "load" position to empty the hose preventing spills or drips. As an additional precaution, a drip barrel is located at the header valve to catch any drips that might occur during the loading process. The truck driver is in charge of the loading process and does not leave the loading area during the transfer process. The driver fills out paper work and leaves a ticket for the volume of brine or fresh water hauled on each load. The ticket volumes are used in billing brine sales and comparing volumes of fresh water and brine production for system integrity.

A water meter is located at the fresh water well and provides the volume of fresh water used at the facility. The brine well injection pump is a positive displacement pump. This pump generally pumps at the same flow rate with minor changes in system operation. A pressure chart on pump discharge provides pressure recording and pump run time. Run time multiplied by pump flow rate

gives an indication of water volume pumped into the formation and brine water recovered. Tank volume gauges, fresh water meter readings, pump run time, and product sale tickets can be compared to give a general insight into the integrity of the facility operation. The volume of fresh water injected and the volume of produced brine are to be recorded monthly and submitted to the OCD office in Santa Fe.

Tanks are above ground for visual leak inspection and detection. Storage tanks and truck loading operations are located in poly-lined dike areas (see attachments for designs and specifications) to contain any spillage that may occur. Dike areas prevent run-off of storm water. Storm waters are either allowed to evaporate or vacuumed up and hauled to an approved disposal site.

Integrity testing of the well is conducted annually. Piping is pressure tested at intervals not to exceed five years.

Water samples from the fresh water well are analyzed to check for potential contamination.

B. Fluid and Solid Disposal:

No fluids or solids are disposed of at this site. All brine fluids are sold for use in oil and gas production. In the event brine fluid disposal would be required, the brine will be taken to OCD approved disposal well. Solids such as chloride contaminated soils will be taken to an approved disposal site.

General Closure Plan

Should it become necessary to abandon this brine production facility, the well will be filled with brine water. The well will be plugged and capped according to plans and specifications recommended by the OCD to meet requirements for protection of groundwater.

All fluid and solids will be removed from the site and transported to an approved disposal well, or tested for contaminants and hauled to an approved disposal site.

Upon removal of all surface equipment, remediation and grading of the facility will be done in a manner reflecting its original condition.

VI. Description of Underground Facility:

Underground facilities are limited to brine well casing and piping constructed as shown on attachment. Drawing schematic labeled Exhibit "D" and described as follows:

DUNAWAY NO. 1

288' 9 5/8" 36 lb. outside casing cemented bottom to surface.

1064' 7" 23 lb. inside casing cemented bottom to surface.

1021' 2 7/8" 6.5 lb. Casing packer set and open ended at bottom.

DUNAWAY NO. 2

284' 9 5/8" 36 lb. outside casing cemented bottom to surface.

1231' 7" 23 lb. inside casing cemented bottom to surface.

1219' 2 7/8" 6.5 lb. Casing packer set and open ended at bottom.

General operation is to pump fresh water down the 2 7/8" tubing of well number 1 and produce brine water up the 2 7/8" tubing of well number 2. Periodically the flow is reversed, pumping the fresh water down the 2 7/8" tubing of well number 2 and producing the brine water up the 2 7/8" tubing of well number 1 to dissolve any particulate buildup in the tubing.

A casing / tubing annulus integrity test is conducted annually on the well. The annulus is pressured up to 300 psi then shut in for 30 minutes with pressure recorded on a pressure chart. The OCD is notified prior to testing to witness the procedure. Brine water transfer piping is pressure tested to $\geq 125\%$ of operating pressure a minimum of once each five years to insure mechanical integrity.

The OCD office will be notified for approval prior to any Drilling, Deepening, or Plug Back Operations using Form C-101, and before remedial work such as altering or pulling casing, plugging, or abandonment by completing OCD Form C-103 "Sundry Notices and Reports on Wells".

VII. Reporting and Clean Up of Spills:

Above ground piping and tanks are visually inspected for leaks by company personnel during each site visit. Upon the discovery of any leaks, spills, or failure of the well/salt cavity or piping integrity tests, the facility will be immediately shut down. Repairs are to be made before operations may be resumed.

Minor Release (5 Bbls. to \leq 25 Bbls.)

For spills greater than 5 Bbls. and less than 25 Bbls. Mesquite SWD, Inc. will file a written notice to New Mexico Oil Conservation Artesia District office at 1301 W. Grand in Artesia, New Mexico 88210 within 15 days of the spill using form C-141.

Major Releases (>25 Bbls.)

For spills greater than 25 Bbls., immediately verbal notification is required to the Artesia OCD District office at telephone number 505/7481283 within 24 hours of discovery of the spill. Written notification is required within 15 days of spill using Form C-141 to the OCD Artesia District Division Environmental Bureau Chief office at P.O. Box 2088, Santa Fe, New Mexico 8750-2088.

VIII. Site Characteristics:

1. The Carlsbad brine facility is located in an area with very little elevation definition. Drainage patterns are shallow and not of the deep arroyo type.

The nearest surface water is located approximately 3,750 feet northeast of this facility. Brine volumes available at the Carlsbad facility are insufficient to reach the watercourse given the rainfall pattern and topography of this area.

2. Ground Water:

Ground water in this area is from the alluvium formation . This water is of poor quality, generally impotable (domestic water needs are served by Otis Water Users Cooperative). Within this area, the water is only used for livestock watering. Depth of this ground water ranges from 50 to 200 feet.

3. Hydrology:

Underground aquifers in this area are alluvium deposits. The ground water in these formations is generally impotable. Livestock and domestic supplies are generally available at depths ranging from 100 to 225 feet. Well logs indicate that rock at the base of the alluvium ranges from 250 to 300 feet.

4. Topography – Flood Potential:

Due to relatively small amount of precipitation in this area and the very shallow drainage patterns, this area is not subject to flooding or dramatic run-off events. See Exhibit "A".

5. Geology:

The Carlsbad brine well is located west of the Pecos River and exhibits soils of the Reagan Series. See attached Exhibit "G" for description of area soil types.

The brine product is from the Salado formation. The series is of upper Permian Age, and extends across the Delaware Basin, Central Basin Platform, thins and pinches out on the eastern shelf. This series is predominately evaporates with successive layers of anhydrite, halite, polyhalite, and to the west, in the Carlsbad area, varying thicknesses of the potash rich sylvanite and langbeinite. Evaporates contain stringers of dolomite, shale, siltstone, and sandstone.

These evaporates were formed during recurrent retreats of shallow seas. The lowermost formation is the Castile and is chiefly anhydrite but contains some halite beds. The Salado overlies the Castile and ranges in thickness from 0 to 2,000 feet. The Rustler formation overlies the Salado, and varies in thickness from 90 to 360 feet, and consists chiefly of anhydrite, but includes red beds (shale) and salt.

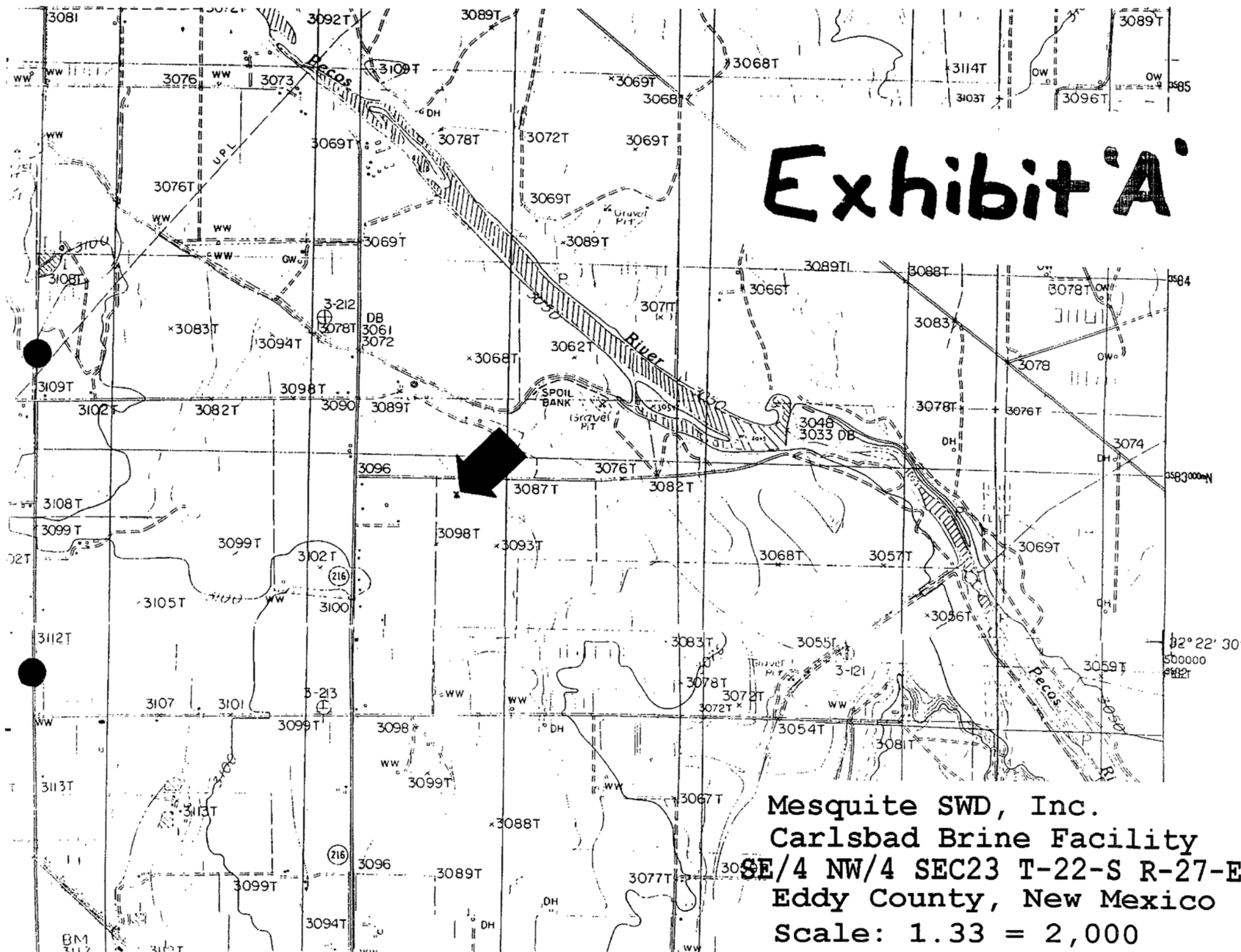
The Quaternary sediments in this area are in the form of alluvial deposits and dune sands. The alluvium was deposited in topographically low areas where the Ogallala formation had been stripped away.

Attachment Index

Exhibit A	Topographic Map
Exhibit B	Facility Plot Plan
Exhibit C	Ownership Map
Exhibit D	Wellbore Schematic
Exhibit E	Schematic of Facility
Exhibit F	Containment Liner Design & Specification
Exhibit G	Soil Types
Exhibit J	Road Location Map

*Note: MIT Test for 2004 will be scheduled at a time approved by the OCD and a copy of reports furnished after completion of testing.

Exhibit 'A'

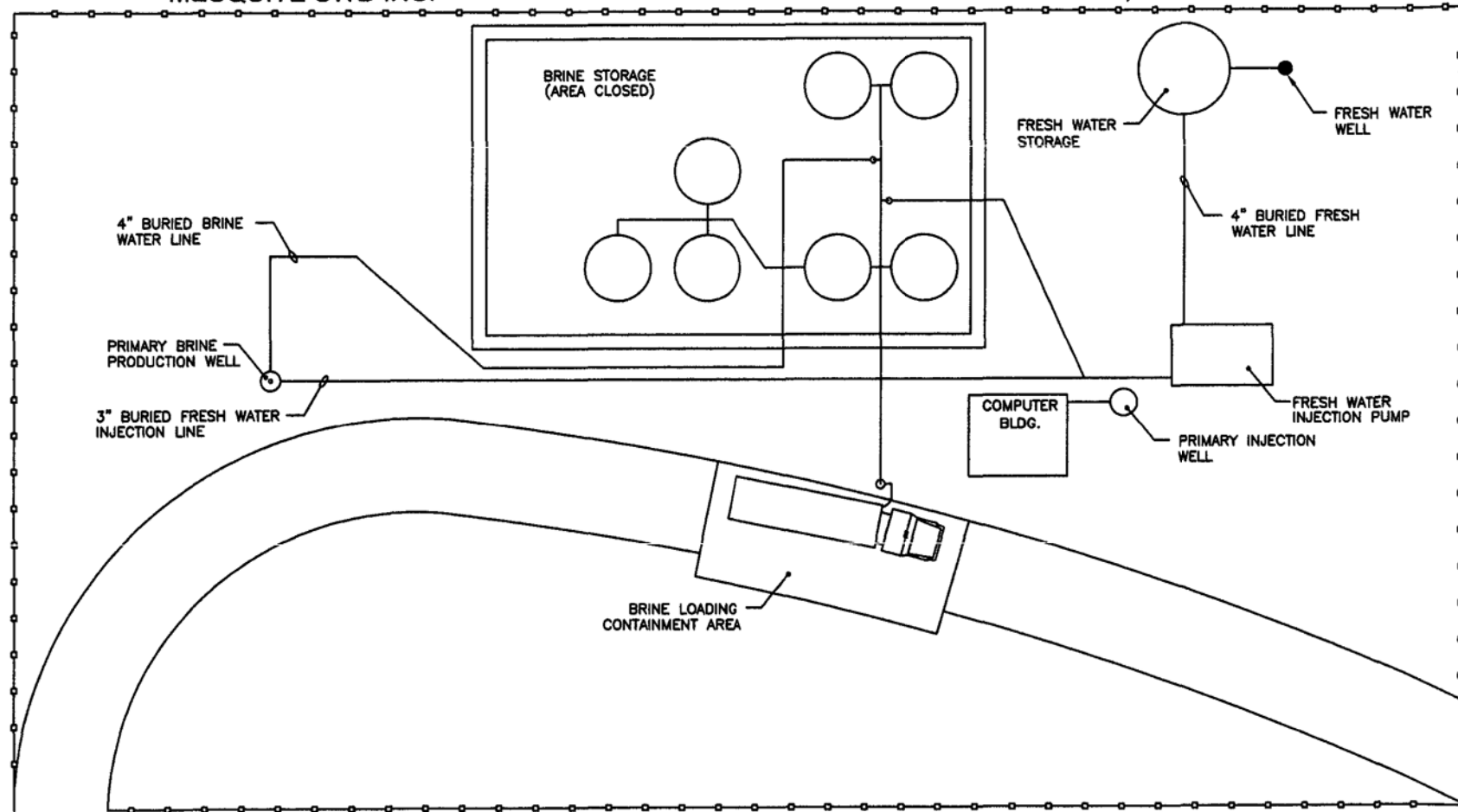


CARLSBAD BRINE STATION
(PLOT PLAN)

EXHIBIT 'B'

MESQUITE SWD INC.

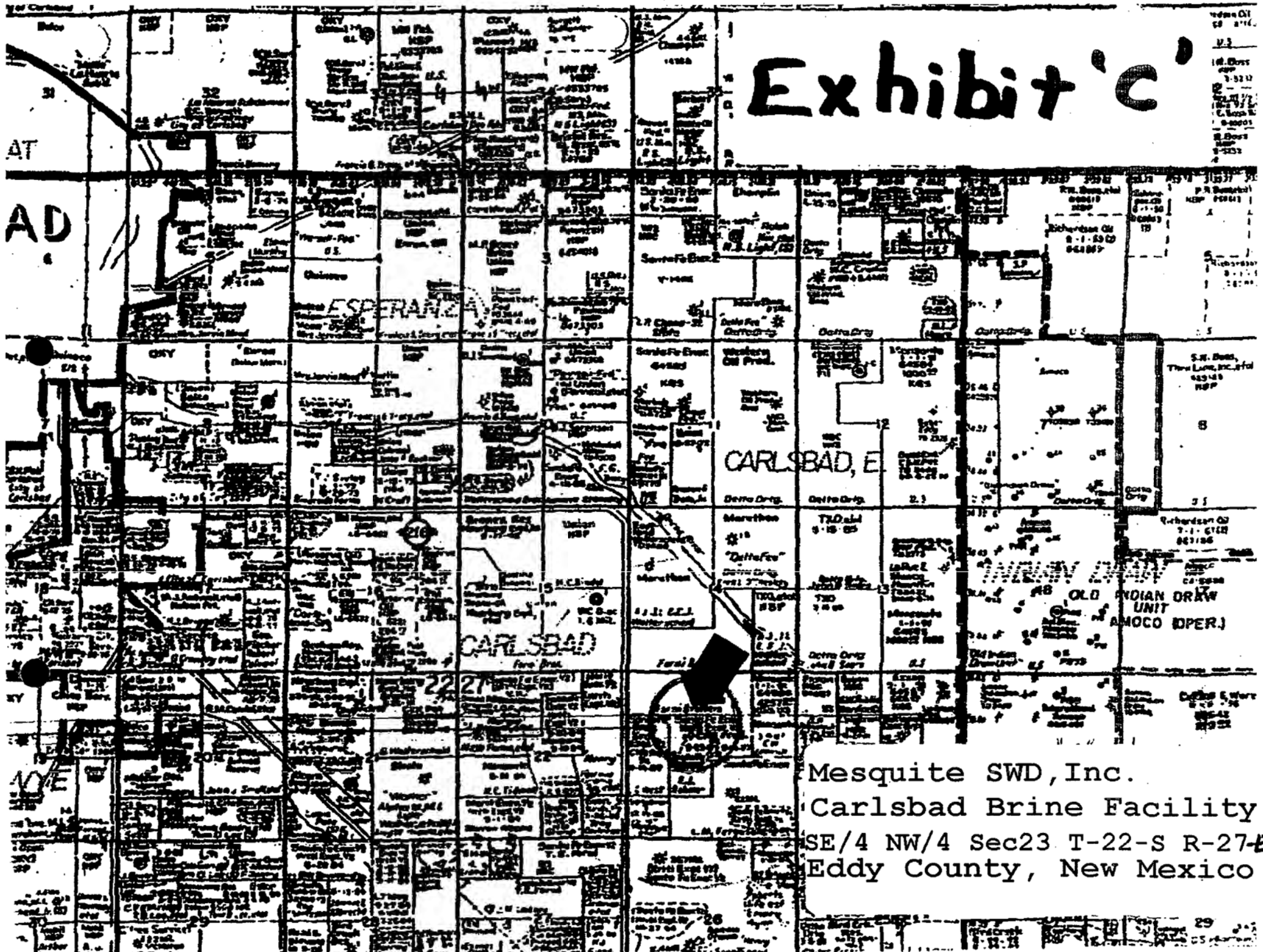
EDDY COUNTY, NEW MEXICO



COUNTY ROAD TO STATE HWY - 216

Exhibit 'c'

AT
AD



Mesquite SWD, Inc.
Carlsbad Brine Facility
SE/4 NW/4 Sec23 T-22-S R-27-E
Eddy County, New Mexico

Mesquite SWD, Inc.
Carlsbad Brine Facility
Wellbore Schematic

NO. 1 BRINE RECOVERY

NO. 2 FRESH WATER INJ.

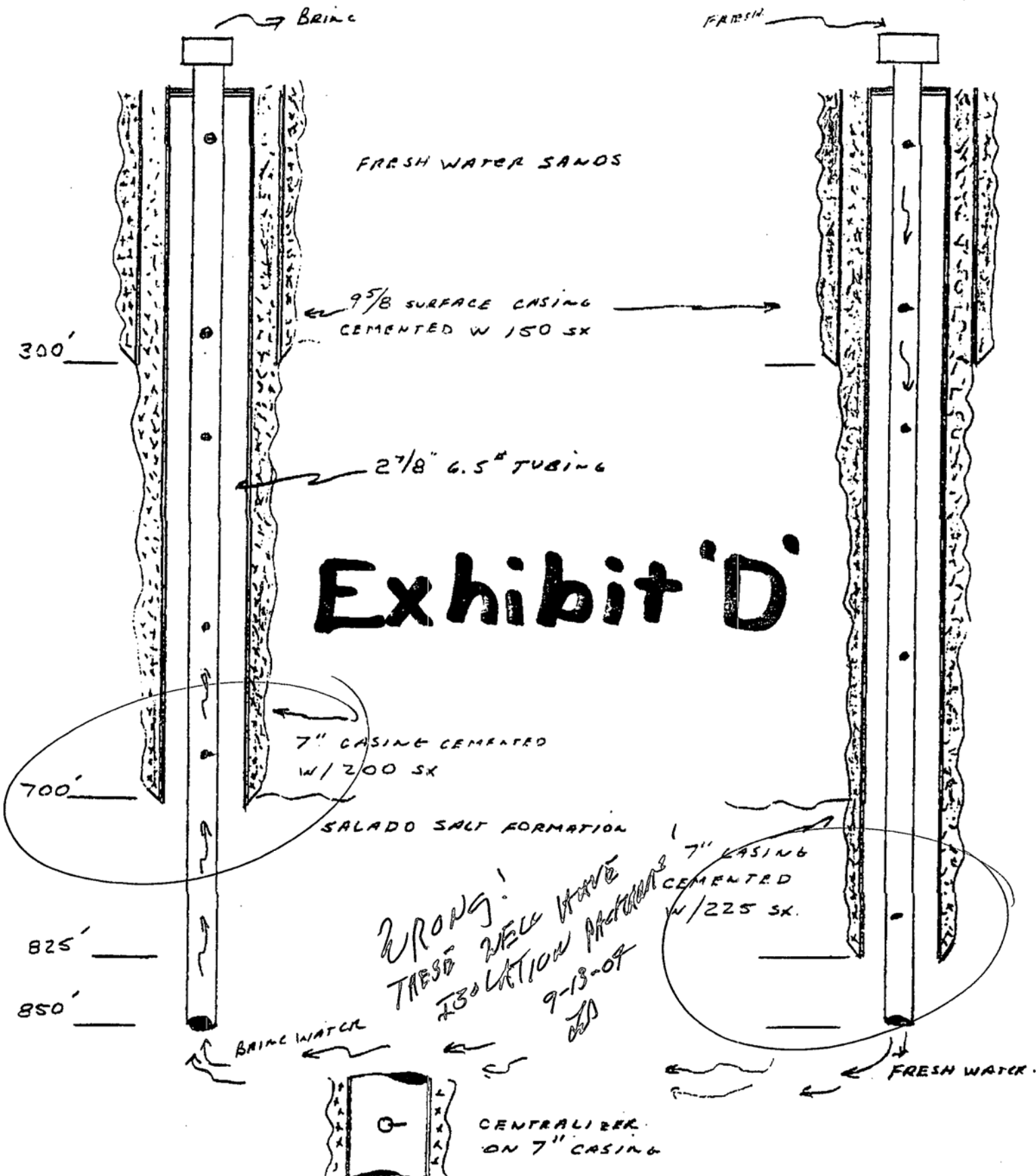
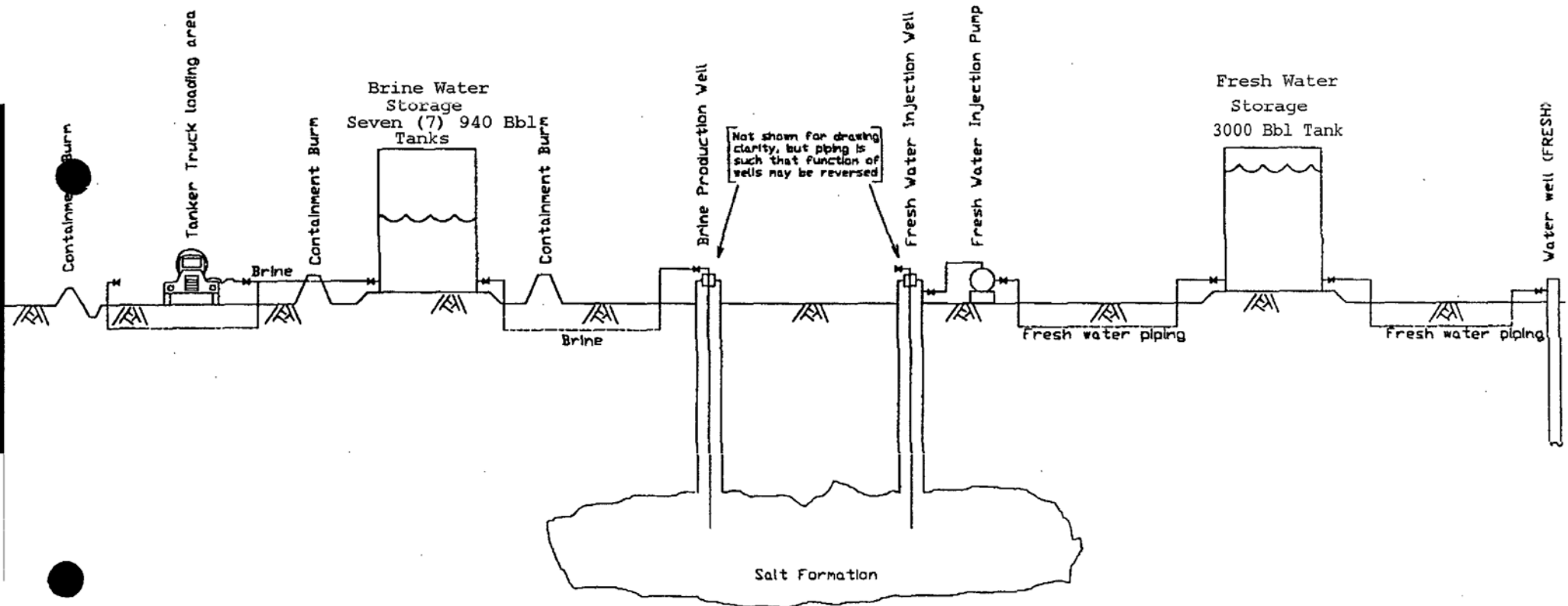


Exhibit 'E'

← FLOW



Process Flow Diagram

Mesquite SWD, Inc. - Carlsbad Brine Well/Station

Mesquite SWD, Inc.

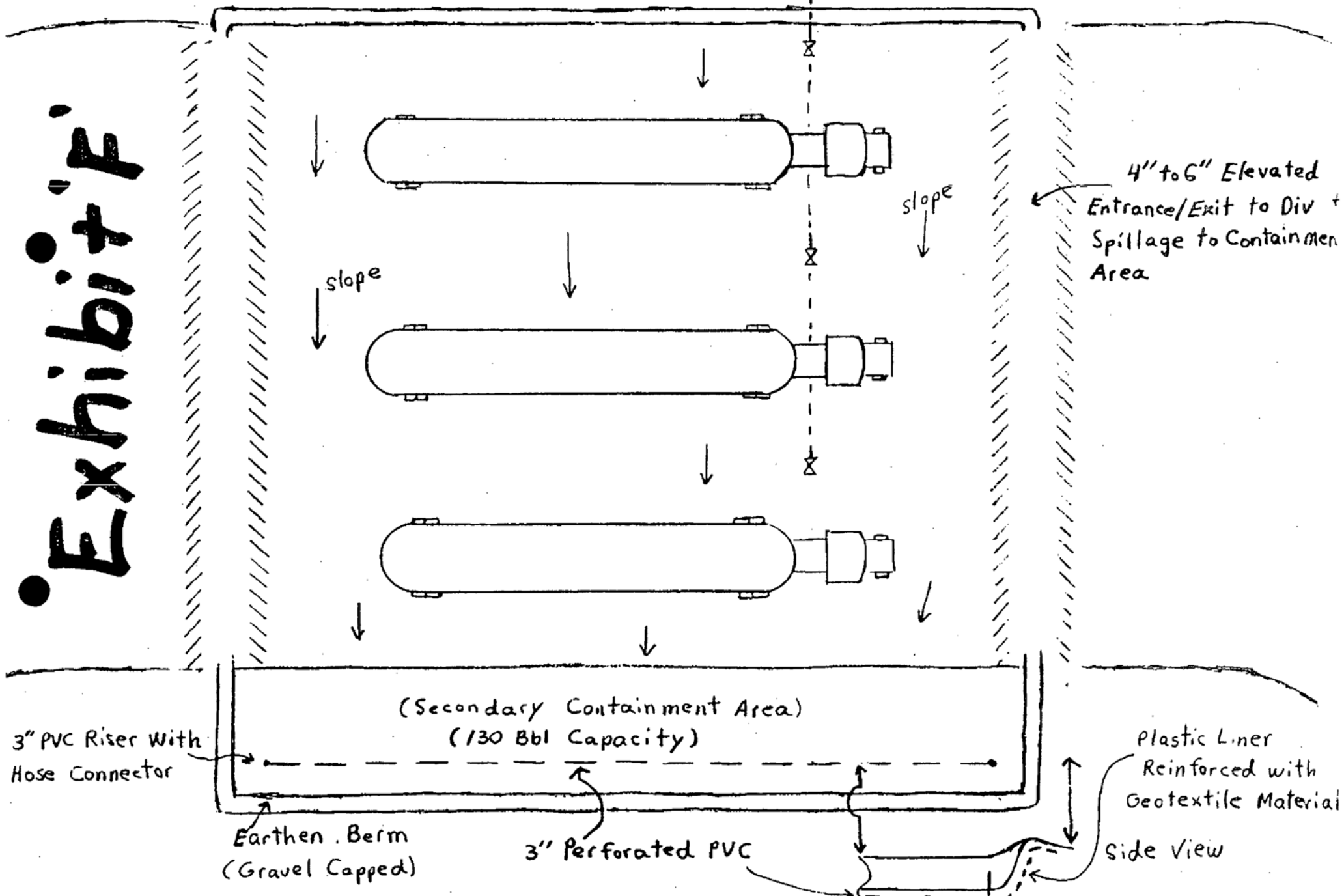
(Plan View)

Eddy County

Carlbad Brine Station From Brine Storage

New Mexico

Exhibit F



Mesquite SWD, Inc.

SCALE
None

DRAWN BY:

Carlsbad Brine Station

DATE

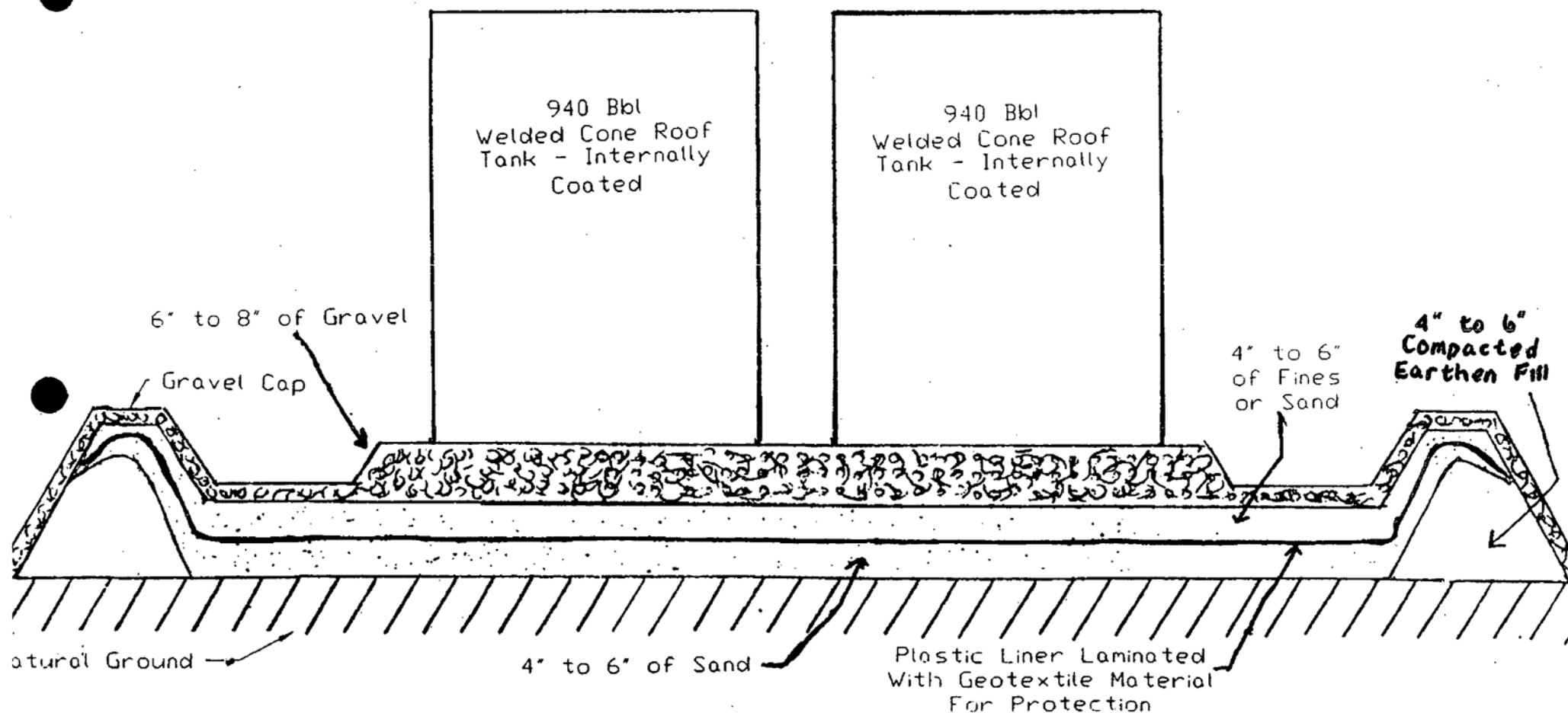
APPROVED BY:

SHT.

DRAWING NUMBER

of

Brine Storage Containment Area Specification Drawing
(Containment Area Sized For 133% Of Tank Storage Capacity)

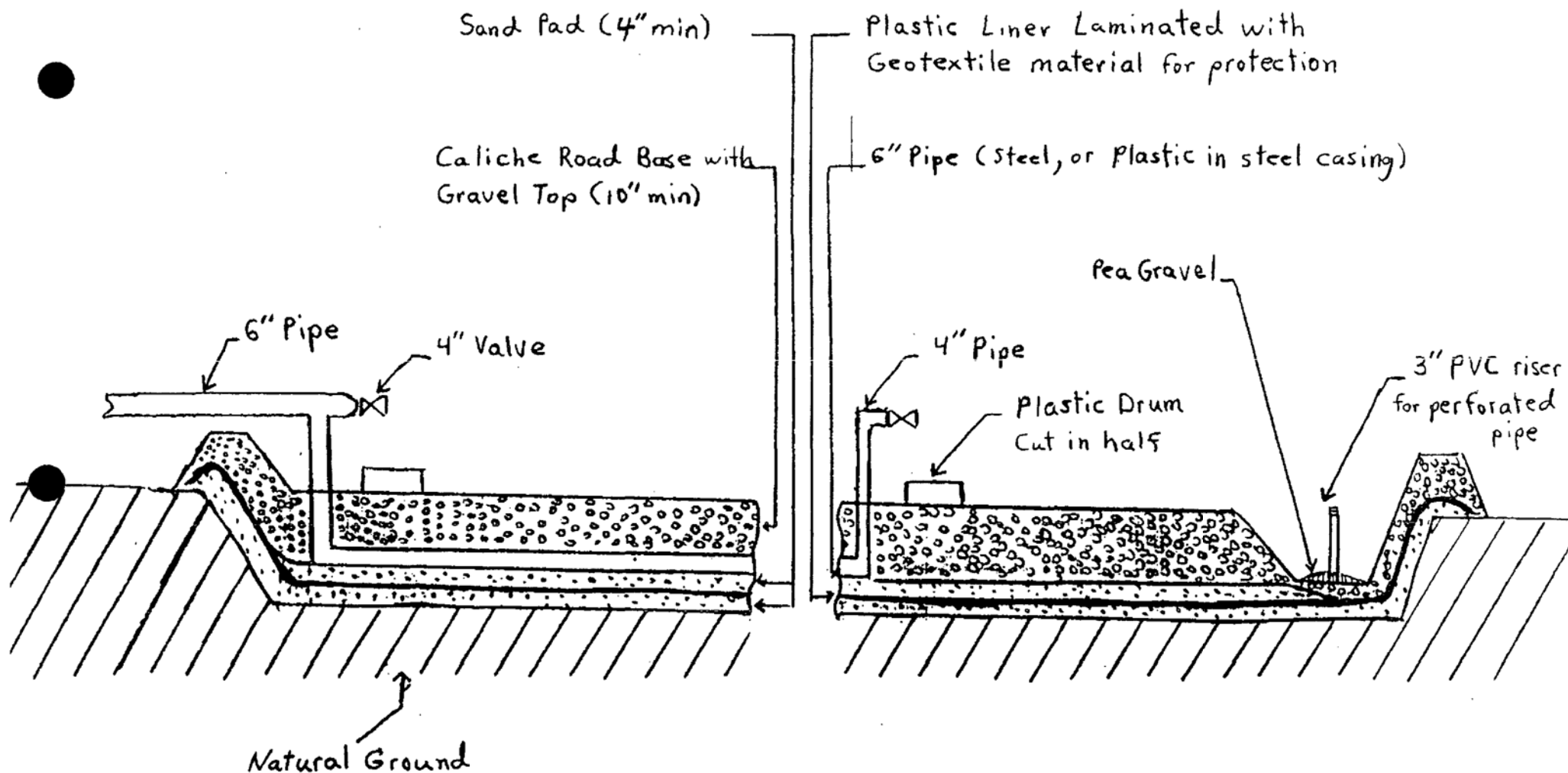


Truck Loading / Containment Area

(Cross Sectional View)

Mesquite SWD, Inc.
Carlsbad Brine Station

Eddy County
New Mexico



CONTAINMENT LINER

SPECIFICATION DATA

PERMALON®

Reef Industries, Inc.
P.O. Box 750245
Houston, TX 77275-0245
Tel: (713) 484-6892
Toll Free: 1-800-231-2417
Fax: (713) 947-2053

I wanted to provide you with some weatherability information on our Permalon Ply X-210. This high density, cross-laminated poly is designed to be UV resistant by a state of the art stabilization system. When exposed to harsh weather conditions, including intense sun, X-210 should last in excess of five years. When buried, this material should last indefinitely. X-210 is chemically inert, non-leachable, and is resistant to root penetration, rodents and microbes (it is not a food source). Additionally, it meets ASTM D-3083 (Soil Burial). Ply X-210 is not prone to stress-cracking (ESC), thus, making a very good moisture and Radon barrier.

I hope this information will serve useful to you and please do not hesitate to call if you should have any questions.

Respectfully,

David Dewsnap
Chemist
Reef Industries, Inc.





K-I Industries, Inc.
"Since 1957"

Product Development Group
11/18/1993

Physical Properties of Geomembrane / Geotextile Composite

Material/Property	X1GPET45	X2GPET45
Basis Weight oz/yd ² ASTM D-3776	9.83	15.1
Thickness (mils/mm) ASTM D-2103	31/0.88	39/0.99
Tensile Strength (lb _f) ASTM D - 882 - 3 in. (MD/TD)	190/159	263/222
Tensile Elongation (%) ASTM D - 882 - 3 in. (MD/TD)	63/83	46/54
Grab Tensile Strength (lb _f) ASTM D - 4632 (MD/TD)	194/168	303/250
Grab Elongation (%) ASTM D - 4632 (MD/TD)	70/110	"
Trapezoid Tear Strength (lb _f) ASTM D - 4533 (MD/TD)	91/80	132/135
Puncture Resistance (lb _f) ASTM D - 4833	85	100
Puncture Elongation (in) ASTM D - 4833	0.66	0.63
Mullen Burst (lb _f) ASTM D - 3786	237	333
Puncture Prop. & Tear (lb _f) ASTM D - 2582 (MD/TD)	-	55/57
Dart Impact Strength (lb _f) ASTM D-1709	6.5	9.9

ASTM D - 882 : Tensile strength of thin plastic sheeting (less than 40 mils)
ASTM D - 4632: Breaking Load and Elongation of Geotextiles.

N.B. These are typical values and not be interpreted as specifications. (Average Roll Values will be presented on availability of sufficient data)

PERMALON®

Reef Industries, Inc.
P.O. Box 750245
Houston, TX 77275-0245
Tel: (713) 484-6892
Toll Free: 1-800-231-2417
Fax: (713) 947-2053

PERMALON® PLY X-210 SPECIFICATIONS

Permalon Ply X-210 is a four layer composite laminate of three layer co-extruded polyolefin film. The material is composed of twelve distinct layers and is oriented in the machine direction, the transverse direction and at a 45 degree angle to both. The polymer is compounded with copolymer impact modifiers and copolymers to improve the impact resistance along with typical properties.

Burial Properties

Physical Property	Initial Result	Post Burial Result	% Change
3" Tensile	128 pounds	126 pounds	-1.5%
3" Elongation	714%	730%	+2.2%
100% Modulus	86 pounds	87 pounds	+1.2%

The differences in the test results fall within the expected machine error for these test methods.

Permeability

The water vapor transmission specifications for the Ply X-210 are as follows:

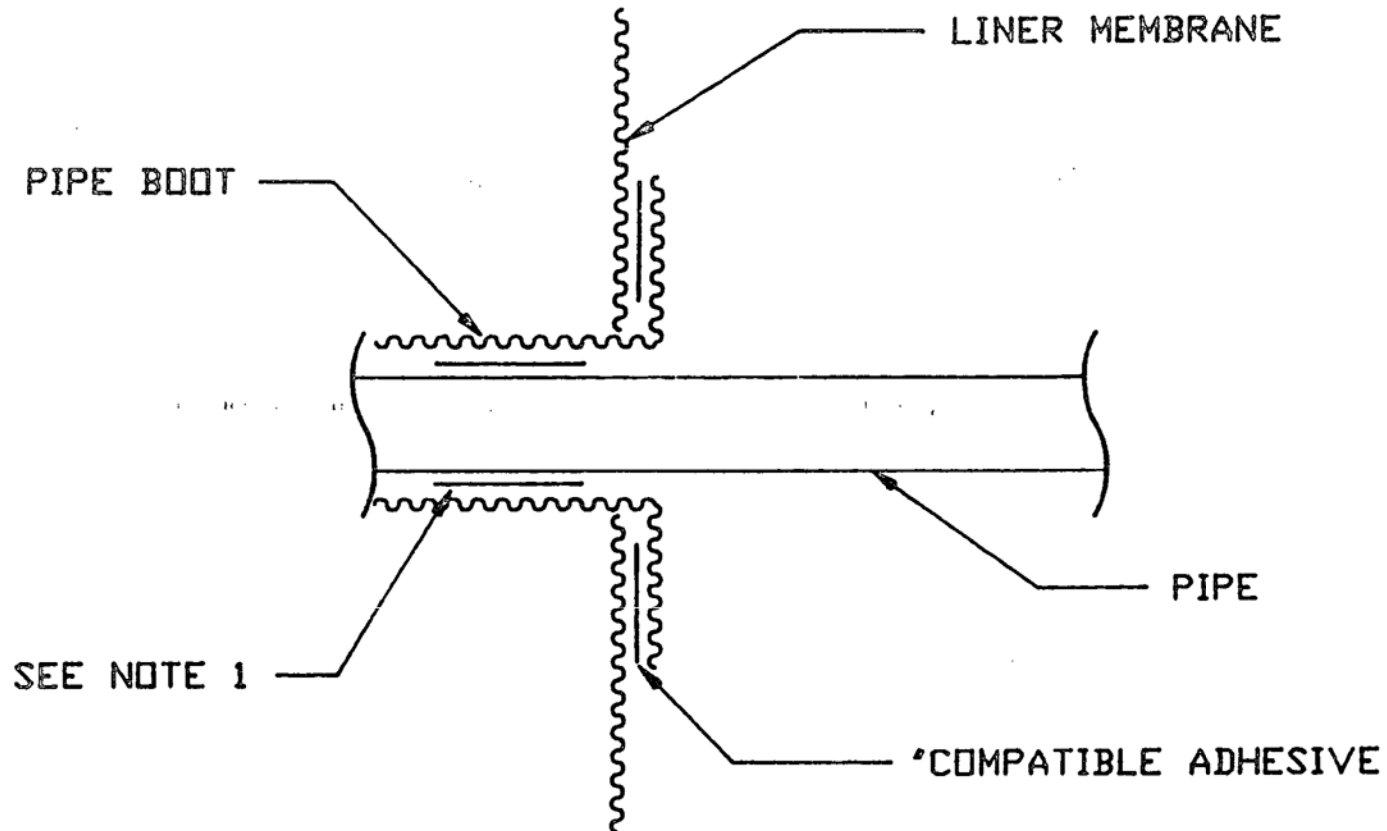
Property	ASTM Method	Units	Value
WVTR	E-96	perms	0.046
WVTR	E-96	cm/s	8.9 E -10





REEF
INDUSTRIES INC

PIPE INTRUSION THROUGH PERMALON LINER MEMBRANE

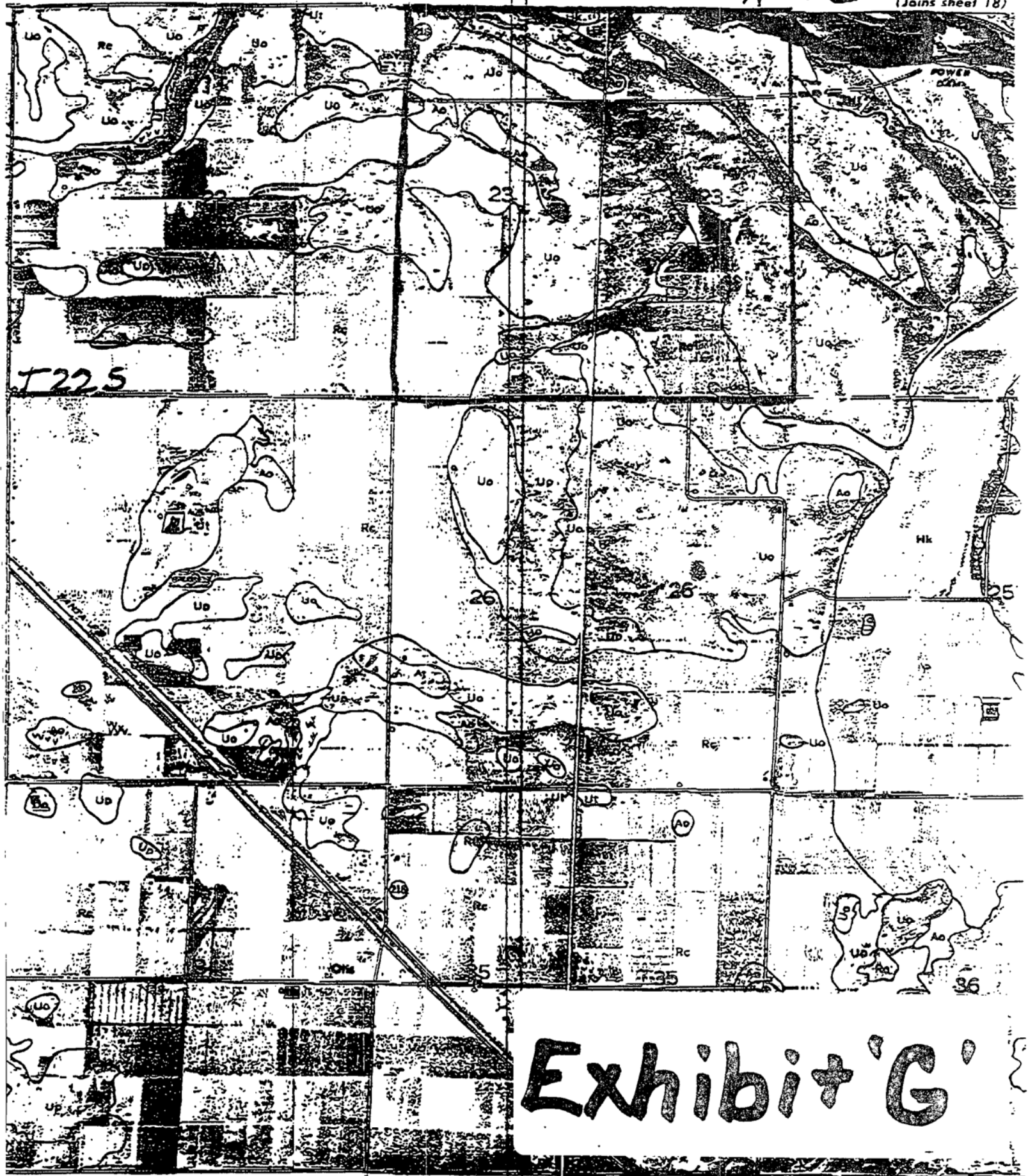


SPECIAL INSTRUCTIONS:

- 1) AFFIX PIPE BOOT TO PIPE USING ADHESIVE OR CLAMPS.
- 2) PLACE PIPE AND BOOT THROUGH LINER MEMBRANE.
- 3) AFFIX LINER MEMBRANE TO PIPE BOOT WITH ADHESIVE.
- 4) NOTE: PIPE BOOTS WILL BE FURNISHED BY MANUFACTURE
WHEN EXACT PIPE DIAMETER IS DETERMINED BY CONTRACTOR.

R27E

(Joins sheet 18)



T22S

Exhibit 'G'

(Joins sheet 21)

(Joins sheet 22)

The Harkey series consists of deep, well-drained, strongly calcareous, moderately dark colored soils that developed in mixed alluvium. These soils occur on low terraces on flood plains of major streams. They are naturally free of salts, except in areas adjacent to Lake McMillan and the Pecos River. In these areas the water table is at a depth of less than 5 feet part of the year.

In cultivated areas, soils of the Harkey series typically have a surface layer of brown very fine sandy loam 9 inches thick. In uncultivated areas, this layer is slightly lighter colored and contains less organic matter. The next layer, to a depth of more than 50 inches, is brown loam or very fine sandy loam.

These soils are uneroded or only slightly eroded. They are moderately fertile and have a low content of organic matter. Permeability is moderate, and the water-holding capacity is high. Rainfall amounts to 10 to 14 inches annually, and the mean annual temperature is 60° to 64° F. The frost-free season is 210 to 220 days. Elevations range from 3,000 to 3,400 feet.

Harkey soils are used for irrigated crops, native pasture, and wildlife habitat. The vegetation consists mainly of black grama, blue grama, tobosa, and vine-mesquite.

In areas affected by salts and that have a fluctuating water table, the vegetation is mainly alkali sacaton, inland saltgrass, four-wing saltbush, and saltcedar.

Typical profile of Harkey very fine sandy loam, 150 feet northeast of the SW. corner of NW $\frac{1}{4}$ SE $\frac{1}{4}$ sec. 24, T. 22 S., R. 27 E.

Ap—0 to 8 inches, brown (10YR 5/3) very fine sandy loam, dark brown (10YR 3/3) when moist; massive; slightly hard when dry, very friable when moist, nonsticky and nonplastic when wet; strongly calcareous; mildly alkaline; abrupt, wavy boundary.

AC—9 to 14 inches, light brown (7.5YR 6/4) very fine sandy loam, brown (7.5YR 4/4) when moist; very weak, coarse, prismatic structure to massive; slightly hard when dry, very friable when moist, nonsticky when wet; few, fine, prominent seams of lime; few fine crystals of gypsum or salts, these most abundant in plowpan; strongly calcareous; mildly alkaline; clear, smooth boundary.

C1—14 to 30 inches, brown (7.5YR 5/4) very fine sandy loam, dark brown (7.5YR 4/4) when moist; very coarse, prismatic structure; soft when dry, very friable when moist, nonsticky when wet; few, fine, prominent seams of lime; few fine crystals of gypsum or salts; strongly calcareous; mildly alkaline; abrupt, wavy boundary.

C2—30 to 37 inches, brown (7.5YR 5/4) loam, dark brown (7.5YR 4/4) when moist; massive; slightly hard when dry, friable when moist, nonsticky when wet; few, fine to medium, distinct mottles of lime; strongly calcareous; mildly alkaline; clear, smooth boundary.

C3—37 to 51 inches, brown (7.5YR 5/4) loam, dark brown (7.5YR 4/4) when moist; massive; soft when dry, very friable when moist, nonsticky when wet; strongly calcareous; gradual, smooth boundary.

C4—51 to 87 inches, brown (7.5YR 5/4) silt loam, dark brown (7.5YR 4/4) when moist; massive; slightly hard when dry, friable when moist; strongly calcareous; moderately alkaline.

The thickness of the Ap horizon ranges from 7 to 10 inches. The color ranges from 10YR to 7.5YR in hue, from 5 to 6 in value, and from 3 to 6 in chroma. The texture includes very fine sandy loam, loam, and sandy loam. The thickness of the AC horizon ranges from 5 to 13 inches. The color is lighter than that of the surface horizon. The texture is dominantly loam to light clay loam but includes very fine sandy loam. In places there are strata, generally less than 6 inches thick, of material ranging from sandy loam to light sandy clay loam. A few coarse fragments occur in some profiles.

Harkey soils are associated with Anthony and Arno soils and with the gray variant of Pima soils.

Harkey sandy loam, 0 to 1 percent slopes (Hc).—Except for the texture of the surface layer, this soil has a profile similar to that described as typical of the series. It occurs on low terraces along the Pecos River, mainly in the Carlsbad area. Included in mapping were areas of Anthony sandy loam, 0 to 1 percent slopes, which make up less than 5 percent of the acreage, and a small area of Harkey sandy loam, 1 to 3 percent slopes.

This soil is less productive than Harkey very fine sandy loam, 0 to 1 percent slopes. It is subject to moderate wind and water erosion, and careful management of both soil and irrigation water is needed. The water-holding capacity is moderate in the surface layer, but it is high in the subsoil and substratum. The water-intake rate is moderately rapid.

This soil is used for irrigated crops, native pasture, and wildlife habitat. (Irrigated capability unit IIc-4; dryland capability unit VIIc-2; Sandy range site)

Harkey very fine sandy loam, 0 to 1 percent slopes (Hk).—This soil has the profile described as typical of the series. It occurs on low terraces of the Pecos, Penasco, and Black Rivers. Included in mapping were areas of Anthony and Arno soils and of Pima clay loam, gray variant, 0 to 1 percent slopes. The included areas make up less than 5 percent of the acreage.

This soil is used for irrigated crops, native pasture, and wildlife habitat. It is suited to all the crops grown in the Area. (Irrigated capability unit IIs-2; dryland capability unit VIIs-4; Loamy range site)

Reagan Series

The Reagan series consists of deep, well-drained, moderately dark colored, calcareous loams that developed in old alluvium derived from calcareous, sedimentary rocks of the uplands. These soils occur on plains west of the Pecos River. They are nearly level to gently sloping.

Soils of the Reagan series typically have a surface layer of brown loam about 8 inches thick. Light-brown loam and heavy loam, about 24 inches thick, underlies the surface layer. The next layers, which extend to a depth of more than 60 inches, are enriched with calcium carbonate.

These soils are uneroded or only slightly eroded. They are moderately fertile. Runoff is slow. Permeability is moderate, and the water-holding capacity is high. The organic-matter content is low. In most places roots are not restricted, but in some places caliche or gypsum occurs below a depth of 4 feet. Rainfall amounts to 10 to 14 inches annually, and the mean annual temperature is 60° to 64° F. The frost-free season is 200 to 220 days. Elevations range from 3,000 to 4,400 feet.

Reagan soils are used for irrigated crops, native pasture, and wildlife habitat. These are among the most productive irrigated soils in the Area. The vegetation consists mainly of black grama, blue grama, side-ots grama, vine-mesquite, tobosa, burrograss, broom snake-weed, and mesquite.

Typical profile of Reagan loam, NW $\frac{1}{4}$ NW $\frac{1}{4}$ sec. 27, T. 22 S., R. 27 E.

Ap—0 to 8 inches, brown (10YR 5/3), loam, dark brown (10YR 4/3) when moist; massive; slightly hard when dry, friable when moist, slightly sticky when wet; abundant very fine and fine roots; many very fine and fine pores; strongly calcareous; mildly alkaline; abrupt, smooth boundary.

C1—8 to 19 inches, light-brown (7.5YR 6/3) loam, dark brown (7.5YR 4/3) when moist; weak, fine, sub-angular blocky structure; slightly hard when dry, friable when moist, slightly sticky when wet; abundant very fine and fine roots; many very fine and fine pores; few, fine, prominent seams of lime;

strongly calcareous; mildly alkaline; gradual boundary.

C2—19 to 32 inches, light-brown (7.5YR 6/3) heavy loam, brown (7.5YR 4/4) when moist; weak, fine, sub-angular blocky structure; slightly hard when dry, friable when moist, slightly sticky when wet; plentiful very fine and fine roots; common very fine and fine pores; few, medium, prominent, soft concretions of lime; very strongly calcareous; mildly alkaline; gradual boundary.

C3ca—32 to 44 inches, light-brown (7.5YR 6/3) light clay loam, brown (7.5YR 5/4) when moist; massive; hard when dry, friable when moist, slightly sticky when wet; plentiful very fine and fine roots; common very fine and fine pores; many, medium, faint mottlings of lime; very strongly calcareous; moderately alkaline; clear boundary.

C4ca—44 to 54 inches, light-brown (7.5YR 6/3) light clay loam, brown (7.5YR 5/4) when moist; massive; slightly hard when dry, friable when moist, slightly sticky when wet; few very fine and fine roots; common very fine and fine pores; distinct mottlings of lime; very strongly calcareous; moderately alkaline; clear boundary.

C5ca—54 to 67 inches, light-brown (7.5YR 6/3) light clay loam, brown (7.5YR 5/4) when moist; massive; slightly hard when dry, friable when moist, slightly sticky when wet; few very fine and fine roots; common very fine and fine pores; distinct mottlings of lime; very strongly calcareous; moderately alkaline; gradual boundary.

C6—67 to 82 inches, light-brown (7.5YR 6/3) heavy loam, brown (7.5YR 4/4) when moist; weak, fine, sub-angular blocky structure; slightly hard when dry, friable when moist, slightly sticky when wet; common very fine and fine pores; very strongly calcareous; moderately alkaline.

The thickness of the A horizon ranges from 6 to 12 inches. The color ranges from 10YR to 7.5YR in hue, from 5 to 6 in value, and from 2 to 3 in chroma. The texture is loam, silt loam, or light clay loam. The C1 horizon is as much as 18 inches thick, but it does not occur in all profiles. The color is as much as one unit higher in value and chroma. The texture is loam or light clay loam. The C2 horizon is as much as 14 inches thick, but it does not occur in all profiles. The color and texture are similar to those of the C1 horizon. The C3ca horizon extends to a depth of 40 to 60 inches or more below the surface. The color ranges from 10YR to 7.5YR in hue, from 6 to 7 in value, and from 3 to 4 in chroma. The texture ranges from loam to light clay loam. Gypsiferous earths or soft caliche occurs below a depth of 48 inches in some places.

Reagan soils are associated with Upton, Atoka, and Pima soils.

Reagan loam, 0 to 1 percent slopes (Rc).—This soil has the profile described as typical of the series. It occurs on plains west of the Pecos River in the irrigated areas near Artesia and Carlsbad. Included in mapping were small areas of Reagan loam, saline, 0 to 1 percent slopes, where water from canals seeps into the gypsiferous substratum. Also included were small areas of Upton gravelly loam, 0 to 3 percent slopes, which occur on ridges. The included areas make up less than 5 percent of the acreage.

This soil is susceptible to wind erosion, especially when the seedbed is being prepared and the soil is bare. Seedling damage caused by high winds is common.

This soil is used mainly for irrigated crops and wildlife habitat. It is among the most productive of the irrigated soils, and in most places it has been bench leveled to grades of 0.2 to 0.3 percent. Cotton (fig. 15) and most other crops grown in the Area are suitable. Pecan trees need more than 48 inches of unrestricted rooting zone, and, although the effective rooting zone

extends beyond this depth in most places, care should be taken to select areas of deep soils for pecans. A small acreage of this soil is used for native pasture. (Irrigated capability unit IIs-2; dryland capability unit VIs-4; Loamy range site)

Upton Series

PAGE 4 of 5

The Upton series consists of moderately dark colored, calcareous, gravelly soils that developed in old alluvium derived from calcareous sedimentary rocks. These soils are very shallow to shallow over caliche and cemented gravel. They occur on upland plains between the Pecos River and the mountains and hills of the western part of the survey Area. They are nearly level to sloping.

Soils of the Upton series typically have a surface layer of grayish-brown gravelly loam about 3 inches thick. The next layer, about 6 inches thick, is brown gravelly loam. Fractured, platy, indurated caliche is at a depth of about 9 inches.

These soils are uneroded or only slightly eroded. Run-off is slow to medium. Permeability is moderate. The water-holding capacity is low to very low, and the soils are droughty. Rainfall amounts to 10 to 14 inches annually, and the mean annual temperature is 60° to 64° F. The frost-free season is 200 to 217 days. Elevations range from 3,000 to 4,400 feet.

Upton soils are used principally for native pasture and wildlife habitat. A small acreage is used for irrigated crops. The vegetation consists mainly of black grama, side-oats grama, blue grama, hairy grama, creosotebush, tarbush, burrograss, broom snakeweed, and mesquite. Good management is needed to maintain a cover of desirable forage and to control erosion. Revegetation is difficult because temperatures are high and rainfall is undependable. Surface water is lacking.

Typical profile of Upton gravelly loam, 2,160 feet east and 1,650 feet south of the NW. corner of sec. 15, T. 24 S., R. 26 E.

A1—0 to 3 inches, grayish-brown (10YR 5/2) gravelly loam, dark grayish brown (10YR 4/2) when moist; weak, medium, granular structure; slightly hard when dry, friable when moist, slightly sticky and slightly plastic when wet; common very fine and fine pores; strongly calcareous; mildly alkaline; abrupt, wavy boundary.

C1—3 to 9 inches, brown (10YR 5/3) gravelly loam, dark brown to brown (10YR 4/3) when moist; massive; slightly hard when dry, friable when moist, slightly sticky and slightly plastic when wet; common very fine and fine pores; strongly calcareous; mildly alkaline; abrupt boundary.

C2cam—9 inches, fractured, platy, indurated caliche and cemented gravel; upper part of the horizon is laminar.

The A1 horizon ranges from 1 to 4 inches in thickness. The color ranges from 10YR to 7.5YR in hue, from 5 to 7 in value, and from 2 to 4 in chroma. The C1 horizon ranges

NEW MEXICO

41

from 1 to 9 inches in thickness. The color ranges from 10YR to 7.5YR in hue, from 5 to 6 in value, and from 3 to 4 in chroma. The depth to caliche ranges from 2 to 20 inches.

Upton soils are associated with Atoka, Reagan, and Simona soils.

Upton gravelly loam, 0 to 9 percent slopes (UG, Uo).-- This soil has the profile (fig. 17) described as typical of the series. It occurs as whalebacks, or elongated areas with rounded crests. The areas are west of the Pecos River on broad plains and in valleys, and east and west of the River, from Carlsbad southward to the Texas State line. Included in mapping were small areas of Upton soils 0 to 1 percent slopes; Upton soils, 1 to 3 percent slopes; Atoka loam, 0 to 1 percent slopes; Atoka loam, 1 to 3 percent slopes; and Reagan loam, 0 to 1 percent slopes. The included areas make up less than 15 percent of the acreage.

Some of the acreage was mapped at high intensity, and some at low intensity. Most of the acreage is in the low-intensity survey. The principal difference between the soils mapped at the two intensities is the size of the individual areas and the kinds of included soils. In the low-intensity survey, the areas are generally large; some are as much as several hundred acres in size. In the high-intensity survey, most areas are 5 to 50 acres in size. The included areas of Atoka loam and Reagan loam are more extensive in the low-intensity survey.

This soil is used for native pasture. Roots are restricted by shallowness over hard caliche. Fertility is low. (Dry-land capability unit VII-1; Shallow range site)

Atoka loam, 0 to 1 percent slopes (Ac).—This soil has the profile described as typical of the Atoka series. It occurs in broad swales on the plains west of the Pecos River near Artesia and Carlsbad. Included in mapping were areas of Reagan and Upton soils, which make up less than 5 percent of the acreage. Also included were areas of Atoka fine sandy loam.

This soil is used for irrigated crops and native pasture. It is fertile, but the underlying caliche and the moderate water-holding capacity limit the growth of deep-rooted crops. It can be used for shallow-rooted crops. (Irrigated capability unit III-14; dryland capability unit VI-5; Loamy range site)

Atoka Series

The Atoka series consists of well-drained, moderately dark colored, level to gently sloping soils that developed in moderately deep old alluvium derived from calcareous sedimentary rocks. These soils (fig. 10) occur on uplands along the Pecos River in the general area of Artesia and Carlsbad. They are loamy and calcareous.

Soils of the Atoka series typically have a surface layer of grayish-brown to brown loam about 8 inches thick. The next layer, about 15 inches thick, consists of brown

to dark-brown loam. A layer, about 10 inches thick, that is enriched with calcium carbonate rests on fractured, indurated caliche at a depth below 33 inches.

These soils are uneroded or only slightly eroded. The natural fertility is moderate, and the organic-matter content is low. Permeability is moderate, and the water-holding capacity is moderate. Rainfall amounts to 10 to 14 inches annually, and the mean annual temperature ranges from 60° to 64° F. The frost-free season is 210 to 220 days. Elevations range from 3,050 to 4,300 feet.

Atoka soils are used for irrigated crops and native pasture. The vegetation consists of black grama, blue grama, tobosa, side-oats grama, bush muhly, and vine-mesquite.

Typical profile of Atoka loam, 0 to 1 percent slopes, NE $\frac{1}{4}$ NW $\frac{1}{4}$ SW $\frac{1}{4}$ NE $\frac{1}{4}$ sec. 4, T. 23 S., R. 27 E.

A11—0 to 2 inches, grayish-brown (10YR 5/2) very fine sandy loam, dark brown (10YR 3/3) when moist; moderate, thin and very thin, platy structure; soft when dry, friable when moist, nonsticky when wet; common very fine and fine pores; abundant fine and medium roots; strongly calcareous; mildly alkaline; abrupt, smooth boundary.

A12—2 to 8 inches, brown (10YR 5/3) loam, dark brown (10YR 4/3) when moist; weak, coarse, subangular blocky structure; hard when dry, friable when moist; slightly sticky when wet; abundant worm casts; common very fine and fine pores; abundant fine and medium roots; strongly calcareous; mildly alkaline; gradual, smooth boundary.

AC—8 to 15 inches, brown (10YR 5/3) loam, dark brown (10YR 4/3) when moist; weak, coarse, subangular blocky structure; slightly hard when dry, friable when moist, slightly sticky when wet; abundant worm casts; common very fine and fine pores; plentiful very fine and fine roots; few seams of lime; strongly calcareous; mildly alkaline; gradual, smooth boundary.

C1—15 to 23 inches, dark-brown (10YR 4/3) loam, dark brown (7.5YR 4/4) when moist; very weak, coarse, subangular blocky structure; slightly hard when dry, friable when moist, slightly sticky when wet; abundant worm casts; common very fine and fine pores; plentiful very fine and fine roots; few seams of lime; strongly calcareous; mildly alkaline; clear, smooth boundary.

C2ca—23 to 33 inches, light yellowish-brown (10YR 6/4) loam, yellowish brown (10YR 5/4) when moist; very weak, coarse, subangular blocky structure; slightly hard when dry, friable when moist, slightly sticky when wet; common, fine to medium, white (10YR 8/2) lime concretions, very pale brown (10YR 8/3) when moist; common very fine and fine pores; few very fine roots; strongly calcareous; mildly alkaline; abrupt, wavy boundary.

C3cam—33 inches, fractured, indurated, gravelly caliche.

The A horizon ranges from 4 to 8 inches in thickness. Its texture is very fine sandy loam, loam, or fine sandy loam. The color of the A horizon ranges from 10YR to 7.5YR in hue, from 5 to 6 in value, and from 2 to 3 in chroma. The C2ca horizon ranges from 9 to 23 inches in thickness. Its texture is generally loam to light clay loam, but in places it is silty clay loam. The depth to indurated caliche or strongly cemented gravel ranges from 20 to 36 inches.

Atoka soils are associated with soils of the Upton and Reagan series.

Mesquite SWD/Carlsbad Brine

Exhibit 'J'



© 1998 DeLorme, Street Atlas USA

Mag 14.00

Tue Aug 31 14:35 1999

Scale 1:50,000 (at center)

5000 Feet

1000 Meters

- | | |
|-------------------|--------------------|
| Local Road | Geographic Feature |
| Walkway/Stairway | Locale |
| US Highway | City |
| Major Connector | Land |
| State Route | Water |
| Utility/Pipe | River/Canal |
| Railroad | Intermittent River |
| Point of Interest | |

Price, Wayne

From: Price, Wayne
Sent: Friday, August 20, 2004 11:41 AM
To: 'Clay Wilson'
Subject: RE: Discharge Plan BW - 027

Dear Clay: OCD has received and approved the bonds for the Carlsbad Brine facility. Please find enclosed a renewal application form for this facility. The permit is due to expire on September 21, 2004. If there are no major changes to the existing permit please indicate so and sign and return to this office. Please include a \$100 filing fee check made out to the Water Quality Management fund. As soon as I receive it I will issue public notice. I have also included a flow chart and reg's on the public notice. Most operators post a sign and issue notice in the local paper. There are other options as the flow chart will point out. As soon as you post notice please provide me with proof of notice. Please provide this office a date between now and December 31 when you will run an MIT on the wells.

[Price, Wayne]

-----Original Message-----

From: Clay Wilson [mailto:clay@pccnm.com]
Sent: Wednesday, August 04, 2004 2:33 PM
To: WPRICE@state.nm.us
Subject: Discharge Plan BW - 027

Wayne Price
N.M. Oil Conservation Division
1220 S. Saint Francis Drive
Santa Fe, NM 87505

August 4, 2004

Re: Discharge Plan BW - 027
Carlsbad Brine Facility
Eddy County, New Mexico

Wayne,

As per our conversation on 8/04/04 concerning the transfer of ownership from Plains Marketing to Mesquite SWD, Inc. Mesquite commits to comply with the terms and conditions of the previously approved discharge plan.

Underwriters Indemnity is in the process of issuing the bonds in the

8/20/2004

amount or \$5000.00 per bond per well.

Mesquite SWD, Inc.
P.O. Box 1479
Carlsbad, NM 88221-1479

Clay L. Wilson 505-706-1869

This email has been scanned by the MessageLabs Email Security System.
For more information please visit <http://www.messagelabs.com/email>

OCD ENVIRONMENTAL BUREAU

SITE INSPECTION SHEET

DATE: 12/15/00 Time: 9AM

Type of Facility: Refinery ☐ Gas Plant ☐ Compressor St. ☐ Brine St. ☒ Oilfield Service Co. ☐
Surface Waste Mgt. Facility ☐ E&P Site ☐ Crude Oil Pump Station ☐
Other ☐ _____

Discharge Plan: No ☐ Yes ☒ DP# ~~BW-027~~ ~~BW-024~~ BW-027

FACILITY NAME: CARLS BAD BRINE ST

PHYSICAL LOCATION: _____

Legal: QTR _____ QTR _____ Sec _____ TS _____ R _____ County EDDY

OWNER/OPERATOR (NAME) PLAINS MARKETING

Contact Person: _____ Tele:# _____

MAILING

ADDRESS: _____ State _____ ZIP _____

Owner/Operator Rep's: DENNIS SHEARED

OCD INSPECTORS: W PRICE, G WILLIAMS

1. **Drum Storage:** All drums containing materials other than fresh water must be stored on an impermeable pad with curbing. All empty drums will be stored on their sides with the bungs in and lined up on a horizontal plane. Chemicals in other containers such as sacks or buckets will also be stored on an impermeable pad and curb type containment.

2. **Process Areas:** All process and maintenance areas which show evidence that leaks and spills are reaching the ground surface must be either paved and curbed or have some type of spill collection device incorporated into the design.

3. **Above Ground Tanks:** All above ground tanks which contain fluids other than fresh water must be bermed to contain a volume of one-third more than the total volume of the largest tank or of all interconnected tanks. All new tanks or existing tanks that undergo a major modification, as determined by the Division, must be placed within an impermeable bermed enclosure.

4. **Above Ground Saddle Tanks:** Above ground saddle tanks must have impermeable pad and curb type containment unless they contain fresh water or fluids that are gases at atmospheric temperature and pressure.

5. **Labeling:** All tanks, drums and containers will be clearly labeled to identify their contents and other emergency notification information.

6. **Below Grade Tanks/Sumps:** All below grade tanks, sumps, and pits must be approved by the OCD prior to installation or upon modification and must incorporate secondary containment and leak-detection into the design. All pre-existing sumps and below-grade tanks must demonstrate integrity on an annual basis. Integrity tests include pressure testing to 3 pounds per square inch above normal operating pressure and/or visual inspection of cleaned out tanks and/or sumps, or other OCD approved methods. The OCD will be notified at least 72 hours prior to all testing.

7. **Underground Process/Wastewater Lines:** All underground process/wastewater pipelines must be tested to demonstrate their mechanical integrity at present and then every 5 years thereafter, or prior to discharge plan renewal. The permittee may propose various methods for testing such as pressure testing to 3 pounds per square inch above normal operating pressure or other means acceptable to the OCD. The OCD will be notified at least 72 hours prior to all testing.

8. **Onsite/Offsite Waste Disposal and Storage Practices:** Are all wastes properly characterized and disposed of correctly? Does the facility have an EPA hazardous waste number? _____ Yes _____ No

ARE ALL WASTE CHARACTERIZED AND DISPOSED OF PROPERLY? YES ☐ NO ☐ IF NO DETAIL BELOW.

9. **Class V Wells:** Leach fields and other wastewater disposal systems at OCD regulated facilities which inject non-hazardous fluid into or above an underground source of drinking water are considered Class V injection wells under the EPA UIC program. All Class V wells that inject non-hazardous industrial wastes or a mixture of industrial wastes and domestic wastes will be closed unless it can be demonstrated that groundwater will not be impacted in the reasonably foreseeable future. Closure of Class V wells must be in accordance with a plan approved by the Division's Santa Fe Office. The OCD allows industry to submit closure plans which are protective of human health, the environment and groundwater as defined by the WQCC, and are cost effective. Class V wells that inject domestic waste only must be permitted by the New Mexico Environment Department.

ANY CLASS V WELLS NO ☐ YES ☐ IF YES DESCRIBE BELOW! Undetermined ☐

10. **Housekeeping:** All systems designed for spill collection/prevention will be inspected weekly and after each storm event to ensure proper operation and to prevent overtopping or system failure. A record of inspections will be retained on site for a period of five years.

11. **Spill Reporting:** All spills/releases will be reported pursuant to OCD Rule 116 and WQCC 1203 to the proper OCD District Office.

12. **Does the facility have any other potential environmental concerns/issues?**

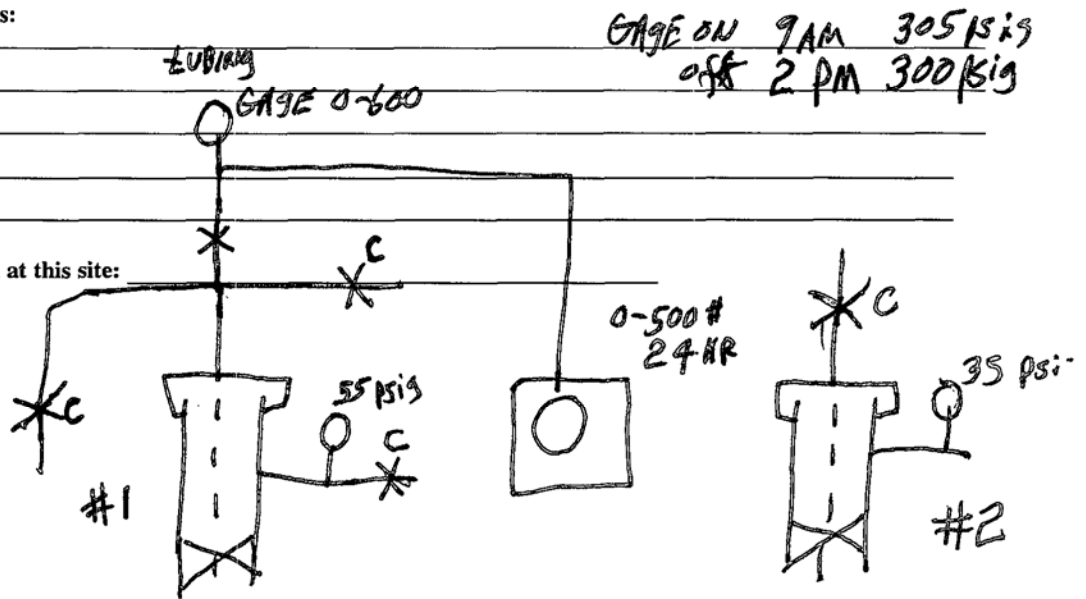
13. **Does the facility have any other environmental permits - i.e. SPCC, Stormwater Plan, etc.?**

14. **ANY WATER WELLS ON SITE ?** NO ☐ YES ☐ IF YES, HOW IS IT BEING USED ?

Miscellaneous Comments:

Number of Photos taken at this site:
attachments-

OCD Inspection Sheet
Page ___ of ___





**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

NOTICE OF PUBLICATION

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

Notice is hereby given that pursuant to New Mexico Water Quality Control Commission Regulations, the following discharge plan applications have been submitted to the Director of the Oil Conservation Division, 2040 South Pacheco, Santa Fe, New Mexico 87505, Telephone (505) 827-7131:

(BW-02) - P&S Brine Sales, Paul Prather, P.O. Box 7169, Eunice, New Mexico 88231, has submitted an application for the renewal of a discharge plan for the P&S Brine Sales Station, located in the SW/4 SE/4 of Section 34, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico. An average of 250 barrels per day of brine water with a TDS of approximately 300,000 mg/l is produced for use in the oil industry. Groundwater most likely to be affected by a spill, leak, or accidental discharge to the surface is at a depth of approximately 45 feet with a total dissolved solids concentration of approximately 1400 mg/l. The discharge plan addresses how spills, leaks, and other accidental discharges to the surface will be managed.

(BW-012) - Scurlock Permian Corporation, James C. Ephraim II, Senior Project Engineer, P.O. Box 4648, Houston, Texas, 77210-4648, has submitted an application for the renewal of a discharge plan for the SPC Saline NO. 1 Brine Station, located in the SW/4 SW/4 of Section 36, Township 18 South, Range 37 East, NMPM, Lea County, New Mexico. Up to 400 barrels per day of brine water with a TDS of approximately 300,000 mg/l is produced for use in the oil industry. Groundwater most likely to be affected by a spill, leak, or accidental discharge to the surface is at a depth of approximately 40 feet with a total dissolved solids concentration of approximately 400 mg/l. The discharge plan addresses how spills, leaks, and other accidental discharges to the surface will be managed.

(BW-027) - Scurlock Permian Corporation, James C. Ephraim II, Senior Project Engineer, P.O. Box 4648, Houston, Texas, 77210-4648, has submitted an application for the renewal of a discharge plan for the Carlsbad Brine Station, located in the SE/4 NW/4 of Section 23, Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico. An average of 1000 barrels per day of brine water with a TDS of approximately 300,000 mg/l is produced for use in the oil industry. Groundwater most likely to be affected by a spill, leak, or accidental discharge to the surface is at a depth from approximately 50 to 200 feet with a total dissolved solids concentration of approximately 4000 mg/l. The discharge plan addresses how spills, leaks, and other accidental discharges to the surface will be managed.

Any interested person may obtain further information from the Oil Conservation Division and may submit written comments to the Director of the Oil Conservation Division at the address given above. The discharge plan application may be viewed at the above address between 8:00 a.m. and 4:00 p.m., Monday through Friday. Prior to ruling on any proposed discharge plan or its modification, the Director of the Oil Conservation Division shall allow at least thirty (30) days after the date of publication of this notice during which comments may be submitted to him and a public hearing may be requested by any interested person. Requests for a public hearing shall set forth the reasons why a hearing should be held. A hearing will be held if the Director determines there is significant public interest.

If no public hearing is held, the Director will approve or disapprove the proposed plan based on information available. If a public hearing is held, the director will approve or disapprove the proposed plan based on information in the plan and information submitted at the hearing.

GIVEN under the Seal of New Mexico Oil Conservation Commission at Santa Fe, New Mexico, on this 22th day of September, 1999.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



for LORI WROTENBERY, Director

S E A L

ACKNOWLEDGEMENT OF RECEIPT
OF CHECK/CASH

I hereby acknowledge receipt of check No. dated 8/24/99
or cash received on in the amount of \$ 50⁰⁰
from SCURLOCK PERMIAN LLC
for CARLSBAD BRINE FACILITY BW-027+27A
Submitted by: WAYNE PRICE Date: 9/13/99
Submitted to ASD by: Wayne Price Date: 9/13/99
Received in ASD by: Date:

Filing Fee ☒ New Facility ☐ Renewal ☐
Modification ☐ Other ☐ (specify)

Organization Code 521.07 Applicable FY 2000

To be deposited in the Water Quality Management Fund.

Full Payment ☐ or Annual Increment ☐

THIS CHECK IS VOID IF BROWN COLORED BACKGROUND IS ABSENT

FORM 2501 REV. 5-95

ACCOUNTS PAYABLE CHECK

Scurlock Permian LLC

P.O. Box 4648
Houston, Texas 77210

CHECK DATE
08/24/99

70-2382/719
CHECK NUMBER

PAY TO THE ORDER OF:

NMED WATER QUALITY MANAGEMENT
OIL CONSERVATION DIVISION
2040 S PACHECI ST
SANTA FE NM 87505

U.S. Funds

MATCH AMOUNT IN
WORDS WITH NUMBERS

*****\$50.00

VOID AFTER 180 DAYS

Fifty and 00/100 U.S. Dollars

Scurlock Permian LLC

By:

Michael J. Laticola
Authorized Representative

The Northern Trust Company
Payable Through
Northern Trust Bank/DuPage
Oakbrook Terrace, IL

THE BACK OF THIS DOCUMENT CONTAINS AN ARTIFICIAL WATERMARK* HOLD AT AN ANGLE TO VIEW*

Affidavit of Publication

NO. 16730

STATE OF NEW MEXICO

County of Eddy:

Gary Scott being duly

sworn, says: That he is the Publisher of The

Artesia Daily Press, a daily newspaper of general

circulation, published in English at Artesia, said county

and county and state, and that the here to attached

Legal Notice

was published in a regular and entire issue of the said

Artesia Daily Press, a daily newspaper duly qualified

for that purpose within the meaning of Chapter 167 of

the 1937 Session Laws of the state of New Mexico for

1 consecutive weeks/days on the same

day as follows:

First Publication September 30 1999

Second Publication _____

Third Publication _____

Fourth Publication _____

Subscribed and sworn to before me this

30th day of September 1999

Barbara Ann Boers
Notary Public, Eddy County, New Mexico

My Commission expires September 23, 2003

Copy of Publication:

LEGAL NOTICE

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

Notice is hereby given that pursuant to New Mexico Water Quality Control Commission Regulations, the following discharge plan applications have been submitted to the Director of the Oil Conservation Division, 2040 South Pacheco, Santa Fe,

New Mexico 87505, Telephone (505) 827-7131; (BW-027)- Scurlock Permian Corporation, James C. Ephraim II, Senior Project Engineer, P.O. Box

4648, Houston, Texas, 77210-4648, has submitted an application for the renewal of a discharge plan for the Carlsbad Brine Station, located in the SE/4 NW/4 of Section 23, Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico. An average of 1000 barrels per day of brine water with a TDS of approximately 300,000 mg/l is produced for use in the oil industry. Groundwater most likely to be affected by a spill, leak, or accidental discharge to the surface is at a depth from approximately 50 to 200 feet with a total dissolved solids concentration of approximately 4000 mg/l. The discharge plan addresses how spills, leaks, and other accidental discharges to the surface will be managed.

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GIVEN under the Seal of New Mexico Oil Conservation Commission at Santa Fe, New Mexico, on this 22th day of September, 1999.

STATE OF NEW MEXICO
OIL CONSERVATION
DIVISION
s-Will Olson
for LORI WROTENBERRY,
Director

SEAL
Published in the Artesia Daily Press, Artesia, N.M. September 30, 1999.

Legal 16730

Affidavit of Publication

NO. 16730

STATE OF NEW MEXICO

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1 consecutive weeks/days on the same

day as follows:

First Publication September 30 1999

Second Publication _____

Third Publication _____

Fourth Publication _____

Subscribed and sworn to before me this

30th day of September 1999

Barbara Ann Brans
Notary Public, Eddy County, New Mexico

My Commission expires September 23, 2003

Copy of Public

New Mexico 87505. Telephone (505) 827-7131:

(BW-027)- Scurlock Permian Corporation, James C. Ephraim II, Senior Project Engineer, P.O. Box 4648, Houston, Texas, 77210-4648, has submitted an application for the renewal of a discharge plan for the Carlsbad Brine Station, located in the SE/4 NW/4 of Section 23, Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico. An average of 1000 barrels per day of brine water with a TDS of approximately 300,000 mg/l is produced for use in the oil industry. Groundwater most likely to be affected by a spill, leak, or accidental discharge to the surface is at a depth from approximately 50 to 200 feet with a total dissolved solids concentration of approximately 4000 mg/l. The discharge plan addresses how spills, leaks, and other accidental discharges to the surface will be managed.

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If no public hearing is held, the Director will approve or disapprove the proposed plan based on information available. If a public hearing is held, the director will approve or disapprove the proposed plan based on information in the plan and information submitted at the hearing.

GIVEN under the Seal of New Mexico Oil Conservation Commission at Santa Fe, New Mexico, on this 22th day of September, 1999.

STATE OF NEW MEXICO
OIL CONSERVATION
DIVISION
s-Will Olson
for LORI WROTENBERY, Director

LEGAL NOTICE

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

Notice is hereby given that pursuant to New Mexico Water Quality Control Commission Regulations, the following discharge plan applications have been submitted to the Director of the Oil Conservation Division, 2040 South Pacheco, Santa Fe,

SEAL
Published in the Artesia Daily Press, Artesia, N.M. September 30, 1999.

Legal 16730

Artesia Daily Press

P.O. Box 190, Artesia, NM 88211-0190

Phone: (505) 746-3524

Fax: (505) 746-8795

INVOICE

Invoice Date:

09/29/99

Invoice Number:

1050104

Customer Number:

10005610

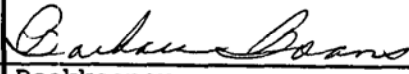
Oil Conservation Division

2040 South Pacheco St.

Santa Fe NM 87505

DATE	TYPE	DOC NO	REF NUMBER	DESCRIPTION	# OF INS	DEPTH	RATE	AMOUNT
09/29/99	INV	1050104	A/R:1050104 Ord:10591746	LEGAL NOTICE NOTICE OF PUBLICA Artesia Daily Press Legal Section, LEGAL NOTICE 9/30/99 State Sales Tax This is your First Notice! Thank You!	1 1	13.25 13.25	46.64 2.89	46.64 2.89
TOTAL								49.53

I hereby certify that this is a true and correct statement to the best of my knowledge.


Bookkeeper

Please detach and return this portion with payment. To ensure proper credit to your account, please write your customer number on your check. If you have any questions about your account, please contact Accounts Receivable at (505) 746-3524.

Invoice Date

09/29/99

Invoice Number

1050104

Customer Number

10005610

Retail Advertising

Legal 16730

PLEASE PAY:

49.53

ARTESIA DAILY PRESS
Attn: Accounts Receivable
P.O. Box 190
Artesia, NM 88211-0190

Oil Conservation Division
2040 South Pacheco St.
Santa Fe NM 87505

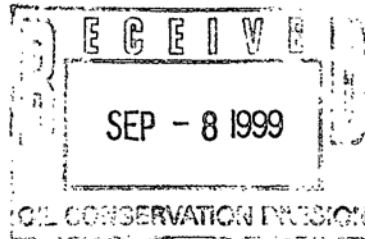


333 Clay
P.O. Box 4648
Houston, Texas 77210-4648

(713) 646-4100

September 1, 1999

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
2040 South Pacheco
Santa Fe, NM. 87505



Attention: Mr. Wayne Price

Re: Discharge Plan Renewal for Carlsbad Brine Production Facility BW-024
Eddy County, New Mexico

BW-027 + 27A *JS*

Dear Sir:

Attached are the original and one copy of Discharge Plan Application renewal for Scurlock Permian LLC's brine production facility located near Carlsbad, New Mexico. Also inclosed is check # 025892 for \$50.00 for the filling fee.

The Cavity Configuration Test will be scheduled at a time approved by the OCD and a copy of the report furnished after the completion of testing. We continue to work with your office to schedule a suitable time to accommodate the OCD to witness the tests.

Plains All American Pipeline L.P.'s acquisition of Scurlock Permian LLC along with the scheduling of the Cavity Configuration Test has resulted in some delays in submitting the Discharge Plan renewal.

If you have any questions, you may call me at 713/672-8092. Your help in completing this Discharge Plan renewal is appreciated.

Sincerely,

James C. Ephraim II, P.E.
James C. Ephraim II, PE
Senior Project Engineer

C: State of New Mexico
Oil Conservation Division, District II
811 S. 1st. Street
Artesia, New Mexico 88210

C: Mark Shires
Richard Lentz



SUBSIDIARY OF ASHLAND INC.

Check No	Check Date	Bank No	Vendor No
025892	08/24/99	5208	N07226

Scurlock Permian LLC
P.O. Box 4848
Houston, Texas 77210

Direct Inquiries to:
ACCOUNTS PAYABLE DEPARTMENT
Scurlock Permian LLC
PHONE: 713-646-4543

Loc	Mo	You	Sub	P.O. Number	Invoice Number	Invoice Date	Remit Comment	Discount	Invoice/Pay Amt
1980 0000	08 00	880	234	MCC-08	082399	08/23/99	DISCHARGE PLAN FILING FEE EDDY CO NM, CARLSBAD BRINE ST Total remittance: U.S. Dollars	0.00	50.00 50.00

BG-027+27A

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
2040 South Pacheco
Santa Fe, NM 87505

Revised March 17, 1999

Submit Original
Plus 1 Copy
to Santa Fe
1 Copy to Appropriate
District Office

**DISCHARGE PLAN APPLICATION FOR SERVICE COMPANIES, GAS PLANTS,
REFINERIES, COMPRESSOR, AND CRUDE OIL PUMP STATIONS**

(Refer to the OCD Guidelines for assistance in completing the application)

☐ New

☒ Renewal

☐ Modification

1. Type: Brine Extraction Facility

2. Operator: Scurlock Permian LLC

Address: P.O. Box 4648 Houston, Texas 77210-4648

Contact Person: James C. Ephraim II. Phone: 713/672-8092

3. Location: SE /4 NW /4 Section 23 Township 22-S Range 27-E

Submit large scale topographic map showing exact location.

4. Attach the name, telephone number and address of the landowner of the facility site.

5. Attach the description of the facility with a diagram indicating location of fences, pits, dikes and tanks on the facility.

6. Attach a description of all materials stored or used at the facility.

7. Attach a description of present sources of effluent and waste solids. Average quality and daily volume of waste water must be included.

8. Attach a description of current liquid and solid waste collection/treatment/disposal procedures.

9. Attach a description of proposed modifications to existing collection/treatment/disposal systems.

10. Attach a routine inspection and maintenance plan to ensure permit compliance.

11. Attach a contingency plan for reporting and clean-up of spills or releases.

12. Attach geological/hydrological information for the facility. Depth to and quality of ground water must be included.

13. Attach a facility closure plan, and other information as is necessary to demonstrate compliance with any other OCD rules, regulations and/or orders.

CERTIFICATION: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.

Name: JAMES C. EPHRAIM II.

Title: Senior Project Engineer

Signature: James C. Ephraim II.

Date: August 31, 1999

A DISCHARGE PLAN

FOR

BRINE EXTRACTION FACILITIES

OF

SCURLOCK PERMIAN LLC

Well site known as

CARLSBAD BRINE FACILITY
DUNAWAY NO. 1 AND DUNAWAY NO. 2
BRINE PRODUCTION FACILITY BW-024

Located in

SE/4 NW/4 Sec 23 T-22-S, R-27-E
Eddy County, NM

Forni Rd. East of Highway 216
Carlsbad, NM

Prepared for compliance with
New Mexico Water Quality Control Regulations

- I. Facility Name: Scurlock Permian LLC
Carlsbad Brine Station
(BW-024)
- II. Operator: Scurlock Permian LLC
333 Clay Street
P. O. Box 4648
Houston, TX 77210-4648
- Contact Person: Mark Shires
713/646-4100
- III. Location: SE/4 NW/4 Section 23
T-22-S R-27-E
Eddy County, New Mexico
- County Road 216
Carlsbad, New Mexico
- (See Map Labeled Exhibit "A")
- IV. Landowner: Ray Dunaway Jim Dunaway
4307 Sycamore P.O. Box 81
Carlsbad, NM Taylor, Arz85939
- Jerry Dunaway Darlene Cowart
P.O. Box 424 440 Jensen
Snowflake, Arz85937 Grants, NM 87020
- V. Type and Quantities of Fluids Stored at This Facility:

No surface storage pits are in use at this facility.

This facility stores fresh water and brine water produced from the underground salt formation at site. No other fluids are stored at this facility. Fresh water is produced from a water well located at the facility and stored in an above ground 500 Bbl cone roof fiberglass storage tank. This fresh water is pumped at a rate of about 90 BPH down the tubing of either brine well. Salt brine is recovered up the tubing of the other well and stored in three 1,000 Bbl. internally coated, above ground, cone roof storage tanks (3,000 Bbl total volume). These tanks are located inside a polyethylene (Permalon Ply x-210) lined dike area. Exhibit "F" in Attachment Index shows Containment Liner Design and Specification. The dike area is sized to hold more than 133% of the brine tanks combined capacity. Volume of brine

production is determined by level of area oil and gas drilling activities and varies from month to month. Average monthly production for 1999 is 4,966 Bbls. per month.

VI. Fluid Transfer and Storage:

- A. Fresh water is received into the 500 Bbl. above ground fiberglass storage tank via polyethylene pipe from fresh water well located at the facility. Polyethylene pipe connects the fresh water storage tank to the suction of a pump which pumps the fresh water down the tubing of one brine well at a rate of 90 BPH and normal operating pressure of 150 psi. Brine water is produced up the tubing of the other brine well and delivered into the three above ground 1,000 Bbl. internally coated, cone roof, steel, tanks through polyethylene pipe. Except for the short section of steel pipe between the pump and the well, all piping is considered low-pressure operation with pressure near tank head pressure that is less than 40 psi.

Fresh water and brine water is transported from the site by tanker truck for sale and use in oil and gas production operations. Tanker trucks are positioned inside a polyethylene-lined dike loading area to retain fluids in the event abnormal condition results in a spill. Brine water flows at storage tank head pressure through piping positioned above the polyethylene liner to a header valve. Tanker truck mounted pumps are connected to the header valve by a truck-mounted hose and the pump pulls the fluid from the header valve and discharges it into the tanker. When the loading is complete, the operator closes the header valve and parts the connection from the header valve with the pump still running in the "load" position to empty the hose preventing spills or drips. As an additional precaution, a drip barrel is located at the header valve to catch any drips that might occur during the loading process. The truck driver is in charge of the loading process and does not leave the loading area during the transfer process. The driver fills out paper work and leaves a ticket for the volume of brine or fresh water hauled on each load. The ticket volumes are used in billing brine sales and comparing volumes of fresh water and brine production for system integrity.

A water meter is located at the fresh water well and provides the volume of fresh water used at the facility. The brine well injection pump is a positive displacement pump. This pump generally pumps at the same flow rate with minor changes in system operation. A pressure chart on pump discharge provides pressure recording and pump run time. Run time multiplied by pump flow rate

gives an indication of water volume pumped into the formation and brine water recovered. Tank volume gauges, fresh water meter readings, pump run time, and product sale tickets can be compared to give a general insight into the integrity of the facility operation. The volume of fresh water injected and the volume of produced brine are to be recorded monthly and submitted to the OCD office in Santa Fe by the Hobbs operations district office quarterly.

Tanks are above ground for visual leak inspection and detection. Storage tanks and truck loading operations are located in dike Polly lined areas (see attachments for designs and specifications) to contain any spillage that may occur. Dike areas prevent run-off of storm water. Storm waters are either allowed to evaporate or vacuumed up and hauled to an approved disposal site.

Integrity testing of the well is conducted annually. Piping is pressure tested at intervals not to exceed five years.

Water samples from the fresh water well are analyzed to check for potential contamination.

B. Fluid and Solid Disposal:

No fluids or solids are disposed of at this site. All brine fluids are sold for use in oil and gas production. In the event brine fluid disposal would be required, the brine will be taken to OCD approved disposal well. Solids such as chloride contaminated soils will be taken to an approved disposal site.

General Closure Plan

Should it become necessary to abandon this brine production facility, the well will be filled with brine water. The well will be plugged and capped according to plans and specifications recommended by the OCD to meet requirements for protection of groundwater.

All fluid and solids will be removed from the site and transported to an approved disposal well, or tested for contaminants and hauled to an approved disposal site.

Upon removal of all surface equipment, remediation and grading of the facility will be done in a manner reflecting its original condition.

VII. Description of Underground Facility:

Underground facilities are limited to brine well casing and piping constructed as shown on attachment. Drawing schematic labeled Exhibit "D" and described as follows:

DUNAWAY NO. 1

288' 9 5/8" 36 lb. outside casing cemented bottom to surface.

1064' 7" 23 lb. inside casing cemented bottom to surface.

1021' 2 7/8" 6.5 lb. Casing packer set and open ended at bottom.

DUNAWAY NO. 2

284' 9 5/8" 36 lb. outside casing cemented bottom to surface.

1231' 7" 23 lb. inside casing cemented bottom to surface.

1219' 2 7/8" 6.5 lb. Casing packer set and open ended at bottom.

General operation is to pump fresh water down the 2 7/8" tubing of well number 1 and produce brine water up the 2 7/8" tubing of well number 2. Periodically the flow is reversed, pumping the fresh water down the 2 7/8" tubing of well number 2 and producing the brine water up the 2 7/8" tubing of well number 1 to dissolve any particulate buildup in the tubing.

A casing / tubing annulus integrity test is conducted annually on the well. The annulus is pressured up to 300 psi. then shut in for 30 minutes with pressure recorded on a pressure chart. The OCD is notified prior to testing to witness the procedure. Brine water transfer piping is pressure tested to $\geq 125\%$ of operating pressure a minimum of once each five years to insure mechanical integrity.

See details of piping tests in Attachment Index of this plan labeled Exhibit "H".

Cavity configuration test is conducted as required by OCD office to determine the size and configuration of the mined cavity. The OCD will be consulted for approved testing procedure and notified of the time test is scheduled for witnessing purposes. A cavity configuration test in attachment section is labeled Exhibit "I".

The OCD office will be notified for approval prior to any Drilling, Deepening, or Plug Back Operations using Form C-101, and before remedial work such as altering or pulling casing, plugging, or abandonment by completing OCD Form C-103 "Sundry Notices and Reports on Wells".

VIII. Reporting and Clean Up of Spills:

Above ground piping and tanks are visually inspected for leaks by company personnel during each site visit. Upon the discovery of any leaks, spills, or failure of the well/salt cavity or piping integrity tests, the facility will be immediately shut down and the operator will notify the district supervisor. The district supervisor will notify SPLLC Operations by telephone at 1-800-392-3676. Repairs are to be made before operations may be resumed.

Minor Release (5 Bbls. to \leq 25 Bbls.)

For spills greater than 5 Bbls. and less than 25 Bbls. the Hobbs District Supervisor will file a written notice to New Mexico Oil Conservation Artesia District office at 811 S. 1st. Street, Artesia, New Mexico 88210 within 15 days of the spill using form C-141.

Major Releases (>25 Bbls.)

For spills greater than 25 Bbls., immediately verbal notification is required to the Artesia OCD District office at telephone number 505/748-1283 within 24 hours of discovery of the spill. Written notification is required within 15 days of spill using Form C-141 to the OCD Artesia District office at 811 S. 1st. Street, Artesia, New Mexico 88210 with a copy sent to the OCD Division Environmental Bureau Chief office at P. O. Box 2088, Santa Fe, New Mexico 8750-2088.

IX. Site Characteristics:

1. The Carlsbad brine facility is located in an area with very little elevation definition. Drainage patterns are shallow and not of the deep arroyo type.

The nearest surface water is located approximately 3,750 feet northeast of this facility. Brine volumes available at the Carlsbad facility are insufficient to reach the watercourse given the rainfall pattern and topography of this area.

2. Ground Water:

Ground water in this area is from the alluvium formation. This water is of poor quality, generally impotable (domestic water needs are served by Otis Water Users Cooperative). Within this area, the water is only used for livestock watering. Depth of this ground water ranges from 50 to 200 feet.

3. Hydrology:

Underground aquifers in this area are alluvium deposits. The ground water in these formations is generally impotable. Livestock and domestic supplies are generally available at depths ranging from 100 to 225 feet. Well logs indicate that rock at the base of the alluvium ranges from 250 to 300 feet.

4. Topography - Flood Potential:

Due to relatively small amount of precipitation in this area and the very shallow drainage patters, this area is not subject to flooding or dramatic run-off events. See Exhibit "A".

5. Geology:

The Carlsbad brine well is located west of the Pecos River and exhibits soils of the Reagan Series. See attached Exhibit "G" for description of area soil types.

The brine product is from the Salado formation. The series is of upper Permian Age, and extends across the Delaware Basin, Central Basin Platform, thins and pinches out on the eastern shelf. This series is predominately evaporates with successive layers of anhydrite, halite, polyhalite, and to the west, in the Carlsbad area, varying thicknesses of the potash rich sylvanite and langbeinite. Evaporates contain stringers of dolomite, shale, siltstone, and sandstone.

These evaporates were formed during recurrent retreats of shallow seas. The lowermost formation is the Castile and is chiefly anhydrite but contains some halite beds. The Salado overlies the Castile and ranges in thickness from 0 to 2,000 feet. The Rustler formation overlies the Salado, and varies in thickness from 90 to 360 feet, and consists chiefly of anhydrite, but includes red beds (shale) and salt.

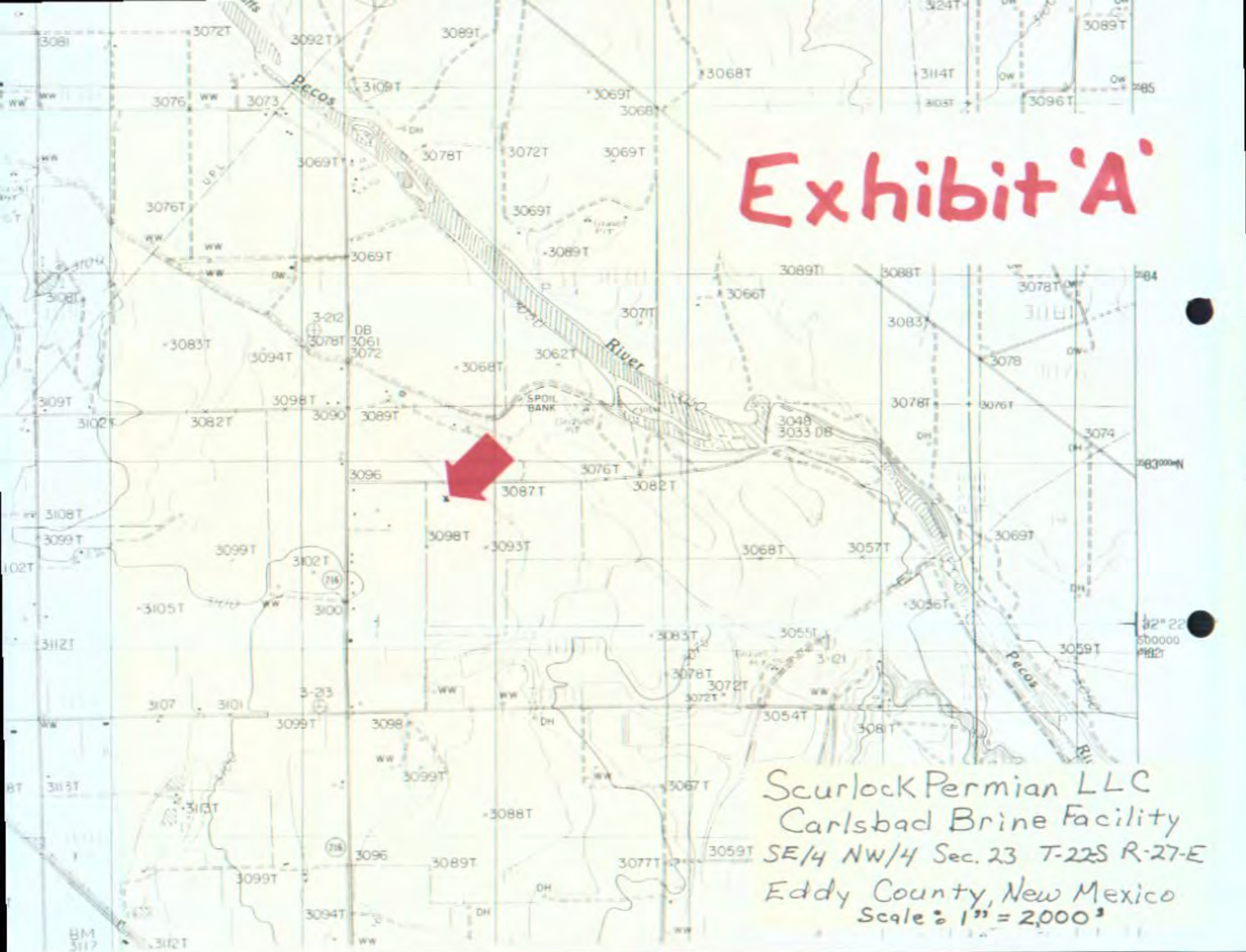
The Quaternary sediments in this area are in the form of alluvial deposits and dune sands. The alluvium was deposited in topographically low areas where the Ogallala formation had been stripped away.

Attachment Index

Exhibit A	Topographic Map
Exhibit B	Facility Plot Plan
Exhibit C	Ownership Map
Exhibit D	Wellbore Schematic
Exhibit E	Schematic of Facility
Exhibit F	Containment Liner Design & Specification
Exhibit G	Soil Types
Exhibit H	Piping Integrity Test 1995
*Exhibit I	Cavity Configuration Test 1999
Exhibit J	Road Location Map

*Note: Cavity Configuration Test 1999 will be scheduled at a time approved by the OCD and a copy of report furnished after completion of testing.

Exhibit 'A'



Scurlock Permian LLC
Carlsbad Brine Facility
SE/4 NW/4 Sec. 23 T-22S R-27-E
Eddy County, New Mexico
Scale: 1" = 2,000'

Cartsbad Brine Station (Plot Plan)

Scurlock Permian
ISF 10/94

Exhibit 'B'

Eddy County
New Mexico

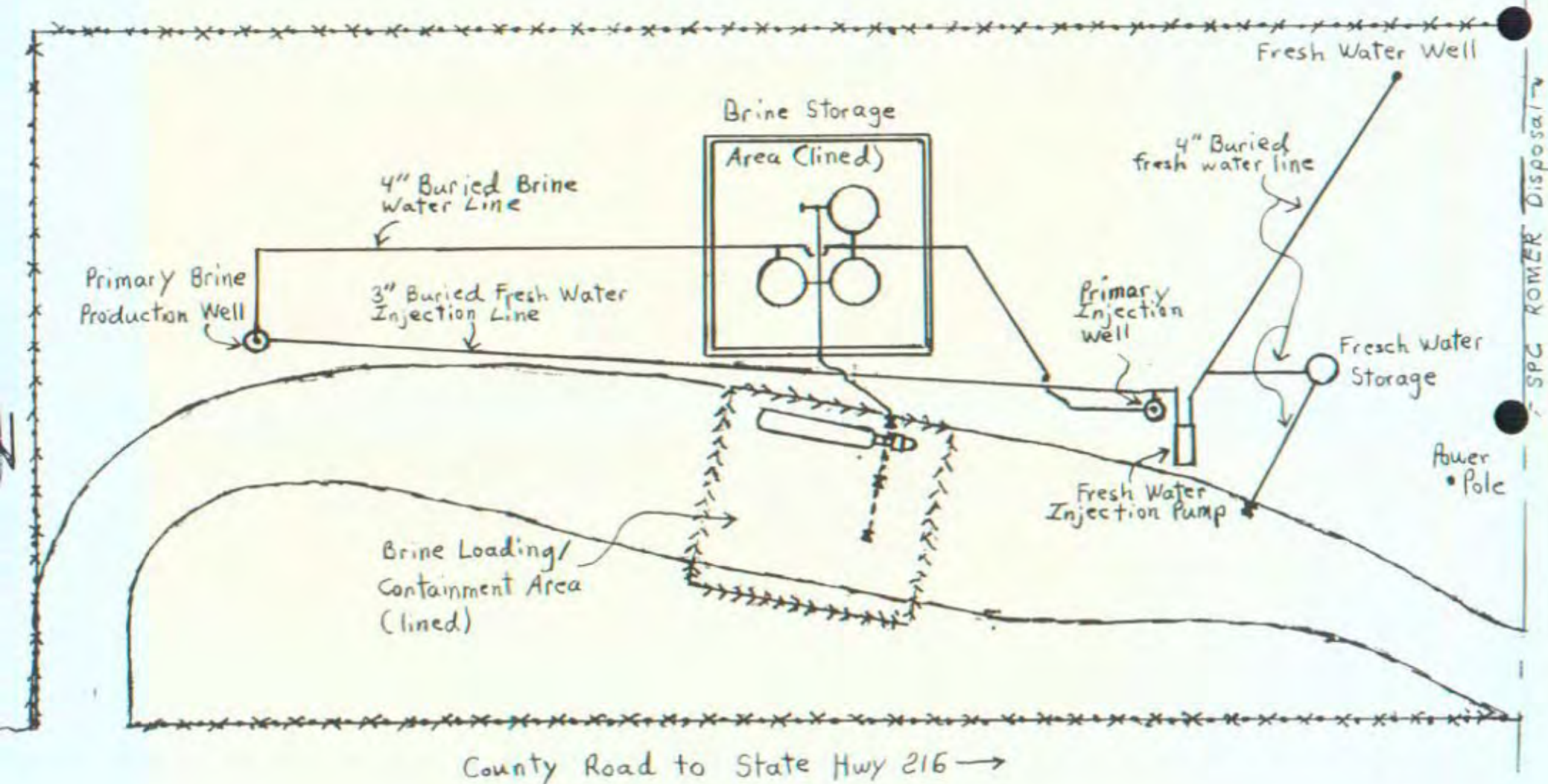
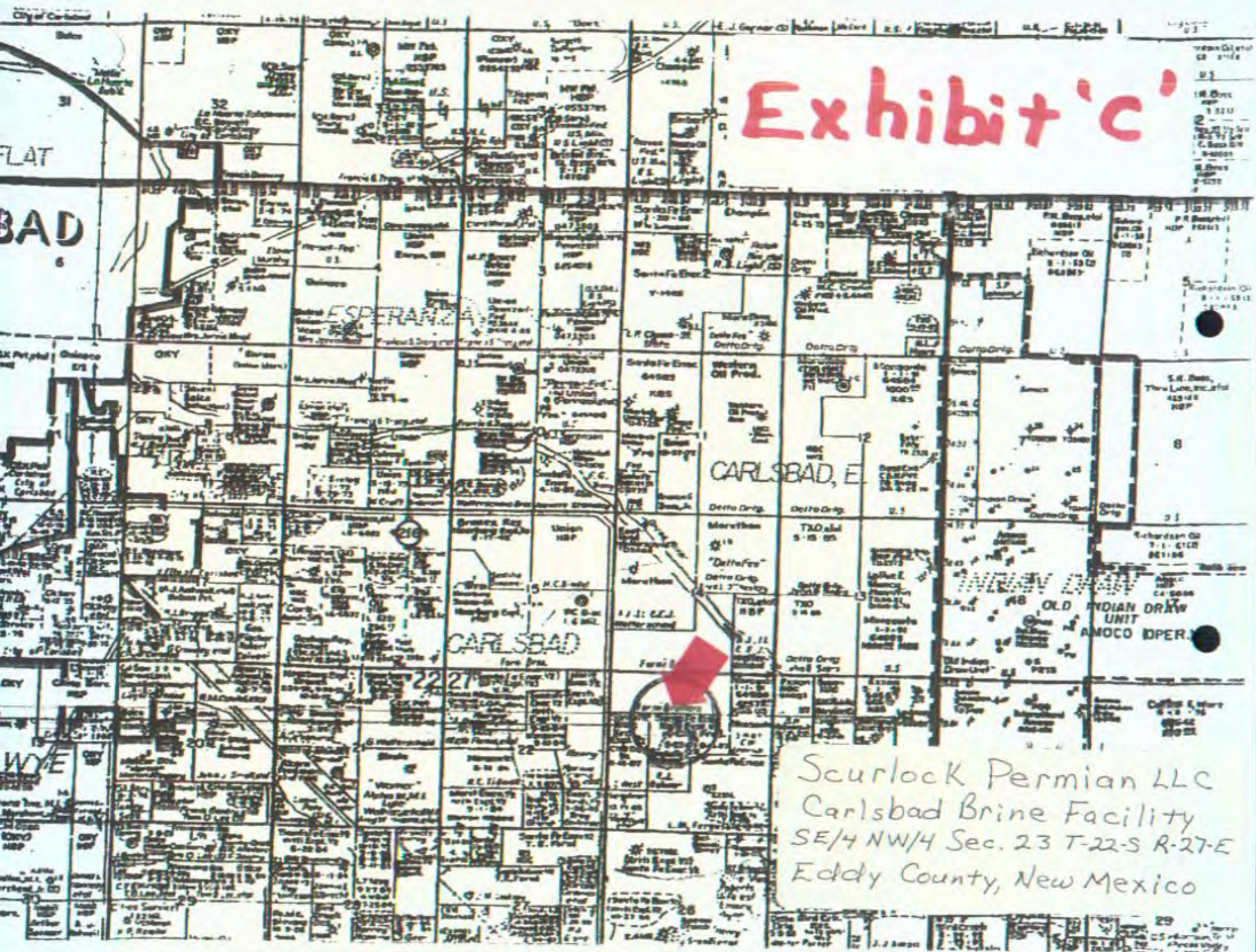


Exhibit 'c'



U42/0 (U4/51)

NO. 2 FRESH WATER INJ.

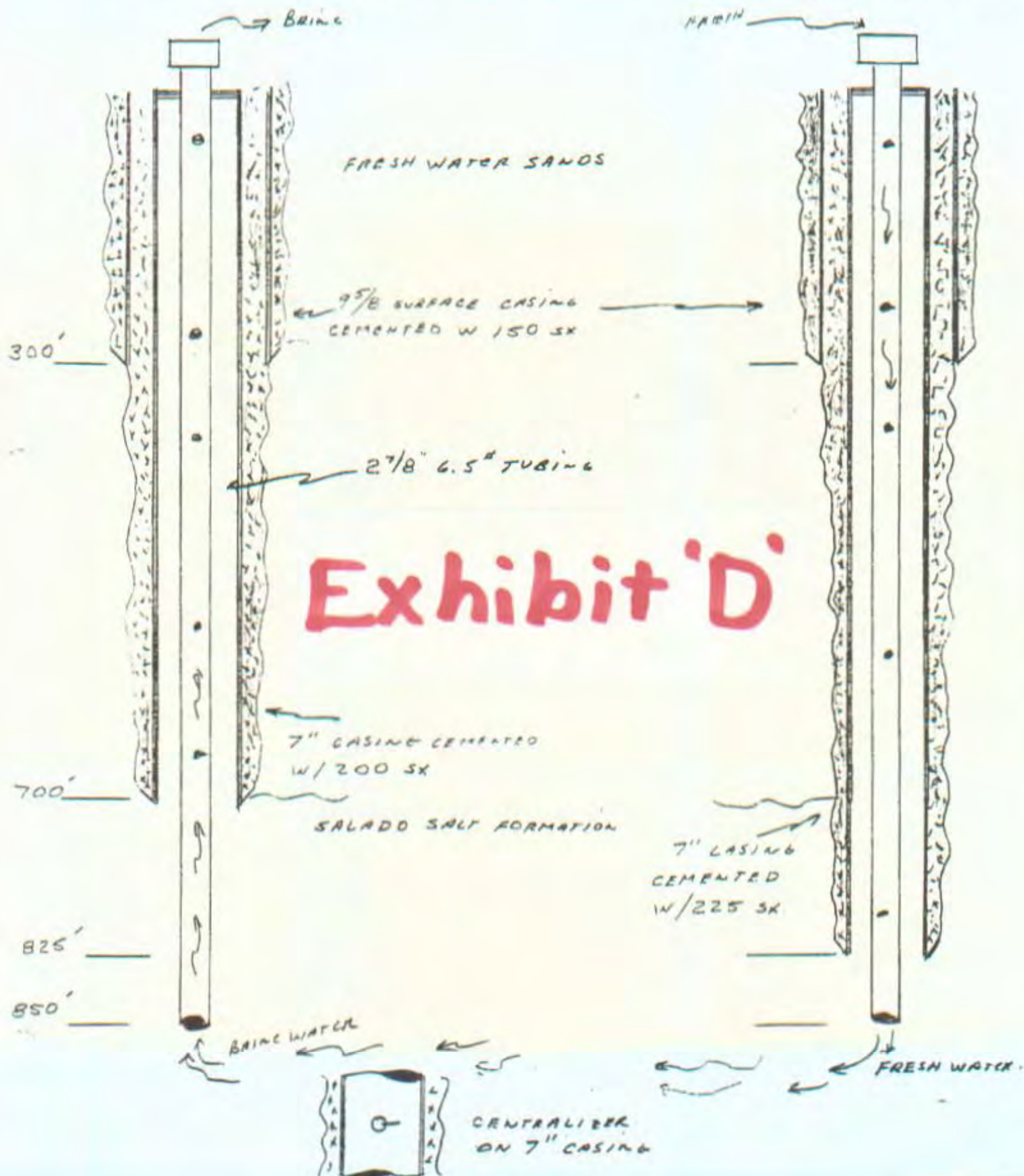
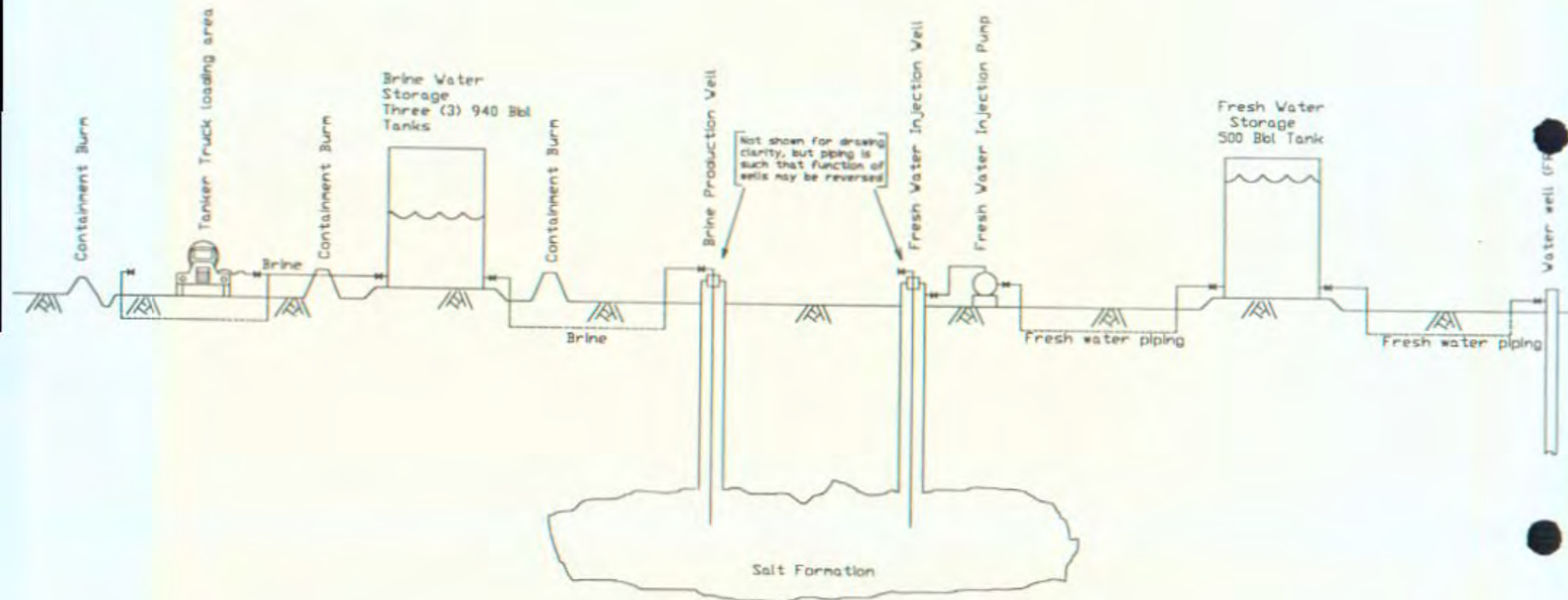


Exhibit 'E'

← FLOW



	PROCESS FLOW DIAGRAM	
SCURLOCK PERMIAN - CARLSBAD BRINE WELL/STATION		

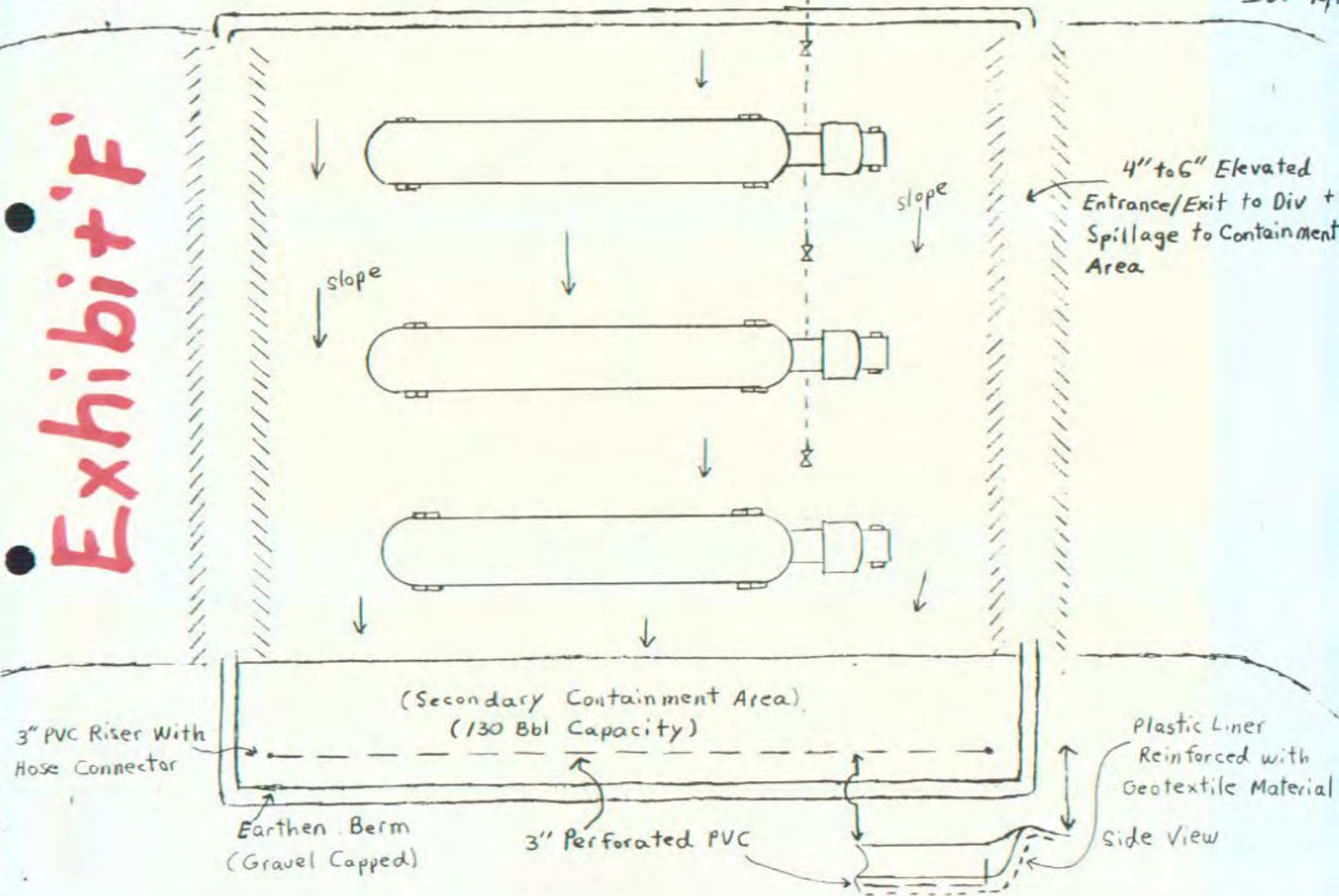
Scurlock Permian
Carlsbad Brine Station

Truck Loading/Containment Area
(PLAN VIEW)

Eddy County
New Mexico

ISF 10/9

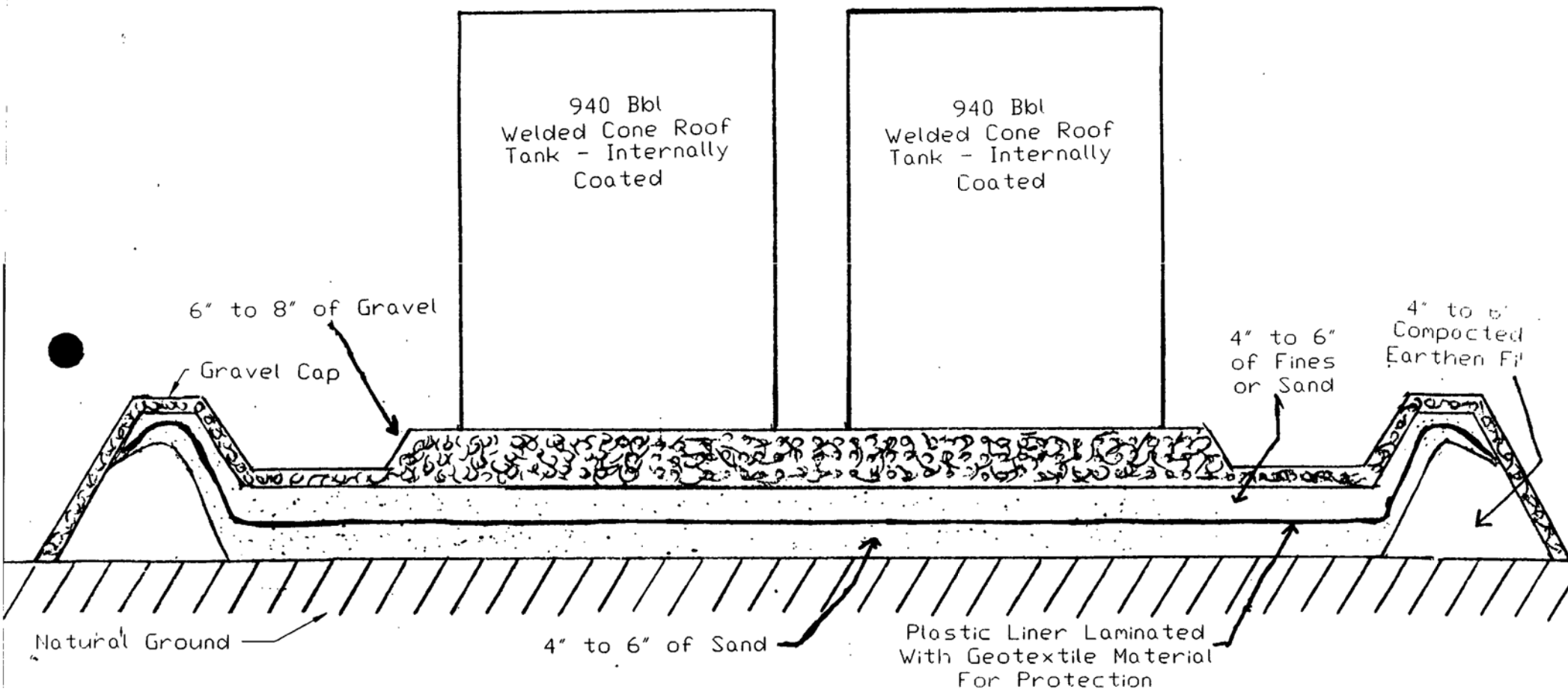
Exhibit F





Scurlock Permian Corp.			
SCALE		DRAWN BY:	
None			
Brine Station			
DATE	APPROVED BY:	SHT.	DRAWING NUMBER
		of	

Brine Storage Containment Area Specification Drawing
(Containment Area Sized For 133% Of Tank Storage Capacity)



CONTAINMENT LINER

SPECIFICATION DATA

PERMALON®

Reef Industries, Inc.
P.O. Box 750245
Houston, TX 77275-0245
Tel: (713) 484-6892
Toll Free: 1-800-231-2417
Fax: (713) 947-2053

I wanted to provide you with some weatherability information on our Permalon Ply X-210. This high density, cross-laminated poly is designed to be UV resistant by a state of the art stabilization system. When exposed to harsh weather conditions, including intense sun, X-210 should last in excess of five years. When buried, this material should last indefinitely. X-210 is chemically inert, non-leachable, and is resistant to root penetration, rodents and microbes (it is not a food source). Additionally, it meets ASTM D-3083 (Soil Burial). Ply X-210 is not prone to stress-cracking (ESC), thus, making a very good moisture and Radon barrier.

I hope this information will serve useful to you and please do not hesitate to call if you should have any questions.

Respectfully,

David Dewsnap
Chemist
Reef Industries, Inc.



Reef Industries, Inc.
"Since 1957"



Product Development Group

11/18/1993

Physical Properties of Geomembrane / Geotextile Composite

Material/Property	X1GPET45	X2GPET45
Basis Weight oz/yd ² ASTM D-3776	9.83	15.1
Thickness (mils/mm) ASTM D-2103	31/0.88	39/0.99
Tensile Strength (lb _f) ASTM D - 882 - 3 in. (MD/TD)	190/159	263/222
Tensile Elongation (%) ASTM D - 882 - 3 in. (MD/TD)	63/83	46/54
Grab Tensile Strength (lb _f) ASTM D - 4632 (MD/TD)	194/168	303/250
Grab Elongation (%) ASTM D - 4632 (MD/TD)	70/110	-
Trapezoid Tear Strength (lb _f) ASTM D - 4533 (MD/TD)	91/80	132/135
Puncture Resistance (lb _f) ASTM D - 4833	85	100
Puncture Elongation (in) ASTM D - 4833	0.66	0.63
Mullen Burst (lb _f) ASTM D - 3786	237	333
Puncture Prop. & Tear (lb _f) ASTM D - 2582 (MD/TD)	-	55/57
Dart Impact Strength (lb _{in}) ASTM D-1709	6.5	9.9

ASTM D - 882 : Tensile strength of thin plastic sheeting (less than 40 mils)

ASTM D - 4632: Breaking Load and Elongation of Geotextiles.

N.B. These are typical values and not be interpreted as specifications. (Average Roll Values will be presented on availability of sufficient data)

P.O. Box 750250 • Houston, Texas 77275-0250

Tel: (713) 943-0070 • U.S.A. Toll Free: 1-800-231-6074 • Canada Toll Free: 1-800-847-5616

Fax: (713) 943-8085

PERMALON®

Reef Industries, Inc.
P.O. Box 750245
Houston, TX 77275-0245
Tel: (713) 484-6892
Toll Free: 1-800-231-2417
Fax: (713) 947-2053

PERMALON® PLY X-210 SPECIFICATIONS

Permalon Ply X-210 is a four layer composite laminate of three layer co-extruded polyolefin film. The material is composed of twelve distinct layers and is oriented in the machine direction, the transverse direction and at a 45 degree angle to both. The polymer is compounded with copolymer impact modifiers and copolymers to improve the impact resistance along with typical properties.

Burial Properties

Physical Property	Initial Result	Post Burial Result	% Change
3" Tensile	128 pounds	126 pounds	-1.5%
3" Elongation	714%	730%	+2.2%
100% Modulus	86 pounds	87 pounds	+1.2%

The differences in the test results fall within the expected machine error for these test methods.

Permeability

The water vapor transmission specifications for the Ply X-210 are as follows:

Property	ASTM Method	Units	Value
WVTR	E-96	perms	0.046
WVTR	E-96	cm/s	8.9 E -10

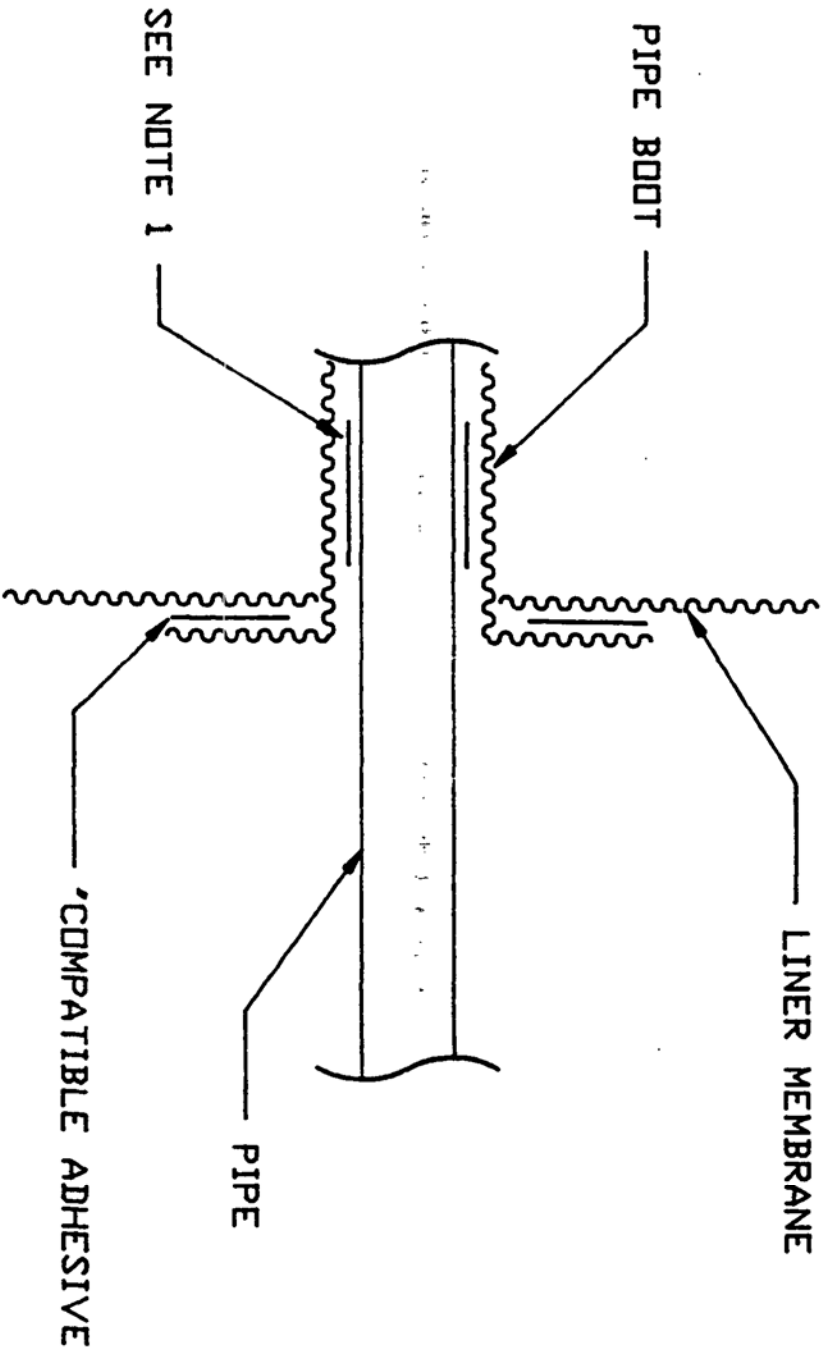


Reef Industries, Inc.



REEF
INDUSTRIES INC

PIPE INTRUSION THROUGH PERMALON LINER MEMBRANE



SPECIAL INSTRUCTIONS:

- 1) AFFIX PIPE BOOT TO PIPE USING ADHESIVE OR CLAMPS.
- 2) PLACE PIPE AND BOOT THROUGH LINER MEMBRANE.
- 3) AFFIX LINER MEMBRANE TO PIPE BOOT WITH ADHESIVE.
- 4) NOTE: PIPE BOOTS WILL BE FURNISHED BY MANUFACTURE
WHEN EXACT PIPE DIAMETER IS DETERMINED BY CONTRACTOR.

PAGE 1 of 5

R27E

(Joins sheet 18)



T22.5

Exhibit 'G'

(Joins sheet 21)

(Joins sheet 22)

Harkey Series

PAC 2 of 5

The Harkey series consists of deep, well-drained, strongly calcareous, moderately dark colored soils that developed in mixed alluvium. These soils occur on low terraces on flood plains of major streams. They are naturally free of salts, except in areas adjacent to Lake McMillan and the Pecos River. In these areas the water table is at a depth of less than 5 feet part of the year.

In cultivated areas, soils of the Harkey series typically have a surface layer of brown very fine sandy loam 9 inches thick. In uncultivated areas, this layer is slightly lighter colored and contains less organic matter. The next layer, to a depth of more than 50 inches, is brown loam or very fine sandy loam.

These soils are uneroded or only slightly eroded. They are moderately fertile and have a low content of organic matter. Permeability is moderate, and the water-holding capacity is high. Rainfall amounts to 10 to 14 inches annually, and the mean annual temperature is 60° to 64° F. The frost-free season is 210 to 220 days. Elevations range from 3,000 to 3,400 feet.

Harkey soils are used for irrigated crops, native pasture, and wildlife habitat. The vegetation consists mainly of black grama, blue grama, tobosa, and vine-mesquite.

In areas affected by salts and that have a fluctuating water table, the vegetation is mainly alkali sacaton, inland saltgrass, four-wing saltbush, and saltcedar.

Typical profile of Harkey very fine sandy loam, 150 feet northeast of the SW. corner of NW1/4, SE1/4, sec. 24, T. 22 S., R. 27 E.

- Ap—0 to 9 inches, brown (10YR 5/3) very fine sandy loam, dark brown (10YR 3/3) when moist; massive; slightly hard when dry, very friable when moist, nonsticky and nonplastic when wet; strongly calcareous; mildly alkaline; abrupt, wavy boundary.
- AC—9 to 14 inches, light-brown (7.5YR 6/4) very fine sandy loam, brown (7.5YR 4/4) when moist; very weak, coarse, prismatic structure to massive; slightly hard when dry, very friable when moist, nonsticky when wet; few, fine, prominent seams of lime; few fine crystals of gypsum or salts, these most abundant in plowpan; strongly calcareous; mildly alkaline; clear, smooth boundary.
- C1—14 to 30 inches, brown (7.5YR 5/4) very fine sandy loam, dark brown (7.5YR 4/4) when moist; very coarse, prismatic structure; soft when dry, very friable when moist, nonsticky when wet; few, fine, prominent seams of lime; few fine crystals of gypsum or salts; strongly calcareous; mildly alkaline; abrupt, wavy boundary.
- C2—30 to 37 inches, brown (7.5YR 5/4) loam, dark brown (7.5YR 4/4) when moist; massive; slightly hard when dry, friable when moist, nonsticky when wet; few, fine to medium, distinct mottles of lime; strongly calcareous; mildly alkaline; clear, smooth boundary.
- C3—37 to 51 inches, brown (7.5YR 5/4) loam, dark brown (7.5YR 4/4) when moist; massive; soft when dry, very friable when moist, nonsticky when wet; strongly calcareous; gradual, smooth boundary.
- C4—51 to 87 inches, brown (7.5YR 5/4) silt loam, dark brown (7.5YR 4/4) when moist; massive; slightly hard when dry, friable when moist; strongly calcareous; moderately alkaline.

The thickness of the Ap horizon ranges from 7 to 10 inches. The color ranges from 10YR to 7.5YR in hue, from 5 to 6 in value, and from 3 to 6 in chroma. The texture includes very fine sandy loam, loam, and sandy loam. The thickness of the AC horizon ranges from 5 to 13 inches. The color is lighter than that of the surface horizon. The texture is dominantly loam to light clay loam but includes very fine sandy loam. In places there are strata, generally less than 6 inches thick, of material ranging from sandy loam to light sandy clay loam. A few coarse fragments occur in some profiles.

Harkey soils are associated with Anthony and Arno soils and with the gray variant of Pima soils.

Harkey sandy loam, 0 to 1 percent slopes (Ho).—Except for the texture of the surface layer, this soil has a profile similar to that described as typical of the series. It occurs on low terraces along the Pecos River, mainly in the Carlsbad area. Included in mapping were areas of Anthony sandy loam, 0 to 1 percent slopes, which make up less than 5 percent of the acreage, and a small area of Harkey sandy loam, 1 to 3 percent slopes.

This soil is less productive than Harkey very fine sandy loam, 0 to 1 percent slopes. It is subject to moderate wind and water erosion, and careful management of both soil and irrigation water is needed. The water-holding capacity is moderate in the surface layer, but it is high in the subsoil and substratum. The water-intake rate is moderately rapid.

This soil is used for irrigated crops, native pasture, and wildlife habitat. (Irrigated capability unit IIe-4; dryland capability unit VIIe-2; Sandy range site)

Harkey very fine sandy loam, 0 to 1 percent slopes (Hk).—This soil has the profile described as typical of the series. It occurs on low terraces of the Pecos, Penasco, and Black Rivers. Included in mapping were areas of Anthony and Arno soils and of Pima clay loam, gray variant, 0 to 1 percent slopes. The included areas make up less than 5 percent of the acreage.

This soil is used for irrigated crops, native pasture, and wildlife habitat. It is suited to all the crops grown in the Area. (Irrigated capability unit IIs-2; dryland capability unit VIIs-4; Loamy range site)

PAGE 3 of 5

Reagan Series

The Reagan series consists of deep, well-drained, moderately dark colored, calcareous loams that developed in old alluvium derived from calcareous, sedimentary rocks of the uplands. These soils occur on plains west of the Pecos River. They are nearly level to gently sloping.

Soils of the Reagan series typically have a surface layer of brown loam about 8 inches thick. Light-brown loam and heavy loam, about 24 inches thick, underlies the surface layer. The next layers, which extend to a depth of more than 60 inches, are enriched with calcium carbonate.

These soils are uneroded or only slightly eroded. They are moderately fertile. Runoff is slow. Permeability is moderate, and the water-holding capacity is high. The organic-matter content is low. In most places roots are not restricted, but in some places caliche or gypsum occurs below a depth of 4 feet. Rainfall amounts to 10 to 14 inches annually, and the mean annual temperature is 60° to 64° F. The frost-free season is 200 to 220 days. Elevations range from 3,000 to 4,400 feet.

Reagan soils are used for irrigated crops, native pasture, and wildlife habitat. These are among the most productive irrigated soils in the Area. The vegetation consists mainly of black grama, blue grama, side-oats grama, vine-mesquite, tobosa, burrograss, broom snake-weed, and mesquite.

Typical profile of Reagan loam, NW $\frac{1}{4}$, NW $\frac{1}{4}$, sec. 27, T. 22 S., R. 27 E.

A₀-0 to 8 inches, brown (10YR 6/3); loam, dark brown (10YR 4/3) when moist; massive; slightly hard when dry, friable when moist, slightly sticky when wet; abundant very fine and fine roots; many very fine and fine pores; strongly calcareous; mildly alkaline; abrupt, smooth boundary.

C₁-8 to 19 inches, light-brown (7.5YR 6/3) loam, dark brown (7.5YR 4/3) when moist; weak, fine, sub-angular blocky structure; slightly hard when dry, friable when moist, slightly sticky when wet; abundant very fine and fine roots; many very fine and fine pores; few, fine, prominent seams of lime;

very strongly calcareous; mildly alkaline; gradual boundary.

C₂-19 to 32 inches, light-brown (7.5YR 6/3) heavy loam, brown (7.5YR 4/4) when moist; weak, fine, sub-angular blocky structure; slightly hard when dry, friable when moist, slightly sticky when wet; plentiful very fine and fine roots; common very fine and fine pores; few, medium, prominent, soft concretions of lime; very strongly calcareous; mildly alkaline; gradual boundary.

C_{3ca}-32 to 44 inches, light-brown (7.5YR 6/3) light clay loam, brown (7.5YR 5/4) when moist; massive; hard when dry, friable when moist, slightly sticky when wet; plentiful very fine and fine roots; common very fine and fine pores; many, medium, faint mottlings of lime; very strongly calcareous; moderately alkaline; clear boundary.

C_{4ca}-44 to 54 inches, light-brown (7.5YR 6/3) light clay loam, brown (7.5YR 5/4) when moist; massive; slightly hard when dry, friable when moist, slightly sticky when wet; few very fine and fine roots; common very fine and fine pores; distinct mottlings of lime; very strongly calcareous; moderately alkaline; clear boundary.

C_{5ca}-54 to 67 inches, light-brown (7.5YR 6/3) light clay loam, brown (7.5YR 5/4) when moist; massive; slightly hard when dry, friable when moist, slightly sticky when wet; few very fine and fine roots; common very fine and fine pores; distinct mottlings of lime; very strongly calcareous; moderately alkaline; gradual boundary.

C₆-67 to 82 inches, light-brown (7.5YR 6/3) heavy loam, brown (7.5YR 4/4) when moist; weak, fine, sub-angular blocky structure; slightly hard when dry, friable when moist, slightly sticky when wet; common very fine and fine pores; very strongly calcareous; moderately alkaline.

The thickness of the A horizon ranges from 6 to 12 inches. The color ranges from 10YR to 7.5YR in hue, from 5 to 6 in value, and from 2 to 3 in chroma. The texture is loam, silt loam, or light clay loam. The C₁ horizon is as much as 13 inches thick, but it does not occur in all profiles. The color is as much as one unit higher in value and chroma. The texture is loam or light clay loam. The C₂ horizon is as much as 14 inches thick, but it does not occur in all profiles. The color and texture are similar to those of the C₁ horizon. The C_{3ca} horizon extends to a depth of 40 to 60 inches or more below the surface. The color ranges from 10YR to 7.5YR in hue, from 6 to 7 in value, and from 3 to 4 in chroma. The texture ranges from loam to light clay loam. Gypsiferous earths or soft caliche occurs below a depth of 48 inches in some places.

Reagan soils are associated with Upton, Atoka, and Pima soils.

Reagan loam, 0 to 1 percent slopes (Rc).—This soil has the profile described as typical of the series. It occurs on plains west of the Pecos River in the irrigated areas near Artesia and Carlsbad. Included in mapping were small areas of Reagan loam, saline, 0 to 1 percent slopes, where water from canals seeps into the gypsiferous substratum. Also included were small areas of Upton gravelly loam, 0 to 3 percent slopes, which occur on ridges. The included areas make up less than 5 percent of the acreage.

This soil is susceptible to wind erosion, especially when the seedbed is being prepared and the soil is bare. Seedling damage caused by high winds is common.

This soil is used mainly for irrigated crops and wildlife habitat. It is among the most productive of the irrigated soils, and in most places it has been bench leveled to grades of 0.2 to 0.3 percent. Colton (fig. 15) and most other crops grown in the Area are suitable. Pecan trees need more than 48 inches of unrestricted rooting zone, and, although the effective rooting zone

extends beyond this depth in most places, care should be taken to select areas of deep soils for pecans. A small acreage of this soil is used for native pasture. (Irrigated capability unit II_s-2; dryland capability unit VI_s-4; Loamy range site)

Upton Series

The Upton series consists of moderately dark colored, calcareous, gravelly soils that developed in old alluvium derived from calcareous sedimentary rocks. These soils are very shallow to shallow over caliche and cemented gravel. They occur on upland plains between the Pecos River and the mountains and hills of the western part of the survey area. They are nearly level to sloping.

Soils of the Upton series typically have a surface layer of grayish-brown gravelly loam about 3 inches thick. The next layer, about 6 inches thick, is brown gravelly loam. Fractured, platy, indurated caliche is at a depth of about 9 inches.

These soils are uneroded or only slightly eroded. Run-off is slow to medium. Permeability is moderate. The water-holding capacity is low to very low, and the soils are droughty. Rainfall amounts to 10 to 14 inches annually, and the mean annual temperature is 60° to 64° F. The frost-free season is 200 to 217 days. Elevations range from 8,000 to 4,400 feet.

Upton soils are used principally for native pasture and wildlife habitat. A small acreage is used for irrigated crops. The vegetation consists mainly of black grama, side-oats grama, blue grama, hairy grama, creosotebush, tarbush, burrograss, broom snakeweed, and mesquite. Good management is needed to maintain a cover of desirable forage and to control erosion. Revegetation is difficult because temperatures are high and rainfall is un dependable. Surface water is lacking.

Typical profile of Upton gravelly loam, 2,160 feet east and 1,650 feet south of the NW. corner of sec. 15, T. 24 S., R. 26 E.

A1—0 to 3 inches, grayish-brown (10YR 5/2) gravelly loam, dark grayish brown (10YR 4/2) when moist; weak, medium, granular structure; slightly hard when dry, friable when moist, slightly sticky and slightly plastic when wet; common very fine and fine pores; strongly calcareous; mildly alkaline; abrupt, wavy boundary.

C1—3 to 9 inches, brown (10YR 5/3) gravelly loam, dark brown to brown (10YR 4/3) when moist; massive; slightly hard when dry, friable when moist, slightly sticky and slightly plastic when wet; common very fine and fine pores; strongly calcareous; mildly alkaline; abrupt boundary.

C2cam—9 inches, fractured, platy, indurated caliche and cemented gravel; upper part of the horizon is laminar.

The A1 horizon ranges from 1 to 4 inches in thickness. The color ranges from 10YR to 7.5YR in hue, from 5 to 7 in value, and from 2 to 4 in chroma. The C1 horizon ranges

NEW MEXICO

41

from 1 to 9 inches in thickness. The color ranges from 10YR to 7.5YR in hue, from 5 to 6 in value, and from 2 to 4 in chroma. The depth to caliche ranges from 2 to 20 inches.

Upton soils are associated with Atoka, Reagan, and Simona soils.

Upton gravelly loam, 0 to 9 percent slopes (UG, Uo).— This soil has the profile (fig. 17) described as typical of the series. It occurs as whalebacks, or elongated areas with rounded crests. The areas are west of the Pecos River on broad plains and in valleys, and east and west of the River, from Carlsbad southward to the Texas State line. Included in mapping were small areas of Upton soils 0 to 1 percent slopes; Upton soils, 1 to 3 percent slopes; Atoka loam, 0 to 1 percent slopes; Atoka loam, 1 to 3 percent slopes; and Reagan loam, 0 to 1 percent slopes. The included areas make up less than 15 percent of the acreage.

Some of the acreage was mapped at high intensity, and some at low intensity. Most of the acreage is in the low-intensity survey. The principal difference between the soils mapped at the two intensities is the size of the individual areas and the kinds of included soils. In the low-intensity survey, the areas are generally large; some are as much as several hundred acres in size. In the high-intensity survey, most areas are 5 to 50 acres in size. The included areas of Atoka loam and Reagan loam are more extensive in the low-intensity survey.

This soil is used for native pasture. Roots are restricted by shallowness over hard caliche. Fertility is low. (Dry-land capability unit VIIIs-1; Shallow range site)

** 9804

PAGE 5 of 5.

Atoka loam, 0 to 1 percent slopes (Ae).—This soil has the profile described as typical of the Atoka series. It occurs in broad swales on the plains west of the Pecos River near Artesia and Carlsbad. Included in mapping were areas of Reagan and Upton soils, which make up less than 5 percent of the acreage. Also included were areas of Atoka fine sandy loam.

This soil is used for irrigated crops and native pasture. It is fertile, but the underlying caliche and the moderate water-holding capacity limit the growth of deep-rooted crops. It can be used for shallow-rooted crops. (Irrigated capability unit IIIs-14; dryland capability unit VI-5; Loamy range site)

Atoka Series

The Atoka series consists of well-drained, moderately dark colored, level to gently sloping soils that developed in moderately deep old alluvium derived from calcareous sedimentary rocks. These soils (fig. 10) occur on uplands along the Pecos River in the general area of Artesia and Carlsbad. They are loamy and calcareous.

Soils of the Atoka series typically have a surface layer of grayish-brown to brown loam about 8 inches thick. The next layer, about 15 inches thick, consists of brown

to dark-brown loam. A layer, about 10 inches thick, that is enriched with calcium carbonate rests on fractured, indurated caliche at a depth below 33 inches.

These soils are uneroded or only slightly eroded. The natural fertility is moderate, and the organic-matter content is low. Permeability is moderate, and the water-holding capacity is moderate. Rainfall amounts to 10 to 14 inches annually, and the mean annual temperature ranges from 60° to 64° F. The frost-free season is 210 to 220 days. Elevations range from 3,050 to 4,300 feet.

Atoka soils are used for irrigated crops and native pasture. The vegetation consists of black grama, blue grama, tobosa, side-oats grama, bush muhly, and vine-mesquite.

Typical profile of Atoka loam, 0 to 1 percent slopes, NE $\frac{1}{4}$, NW $\frac{1}{4}$, SW $\frac{1}{4}$, NE $\frac{1}{4}$ sec. 4, T. 23 S., R. 27 E.

A11—0 to 2 inches, grayish-brown (10YR 5/2) very fine sandy loam, dark brown (10YR 3/3) when moist; moderate, thin and very thin, platy structure; soft when dry, friable when moist, nonsticky when wet; common very fine and fine pores; abundant fine and medium roots; strongly calcareous; mildly alkaline; abrupt, smooth boundary.

A12—2 to 8 inches, brown (10YR 5/3) loam, dark brown (10YR 4/3) when moist; weak, coarse, subangular blocky structure; hard when dry, friable when moist; slightly sticky when wet; abundant worm casts; common very fine and fine pores; abundant fine and medium roots; strongly calcareous; mildly alkaline; gradual, smooth boundary.

A1C—8 to 15 inches, brown (10YR 5/3) loam, dark brown (10YR 4/3) when moist; weak, coarse, subangular blocky structure; slightly hard when dry, friable when moist, slightly sticky when wet; abundant worm casts; common very fine and fine pores; plentiful very fine and fine roots; few seams of lime; strongly calcareous; mildly alkaline; gradual, smooth boundary.

C1—15 to 23 inches, dark-brown (10YR 4/3) loam, dark brown (7.5YR 4/4) when moist; very weak, coarse, subangular blocky structure; slightly hard when dry, friable when moist, slightly sticky when wet; abundant worm casts; common very fine and fine pores; plentiful very fine and fine roots; few seams of lime; strongly calcareous; mildly alkaline; clear, smooth boundary.

C2ca—23 to 33 inches, light yellowish-brown (10YR 6/4) loam, yellowish brown (10YR 5/4) when moist; very weak, coarse, subangular blocky structure; slightly hard when dry, friable when moist, slightly sticky when wet; common, fine to medium, white (10YR 8/2) lime concretions, very pale brown (10YR 8/3) when moist; common very fine and fine pores; few very fine roots; strongly calcareous; mildly alkaline; abrupt, wavy boundary.

C3cam—33 inches, fractured, indurated, gravelly caliche.

The A horizon ranges from 4 to 8 inches in thickness. Its texture is very fine sandy loam, loam, or fine sandy loam. The color of the A horizon ranges from 10YR to 7.5YR in hue, from 5 to 6 in value, and from 2 to 3 in chroma. The C2ca horizon ranges from 9 to 23 inches in thickness. Its texture is generally loam to light clay loam, but in places it is silty clay loam. The depth to indurated caliche or strongly cemented gravel ranges from 20 to 36 inches.

Atoka soils are associated with soils of the Upton and Reagan series.

Pressure Test
Brine Water Discharge line
Carlsbad Brine Station
well heads to Tanks.

4/27/95 Jfb.

Time	Ambient Temp	Pressure	Ambient conditions
11:30 A.M.	75. -	75.5 PSIG	Clear Sunny
12:00 A.M.		72.0 PSIG	Clear Sunny
1:00 P.M.	59°F	69.0 PSIG	Overcast
1:30 P.M.	63°F	68.0 PSIG	Overcast
2:00 P.M.	63°F	67.0 PSIG	Overcast
2:30 P.M.	63°F	66.5 PSIG	Overcast
3:00 P.M.	63°F	66.0 PSIG	Overcast
3:30 P.M.	65°F	65.5 PSIG	Overcast
4:00 P.M.		65.0 PSIG	Overcast.

Exhibit 'H'

SPLLC CARLSBAD BRINE FACILITY

Exhibit 'J'



Mag 14.00

Tue Aug 31 14:35 1999

Scale 1:50,000 (at center)

5000 Feet

1000 Meters

- | | | | |
|--|-------------------|--|--------------------|
| | Local Road | | Geographic Feature |
| | Walkway/Stairway | | Locale |
| | US Highway | | City |
| | Major Connector | | Land |
| | State Route | | Water |
| | Utility/Pipe | | River/Canal |
| | Railroad | | Intermittent River |
| | Point of Interest | | |



State of New Mexico
ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT
Santa Fe, New Mexico 87505

STATE OF
NEW MEXICO
OIL
CONSERVATION
DIVISION

MEMORANDUM OF MEETING OR CONVERSATION

<input checked="" type="checkbox"/> Telephone <input type="checkbox"/> Personal	Time 930	Date 4/3/97
---	----------	-------------

Originating Party

Other Parties

Richard Powell - NMED Surface Water 827-2798 Bill Olson - Envir. Bureau

Subject

Scarlock Permian Carlsbad Facility

Discussion

Report to him from Rowland Trading that oil on adjacent Scarlock Permian Facility runs onto or washes onto Rowland's Facility during runoff events.

NMED working on NPDES Stormwater Permit from Rowland Facilities located 1-2 miles east of Carlsbad on Hobbs/Carlsbad Hwy.

Conclusions or Agreements

Distribution

Signed

Bill Olson



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

BRUCE KING
GOVERNOR

2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

December 7, 1994

CERTIFIED MAIL
RETURN RECEIPT NO. Z-765-962-841

Bobbye Dene Rogers
P.O. Box 3187
Carlsbad, NM 88221-3187


RE: Liquid Hauling on Calvani Road, Eddy County, NM

Dear Bobbye Dene Rogers:

Your concerns regarding the hauling of liquids near your home has been investigated with the following conclusions. In the vicinity of your home Scurlock Permian operates one deep disposal well for produced water and two shallow wells for the recovery of brine water used for drilling purposes and is therefore very active in your area. All three wells have been properly permitted through the New Mexico Oil Conservation Division (OCD). As part of the permitting process, they are required to report their activities and perform certain tests in order to protect water resources. Scurlock Permian has stated that they use the most comprehensive safety measures possible to insure no contamination will occur. Also, the (OCD) conducts routine inspections to verify the integrity of the wells and the facilities.

Thank you for your letter regarding this matter. Should you have any other questions or concerns please feel free to call me at (505) 827-7155.

Sincerely,


Roger Anderson
Environmental Bureau Chief

PS Form 3800, March 1993

Sent to	
Street and No.	
P.O., State and ZIP Code	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	


**Receipt for
Certified Mail**
No Insurance Coverage Provided
Do not use for International Mail
(See Reverse).

Z 765 962 841

Oil Conservation Division
RECEIVED

34 DE 8
Energy and Minerals Department
Oil and Gas Conservation Division
P. O. Box 2088
Santa Fe, N.M. 87504

GENTLEMEN:

I have been watching many loads of some kind of water or other liquid be hauled by my home on Calvani Road in Eddy County New Mexico. Spurlock-Permian trucks haul the majority of this material. However, other trucks haul as well.

I am concerned that this type of material will affect our water for household, crops and cattle.

I am not exactly sure where this matter is going into what dry hole, but I think the Pecos River runs below this area.

Please check this out, I do not ordinarily put my nose in this type of thing, however we have irrigated crop land and water is a very important thing to us.

Sincerely,

Bobbie Dene Rogers

Bobbie Dene Rogers
P. O. Box 3187
Carlsbad, N.M. 88221-3187
December 1, 1994

cc--Environmental Eval. Group Carlsbad, N.M.
Geological Survey, Carlsbad, N.M.

*No phone listing
in information
unable to contact
12/7/94*



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

April 28, 1998

CERTIFIED MAIL
RETURN RECEIPT NO. P-288-259-060

Mr. James C. Ephraim II
Scurlock Permian Corporation
P.O. Box 4648
Houston, Texas 77210-4648

RE: Quarterly Reports
Saline #1 Brine Station (BW-012) and Carlsbad Brine Station (BW-027)

Dear Mr. Ephraim:

As a condition of discharge plan approval, all brine facilities are required to submit quarterly reports listing, by month, the volumes of fluids injected and produced. The New Mexico Oil Conservation Division had not received any quarterly reports for the above mentioned brine facilities. Please update all delinquent quarterly reports by June 29, 1998.

If Scurlock Permian has any questions, please contact me at (505) 827-7155.

Sincerely,

A handwritten signature in cursive script, appearing to read "Mark Ashley".

Mark Ashley
Geologist

xc: OCD Hobbs Office
OCD Artesia Office



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

September 21, 1994

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Mr. Owen Mobley
Scurlock Permian Corporation
P.O. Box 4648
Houston, TX 77210-4648

Re: Discharge Plan BW-024⁰²⁷
Carlsbad Brine Station
Eddy County, New Mexico

Dear Mr. Mobley:

As a result of the public notice pursuant to section 3-108 of the New Mexico Water Quality Control Commission Regulations, the U.S. Fish and Wildlife Service has reviewed your discharge plan application. Enclosed is a copy of their comments and recommendations for your review and consideration. Please review and respond appropriately to their recommendations and the potential for direct and indirect impacts to the federally listed species.

Thank you for your attention to this matter. If you have any questions, please call Roger Anderson at (505) 827-5812.

Sincerely,

Mark Ashley
Environmental Geologist

MWA/mwa
Attachments

xc: OCD Artesia Office



333 Clay
P.O. Box 4648
Houston, Texas 77210-4648

OIL CONSERVATION DIVISION
RECEIVED
(713) 646-4100
OCT 21 1994 8 52

October 21, 1994

State of New Mexico
Oil Conservation Division
310 Old Santa Fe Trail
P. O. Box 2088
State Land Office Building
Santa Fe, N.M. 87501

Attn: William J. LeMay

Reference: Discharge Plan BW-020⁰²⁷
Carlsbad Brine Station

Dear Mr. LeMay:

Attached for your reference are pre construction drawings, which are specifically related to the secondary liner and containment systems for the brine storage and loading areas of subject facility. Drawings and Specifications attached are:

- . General Station Layout
- . Brine Storage Containment Area
- . Truck Loading and Containment Area (Cross Section)
- . Truck Loading and Containment Area (Plan View)
- . Containment Liner Specifications (4 pages)

Please review and advise should you have any questions.

Sincerely,

Jim Fleetwood
Jim Fleetwood
Project Engineer

:jlw
Attachments

c: State of New Mexico
Oil Conservation Division
District II
P. O. Drawer DD
Artesia, N.M. 88211-0719
Attn: Mark Ashley

SE Rogers
FM Mitchell/AFE 487032
JT Willingham

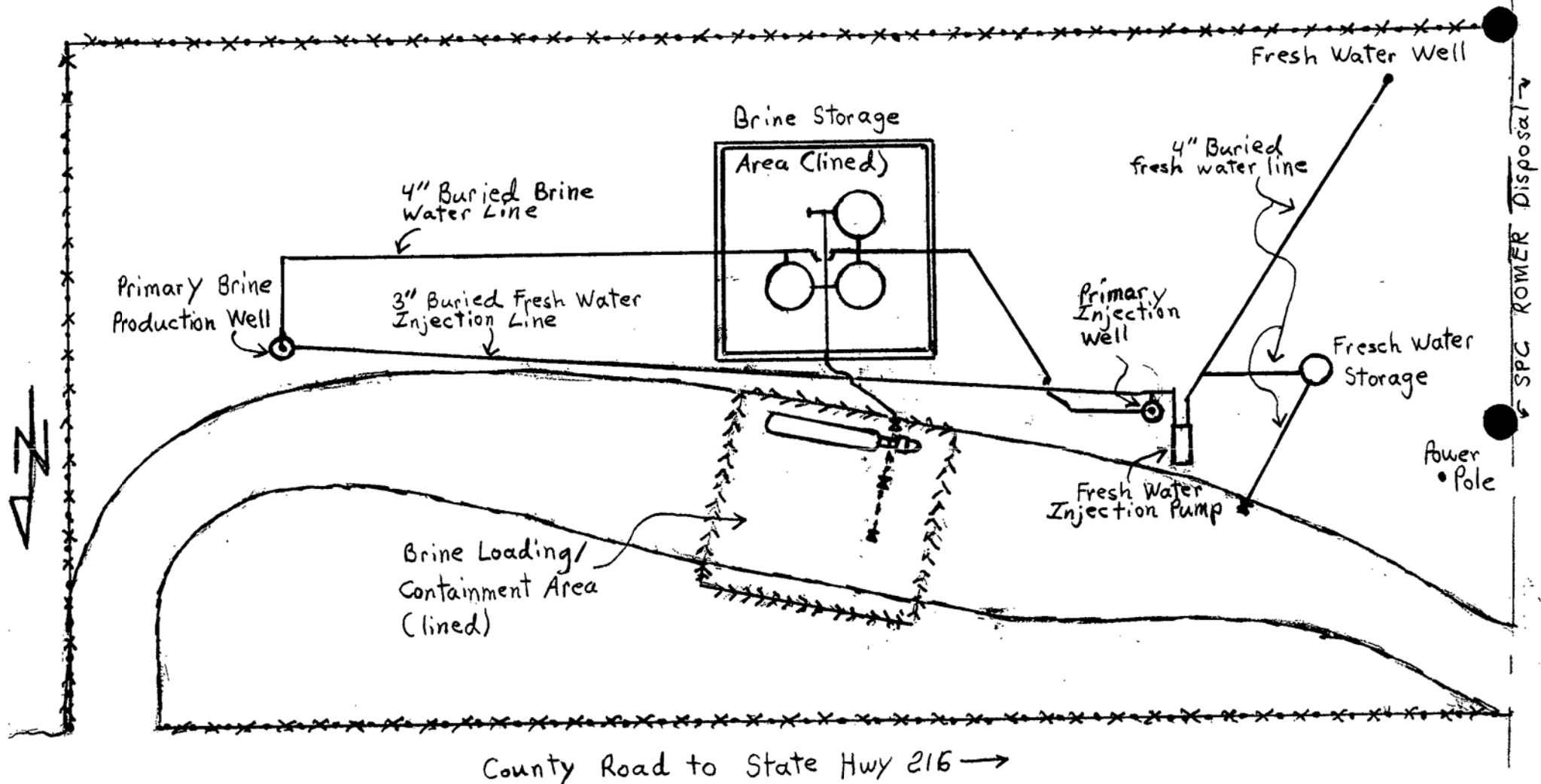


SUBSIDIARY OF ASHLAND OIL, INC.

Cartsbad Brine Station (Plot Plan)

Scurlock Permian
ISF 10/94

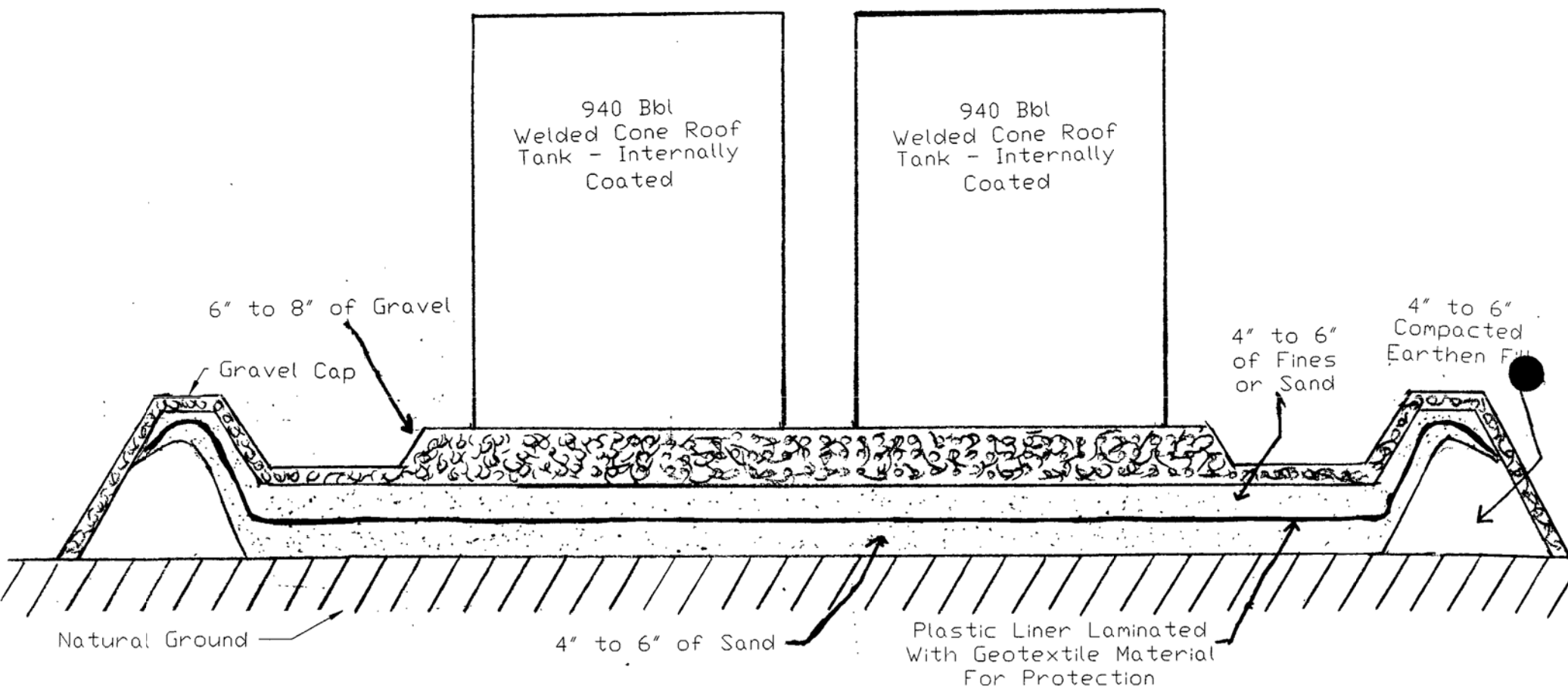
Eddy County
New Mexico





Scurlock Permian Corp.			
SCALE		DRAWN BY:	
None			
Brine Station			
DATE	APPROVED BY:	SHT.	DRAWING NUMBER
		of	

Brine Storage Containment Area Specification Drawing
(Containment Area Sized For 133% Of Tank Storage Capacity)



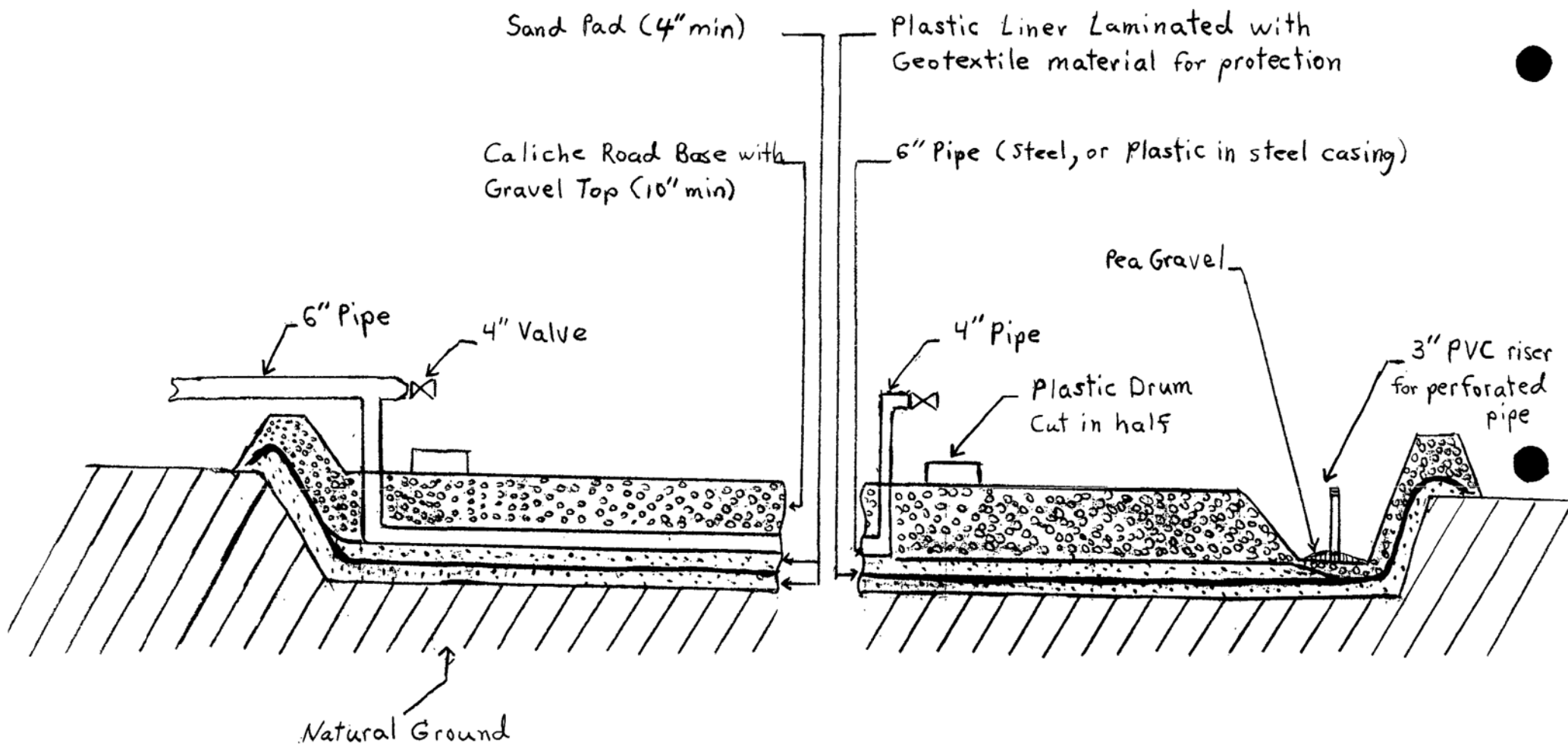
Truck Loading / Containment Area

(Cross Sectional View)

Scurlock Permian
Carlsbad Brine Station

Eddy County
New Mexico

IJF 10/94

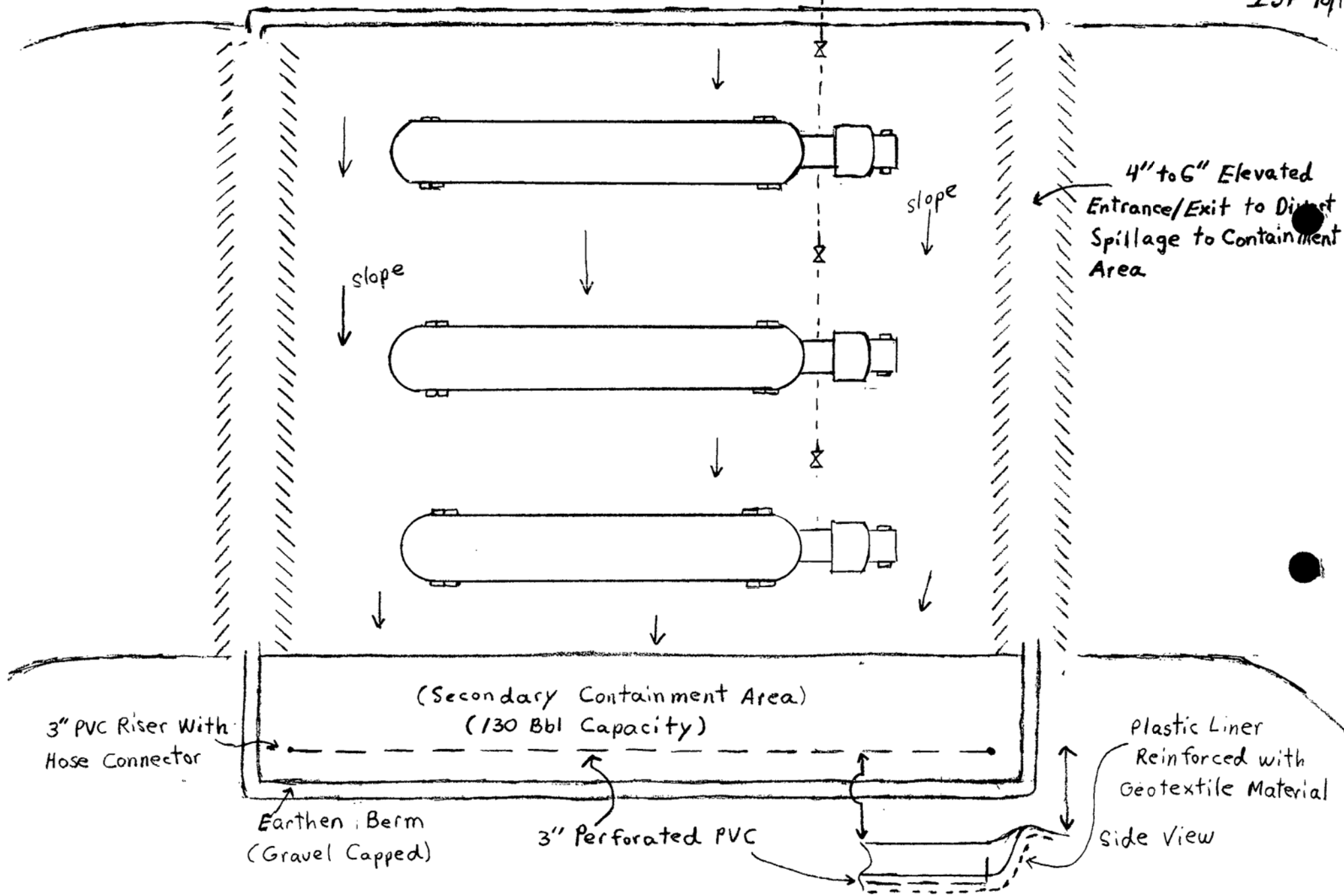


Scurlock Permian
Carlsbad Brine Station

Truck Loading/Containment Area (PLAN VIEW)

Eddy County
New Mexico

IJF 10/94



CONTAINMENT LINER

SPECIFICATION DATA

PERMALON®

Reef Industries, Inc.
P.O. Box 750245
Houston, TX 77275-0245
Tel: (713) 484-6892
Toll Free: 1-800-231-2417
Fax: (713) 947-2053

I wanted to provide you with some weatherability information on our Permalon Ply X-210. This high density, cross-laminated poly is designed to be UV resistant by a state of the art stabilization system. When exposed to harsh weather conditions, including intense sun, X-210 should last in excess of five years. When buried, this material should last indefinitely. X-210 is chemically inert, non-leachable, and is resistant to root penetration, rodents and microbes (it is not a food source). Additionally, it meets ASTM D-3083 (Soil Burial). Ply X-210 is not prone to stress-cracking (ESC), thus, making a very good moisture and Radon barrier.

I hope this information will serve useful to you and please do not hesitate to call if you should have any questions.

Respectfully,

David Dewsnap
Chemist
Reef Industries, Inc.



Reef Industries, Inc.
"Since 1957"



Product Development Group
11/18/1993

Physical Properties of Geomembrane / Geotextile Composite

Material/Property	X1GPET45	X2GPET45
Basis Weight oz/yd ² ASTM D-3776	9.83	15.1
Thickness (mils/mm) ASTM D-2103	31/0.88	39/0.99
Tensile Strength (lb _f) ASTM D - 882 - 3 in. (MD/TD)	190/159	263/222
Tensile Elongation (%) ASTM D - 882 - 3 in. (MD/TD)	63/83	46/54
Grab Tensile Strength (lb _f) ASTM D - 4632 (MD/TD)	194/168	303/250
Grab Elongation (%) ASTM D - 4632 (MD/TD)	70/110	-
Trapezoid Tear Strength (lb _f) ASTM D - 4533 (MD/TD)	91/80	132/135
Puncture Resistance (lb _f) ASTM D - 4833	85	100
Puncture Elongation (in) ASTM D - 4833	0.66	0.63
Mullen Burst (lb _f) ASTM D - 3786	237	333
Puncture Prop. & Tear (lb _f) ASTM D - 2582 (MD/TD)	-	55/57
Dart Impact Strength (lb _m) ASTM D-1709	6.5	9.9

ASTM D - 882 : Tensile strength of thin plastic sheeting (less than 40 mils)

ASTM D - 4632: Breaking Load and Elongation of Geotextiles.

N.B. These are typical values and not be interpreted as specifications. (Average Roll Values will be presented on availability of sufficient data)

P.O. Box 750250 • Houston, Texas 77275-0250

Tel: (713) 943-0070 • U.S.A. Toll Free: 1-800-231-6074 • Canada Toll Free: 1-800-847-5616

Fax: (713) 943-8085

PERMALON®

Reef Industries, Inc.
P.O. Box 750245
Houston, TX 77275-0245
Tel: (713) 484-6892
Toll Free: 1-800-231-2417
Fax: (713) 947-2053

PERMALON® PLY X-210 SPECIFICATIONS

Permalon Ply X-210 is a four layer composite laminate of three layer co-extruded polyolefin film. The material is composed of twelve distinct layers and is oriented in the machine direction, the transverse direction and at a 45 degree angle to both. The polymer is compounded with copolymer impact modifiers and copolymers to improve the impact resistance along with typical properties.

Burial Properties

Physical Property	Initial Result	Post Burial Result	% Change
3" Tensile	128 pounds	126 pounds	-1.5%
3" Elongation	714%	730%	+2.2%
100% Modulus	86 pounds	87 pounds	+1.2%

The differences in the test results fall within the expected machine error for these test methods.

Permeability

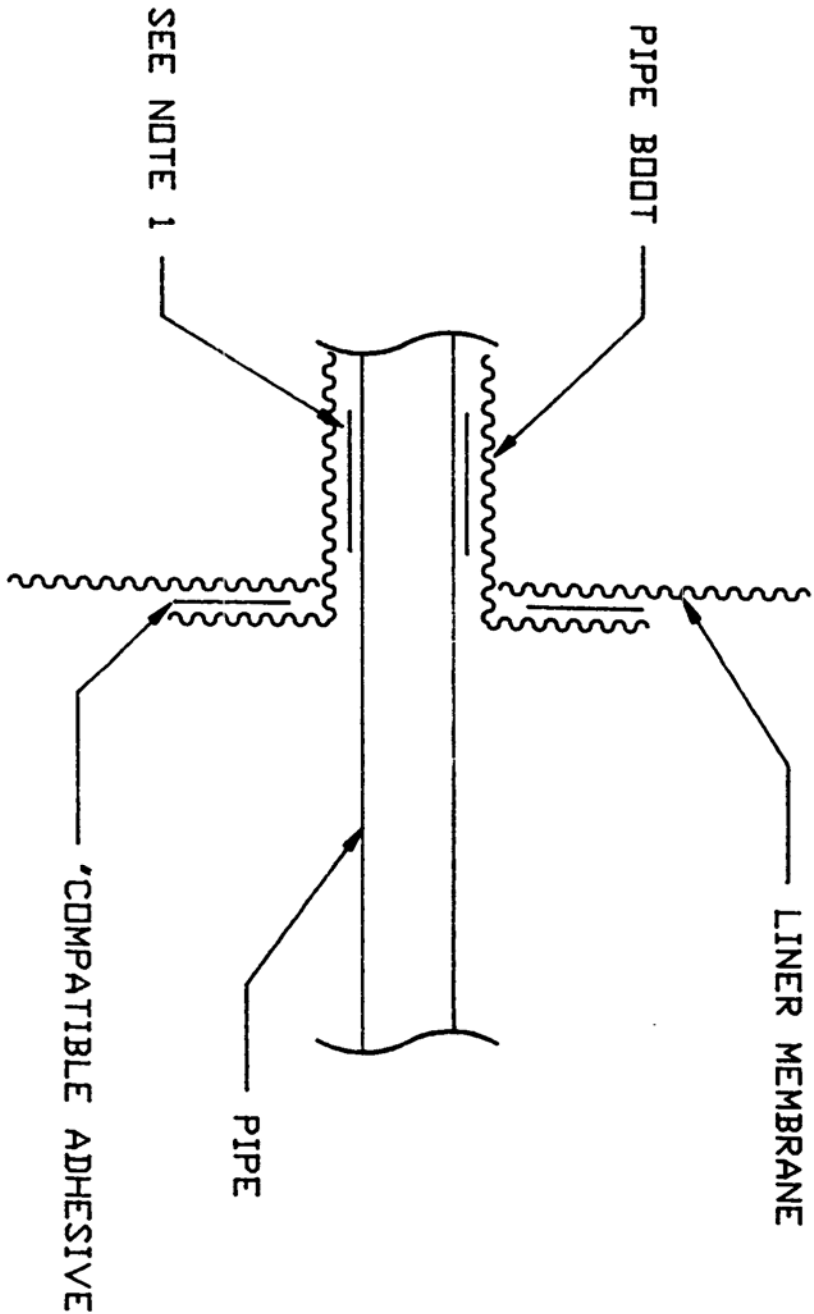
The water vapor transmission specifications for the Ply X-210 are as follows:

Property	ASTM Method	Units	Value
WVTR	E-96	perms	0.046
WVTR	E-96	cm/s	8.9 E -10



Reef Industries, Inc.
"Since 1957"

PIPE INTRUSION THROUGH PERMALON LINER MEMBRANE



SPECIAL INSTRUCTIONS:

- 1) AFFIX PIPE BOOT TO PIPE USING ADHESIVE OR CLAMPS.
- 2) PLACE PIPE AND BOOT THROUGH LINER MEMBRANE.
- 3) AFFIX LINER MEMBRANE TO PIPE BOOT WITH ADHESIVE.
- 4) NOTE, PIPE BOOTS WILL BE FURNISHED BY MANUFACTURE WHEN EXACT PIPE DIAMETER IS DETERMINED BY CONTRACTOR.



333 Clay
P.O. Box 4648
Houston, Texas 77210-4648

OIL CONSERVATION DIVISION
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(713) 646-4100

94 00 28 OCT 8 52

October 20, 1994

NMED-Water Quality Management
Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504

Attention: William J. LeMay
Director

Re: Discharge Plan BW-024
Carlsbad Brine Station
Eddy County, New Mexico

Dear Mr. LeMay:

As per your letter dated September, 21, 1994 enclosed please find Scurlock Permian Corporation's check number 1155404 in the amount of \$1,430.00 covering the flat rate and filing fee for Discharge Plan BW-024.

Thank you for your continued cooperation in this matter.

Very truly yours,

SCURLOCK PERMIAN CORPORATION


Stefanie M. Henson
Land Records Department



SUBSIDIARY OF ASHLAND OIL, INC.

0893240

673

1155404

REFERENCE NO.	DESCRIPTION	INVOICE AMOUNT	DISCOUNT DEDUCTION	NET AMOUNT
SCURLOCK PERMIAN CORPORATION 101794	S482255	1,430.00	0.00	1,430.00
REMITTANCE STATEMENT LAST PAGE	TOTALS THIS PAGE TOTALS ALL PAGES	1,430.00 1,430.00	0.00 0.00	1,430.00 1,430.00

ACKNOWLEDGEMENT OF RECEIPT
OF CHECK/CASH

I hereby acknowledge receipt of check No. [REDACTED] dated 10-18-94,
or cash received on _____ in the amount of \$ 1430⁰⁰
from Scurlock Permian Corporation
for (BW-024)⁰²⁷ Carlsbad Brine Station

Submitted by: _____ Date: _____
(Facility Name) (DP No.)

Submitted to ASD by: CHRIS EUSTICE Date: 11-2-94

Received in ASD by: Des Anhalt Date: 11-2-94

Filing Fee ☒ New Facility ☒ Renewal _____
Modification _____ Other _____
(specify)

Organization Code 521.07 Applicable FY 95

To be deposited in the Water Quality Management Fund.
Full Payment ☒ or Annual Increment _____

SCURLOCK PERMIAN CORPORATION A Subsidiary of Ashland Oil, Inc. P.O. BOX 4648 HOUSTON, TX 77210		88-88/1113
DATE 10/18/94	CHECK NO. [REDACTED]	AMOUNT *****1,430.00
PAY EXACTLY • <u>1,430 DOLLARS AND 00 CENTS</u>		VOID AFTER 180 DAYS
TO THE ORDER OF	NMED-WATER QUALITY MANAGEMENT % OIL CONSERVATION DIVISION P O BOX 2088 SANTA FE NM 87504	SCURLOCK PERMIAN CORPORATION
		BY <u>Roger A. Kagy</u> AUTHORIZED AGENT(S)
TEXAS COMMERCE BANK - SAN ANGELO, N.A., SAN ANGELO, TEXAS		



333 Clay
P.O. Box 4648
Houston, Texas 77210-4648

OIL CONSERVATION DIVISION
RECEIVED

SEP 29 8 52 AM '94

(713) 646-4100

September 29, 1994

United States Department of the Interior
Fish & Wildlife Service
Suite D, 3530 Pan American Hwy, N.E.
Albuquerque, N. M. 87107

Attention: Jennifer Fowler-Propst

Dear Ms. Fowler-Propst:

This letter is in reference to your 9/8/94 letter to William LeMay, New Mexico Water Quality Control Commission, concerning our Discharge Plan BW-024. Our Steward Rogers has had conversations with you, and I had a follow up conversation with Mark Wilson. Please note the following:

- . Scurlock Permian has received a 9/21/94 approved Discharge Plan from the Oil Conservation Division.
- . In a discussion with Mark Wilson, I pointed out that our design includes piping, 2 closed storage tanks for the produced brine, a closed storage tank for the fresh water, an impoundment system for all storage tanks, and a secondary liner system underneath the tank storage and truck loading areas. Under normal operations there is no water exposed to wildlife. In the unlikely event of a spill, Scurlock Permian will remove any contained water upon the initial discovery.

Please call me at 713/646-4135 should you have any additional questions.

Very truly yours,

SCURLOCK PERMIAN CORPORATION

Frederick M. Mitchell, P. E.
Director of Engineering

:jag



SUBSIDIARY OF ASHLAND OIL, INC.

c: State of New Mexico
Oil Conservation Division
State Land Office Building
P. O. Box 2088
Santa Fe, N.M. 87504
Attention: Mark Ashley
Distribution:
S. E. Rogers
J. Royster-BW-024
J. Willingham



UNITED STATES
DEPARTMENT OF THE INTERIOR
FISH AND WILDLIFE SERVICE
Ecological Services
Suite D, 3530 Pan American Highway, NE
Albuquerque, New Mexico 87107

OIL CONSERVATION DIVISION
RECEIVED
'94 OCT 14 AM 8 52

October 11, 1994

Mr. Frederick M. Mitchell, P.E.
Director of Engineering
Scurlock Permian Corporation
P.O. Box 4648
Houston, Texas 77210-4648

Dear Mr. Mitchell:

Thank you for your September 29, 1994, letter providing further details relative to your discharge plan application (BW-024) with the New Mexico Water Quality Control Commission, Oil Conservation Division. Mark Wilson, our Environmental Contaminant Specialist, has reviewed the information you provided and we believe that your operation should not have any significant adverse effects upon fish or wildlife resources in New Mexico.

Thanks again for your genuine interest in protecting natural resources.

Sincerely,

Jennifer Fowler-Propst
State Supervisor

cc:

✓ New Mexico Water Quality Control Commission, Oil Conservation Division, Santa Fe,
New Mexico

NOTICE OF PUBLICATION

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

Notice is hereby given that pursuant to New Mexico Water Quality Control Commission Regulations, the following discharge plan and discharge plan renewal application have been submitted to the Director of the Oil Conservation Division, State Land Office Building, P.O. Box 2088, Santa Fe, New Mexico 87504-2088, Telephone (505) 827-5800:

(BW-024) - Scurlock Permian Corporation, Owen Mobley, Vice President, P.O. Box 4648, Houston, Texas, 77210-4648, has submitted a discharge plan application for their proposed Carlsbad Brine Station, located in the SE/4 NW/4 of Section 23, Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico. An average of 1000 barrels per day of 1.2 specific gravity brine water will be produced for use in the oil industry. Groundwater most likely to be affected by a spill, leak, or accidental discharge to the surface is at a depth from approximately 50 to 200 feet with a total dissolved solids concentration of approximately 4000 mg/l. The discharge plan addresses how spills, leaks, and other accidental discharges to the surface will be managed.

(BW-009) - Sims-McCasland Water Sales, Bob Patterson, Manager, P.O. Box 99, Eunice New Mexico, 88231, has submitted an application for the renewal of a discharge plan for the Sims-McCasland Brine Station, located in the NE/4 NE/4 of Section 32, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico. Approximately 200 barrels per day of 1.2 specific gravity brine water is produced for use in the oil industry. Groundwater most likely to be affected by a spill, leak, or accidental discharge to the surface is at a depth of 140 to 160 feet with a total dissolved solids concentration of 2500 to 3000 mg/l. The discharge plan addresses how spills, leaks, and other accidental discharges to the surface will be managed.

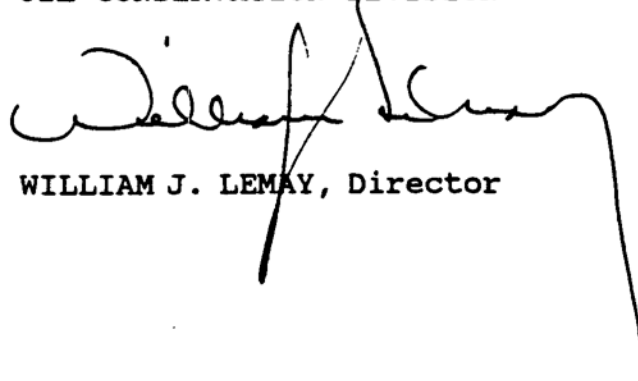
Any interested person may obtain further information from the Oil Conservation Division and may submit written comments to the Director of the Oil Conservation Division at the address given above. The discharge plan application may be viewed at the above address between 8:00 a.m. and 4:00 p.m., Monday through Friday. Prior to ruling on any proposed discharge plan or its modification, the Director of the Oil Conservation Division shall allow at least thirty (30) days after the date of publication of this notice during which comments may be submitted to him and public hearing may be requested by any interested person. Requests for public hearing shall set forth the reasons why a hearing should be held.

A hearing will be held if the Director determines there is significant public interest.

If no public hearing is held, the Director will approve or disapprove the proposed plan based on information available. If a public hearing is held, the director will approve or disapprove the proposed plan based on information in the plan and information submitted at the hearing.

GIVEN under the Seal of New Mexico Oil Conservation Commission at Santa Fe, New Mexico, on this 25th day of July, 1994.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

A handwritten signature in black ink, appearing to read 'William J. Lemay', is written over the printed name. The signature is fluid and cursive, with a long, sweeping tail that extends downwards and to the right.

WILLIAM J. LEMAY, Director

S E A L



333 Clay
P.O. Box 4648
Houston, Texas 77210-4648

(713) 646-4100

July 1, 1994

Mr. William J. Lemay
Director of Oil Conservation Division
Oil Conservation Division
310 Old Santa Fe Trail
Santa Fe, New Mexico 87501

JUL - 6 1994

Re: Request for Brine Well Permit for Scurlock Permian
Corporation in Eddy County, SE/4 NW/4 of Sec 23,
T-22S, R-27E

Dear Mr. Lemay:

Permission is requested to install a brine production facility (rock salt solution mine) in Eddy County, referred to as the Carlsbad Brine Recovery Facility.

This facility will be used for the production of saturated 10 lb. per gallon brine for use by the oil industry. Utilizing a two well system known as Dunaway #1 and Dunaway #2, brine will be leached from the Salado salt section, between 700' and 850' in depth.

Attached is the application cover page, description of items I through IX, and a detailed discharge plan concerning the facility.

Your early and favorable consideration will be appreciated.

Very truly,

Steward E. Rogers
Operations Coordinator

attachments

cc: Oil Conservation Division
District II
P.O. Drawer DD
Artesia, NM 88211-0719

State of New Mexico
Energy, Minerals and Natural Resources Department
OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, NM 87501

JUL 6 1994

DISCHARGE PLAN APPLICATION FOR BRINE EXTRACTION FACILITIES*(Refer to OCD Guidelines for assistance in completing the application.)*☒ NEW ☐ RENEWAL

- I. **FACILITY NAME:** Carlsbad Brine Recovery Facility
- II. **OPERATOR:** Scurlock Permian Corporation
ADDRESS: 333 Clay Street, P.O. Box 4648 Houston, Texas 77210-4648
CONTACT PERSON: Steward E. Rogers **PHONE:** 210/620-1087
- III. **LOCATION:** SE/4 NW/4 Section 23 Township 22S Range 27E
Submit large scale topographic map showing exact location.
- IV. Attach the name and address of the landowner of the facility site.
- V. Attach a description of the types and quantities of fluids at the facility.
- VI. Attach a description of all fluid transfer and storage and fluid and solid disposal facilities.
- VII. Attach a description of underground facilities (i.e. brine extraction well).
- VIII. Attach a contingency plan for reporting and clean-up of spills or releases.
- IX. Attach geological/hydrological evidence demonstrating that brine extraction operations will not adversely impact fresh water.
- X. Attach such other information as is necessary to demonstrate compliance with any other OCD rules, regulations and/or orders.
- XI. **CERTIFICATION**

I hereby certify under penalty of law that I have personally examined and am familiar with the information submitted in this document and all attachments and that, based on my inquiry of those individuals immediately responsible for obtaining the information, I believe that the information is true, accurate and complete. I am aware that there are significant penalties for submitting false information, including the possibility of fine and imprisonment.

Name: Steward E. Rogers**Title:** Operations Coordinator**Signature:** Steward E. Rogers**Date:** 7/1/94**DISTRIBUTION:** Original and one copy to Santa Fe with one copy to appropriate Division District Office.



333 Clay
P.O. Box 4648
Houston, Texas 77210-4648

OIL CONSERVATION DIVISION
RECEIVED

'94 JU 22 AM 8 50

(713) 646-4100

July 18, 1994

Mr. William J. Lemay
Director of Oil Conservation Division
Oil Conservation Division
310 Old Santa Fe Trail
Santa Fe, New Mexico 87501

Re: Carlsbad Brine Recovery Facility

Dear Mr. Lemay:

Please find enclosed a Surface Schematic - Exhibit "L", for the above referenced facility. This schematic was not included in our previous letter dated July 1, 1994. If you have any questions, please do not hesitate to call me at (210) 620-1087. Thank you for your time and cooperation in this matter.

Very truly,

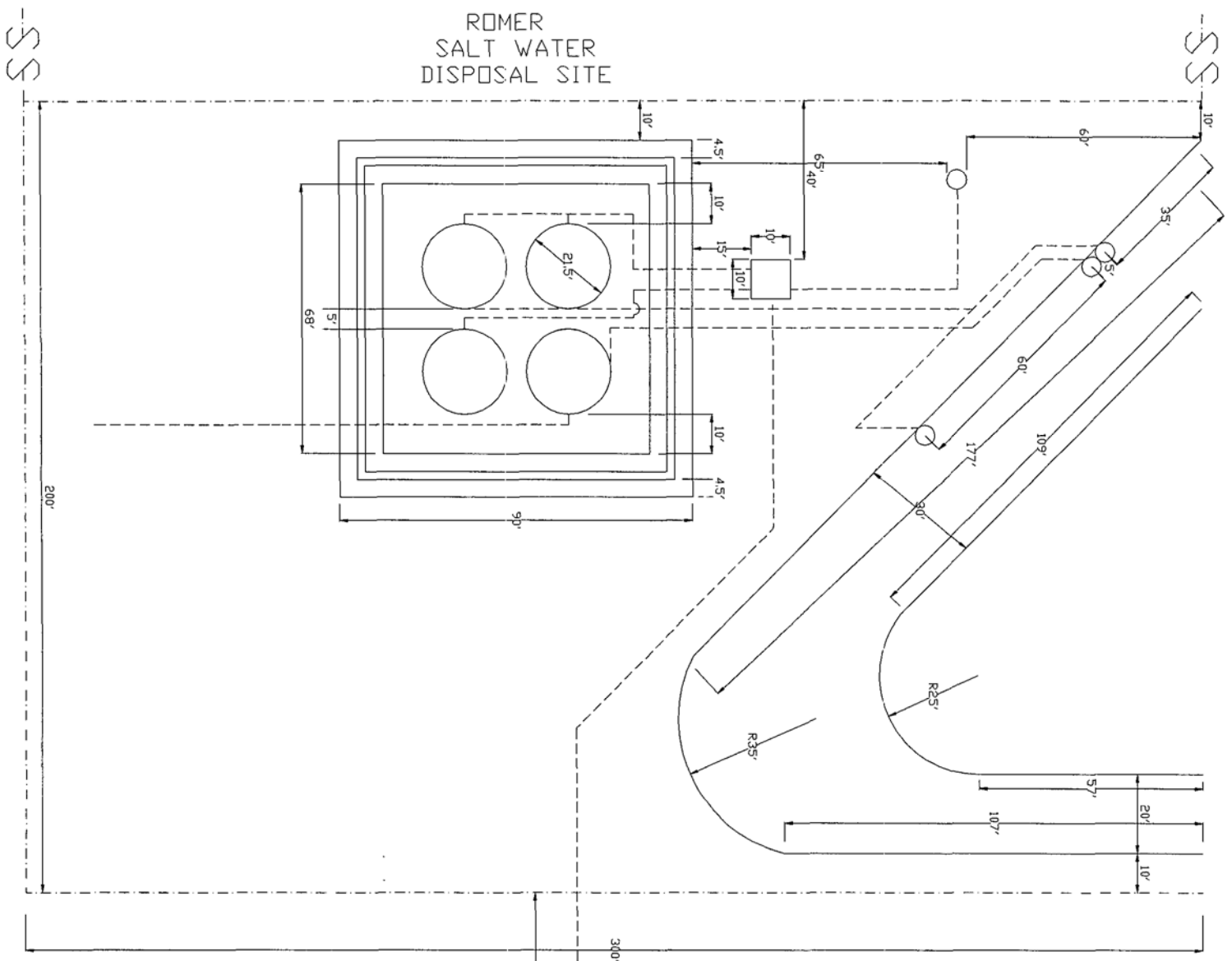
Steward E. Rogers
Steward E. Rogers
Operations Coordinator

encl.

cc: Oil Conservation Division
District II
P.O. Drawer DD
Artesia, NM 88211-0719



SUBSIDIARY OF ASHLAND OIL, INC.



PRELIMINARY



SCURLOCK PERMIAN CORP.

SCALE DRAWN BY:

EDDY CURRENT, 1"=40' V. MARES

CARLSBAD SALT WATER DISPOSAL

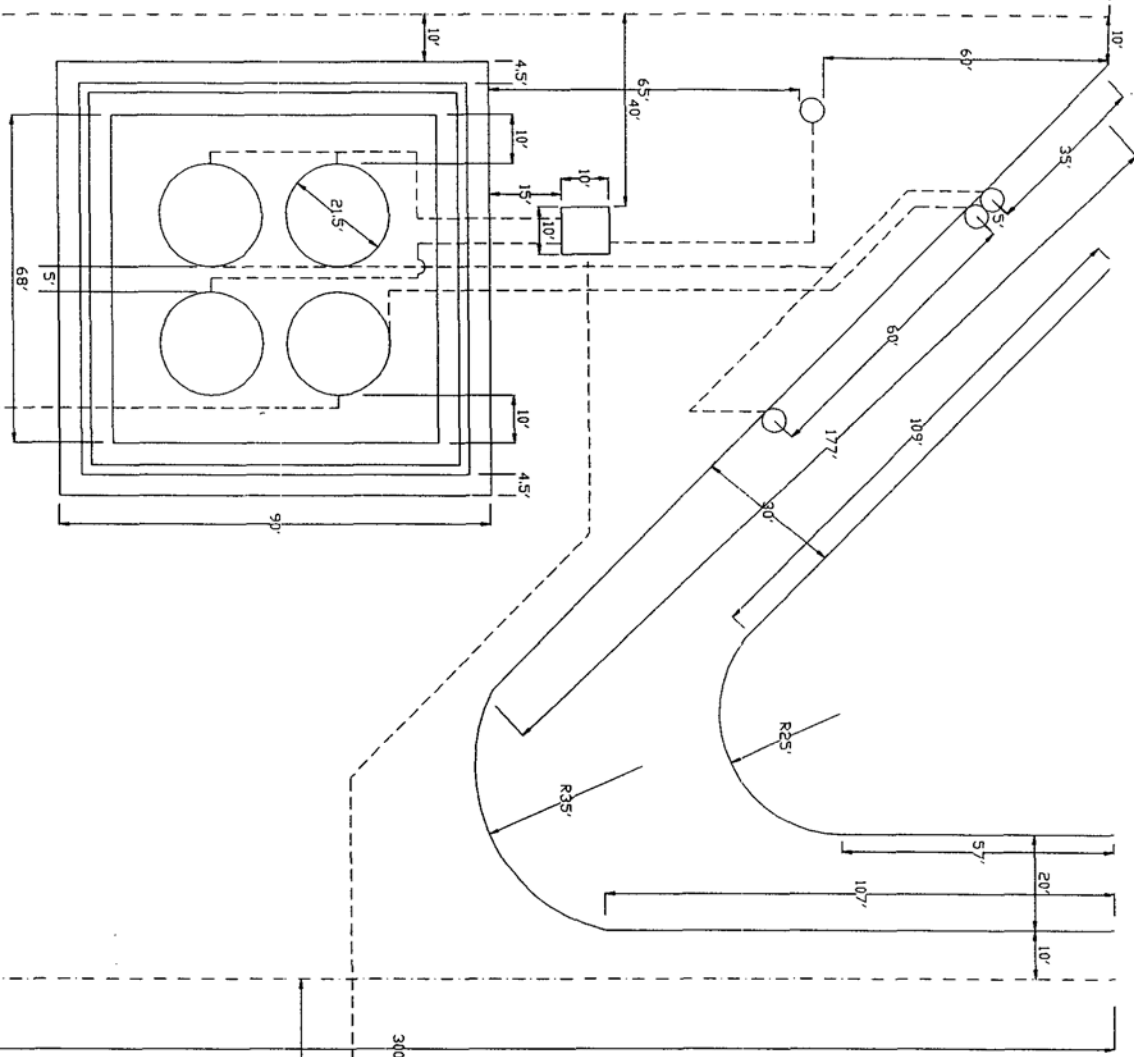
DATE	APPROVED BY:	SHT.	DRAWING NUMBER
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6-27-94

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1 of 1

10



PRELIMINARY



SCURLOCK PERMIAN CORP.

SCALE DRAWN BY:

40°N. MARESS

CARLSBAD SALT WATER DISPOSAL

DATE	APPROVED BY:	SHT.	DRAWING NUMBER
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6-27-94

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1 OF 1

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RECEIVED
OIL CONSERVATION DIVISION

SEP 13 PM 8 50

UNITED STATES
DEPARTMENT OF THE INTERIOR
FISH AND WILDLIFE SERVICE
Ecological Services
Suite D, 3530 Pan American Highway, NE
Albuquerque, New Mexico 87107

September 8, 1994

Cons. #2-2-94-I-570

William J. Lemay, Director
New Mexico Water Quality Control Commission
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

Dear Mr. Lemay:

This responds to your agency's public notice dated July 25, 1994, regarding the State of New Mexico's proposal to renew the discharge plan for the applicant listed below.

(BW-009) - Sims-McCasland Water Sales, Bob Patterson, Manager, for the proposed Sims-McCasland Brine Station, located in the NE/4 NE/4 of Section 32, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico. Approximately 200 barrels per day of 1.2 specific gravity brine water is produced for use in the oil industry. Groundwater most likely to be affected by a spill, leak, or accidental discharge to the surface is at a depth of 140 to 160 feet with a total dissolved solids concentration of 2,500 to 3,000 mg/l. The discharge plan addresses how spills, leaks, and other accidental discharges to the surface will be managed.

We recommend that all brine water produced by the applicant be contained within a pipe, closed storage tank, or transport vehicle. No produced water should be discharged into a surface impoundment or open-topped tank where it could become available to wildlife, except in the event of an accidental breach of a pipe or storage tank. So long as the above recommendation is implemented, the U.S. Fish and Wildlife Service (Service) has no objection to the Oil Conservation Division granting approval for the discharge plan application outlined above.

A second proposal to issue the following discharge permit was also included in the public notice:

(BW-024) - Scurlock Permian Corporation, Owen Mobley, Vice President for the proposed Carlsbad Brine Station, located in the SE/4 NW/4 of Section 23, Township 22 South, Range 27 East, NMPM Eddy County, New Mexico. An average of 1,000 barrels per day of 1.2 specific gravity brine water will be produced for use in the oil industry. Groundwater most likely to be affected by a spill, leak, or accidental discharge to the surface is at a depth from approximately 50 to 200 feet with a total dissolved solids concentration of approximately 4,000 mg/l. The discharge plan addresses how spills, leaks and other accidental discharges to the surface will be managed.

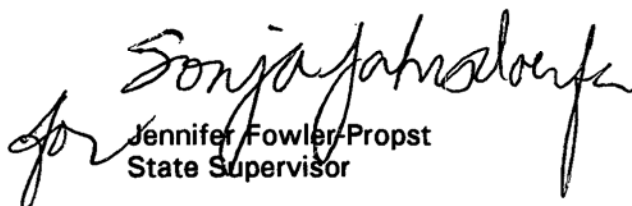
No information is provided in the public notice regarding the disposition of the land proposed for use in constructing the new brine station. The proposed construction site should be evaluated for impacts to species listed or proposed to be listed as endangered or threatened. Endangered species with potential of occurring in the Carlsbad area include the interior least tern, northern aplomado falcon, Pecos gambusia, and Lloyd's hedgehog cactus. In addition, the threatened Pecos bluntnose shiner, gypsum wild buckwheat, and Lee's pincushion cactus may occur in the vicinity of the proposed brine station. Under Section 7(a)(2) of the Endangered Species Act (Act), Federal agencies are required to consult with the Service on any action that "may affect" a listed species. The proposed project should be reviewed for the potential for impacts to these species, including indirect impacts such as those occurring downstream, downslope, or downwind.

Construction should also be designed in an attempt to avoid or minimize impact to the following category 1 candidate species: Arkansas River shiner, Pecos pupfish, and Pecos springsnail. The following category 2 candidate species may also be found in the project area (see enclosure): occult little brown bat, swift fox, Baird's sparrow, ferruginous hawk, loggerhead shrike, western snowy plover, white-faced ibis, blue sucker, Rio Grande shiner, Dunes sagebrush lizard, Texas horned lizard, Ovate vertigo (snail), Texas hornshell (mussel), shining coralroot, Tharp's bluestar, and Wright's water-willow. Category 1 candidates are those species for which the Service has substantial information to support their listing as endangered or threatened. Development and publication of proposed rules for these species is anticipated. Category 2 candidates are those species for which the Service has information indicating that proposing to list is possibly appropriate, but for which substantial data on biological vulnerability or threats are not currently available to support the immediate preparation of proposed rules. Candidate species have no legal protection under the Act and are included in this document for planning purposes only.

We recommend that all brine water produced by the applicant be contained within a pipe, closed storage tank, or transport vehicle. No produced water should be discharged into a surface impoundment or open-topped tank where it could become available to wildlife, except in the event of an accidental breach of a pipe or storage tank. So long as none of the above federally listed species are impacted, and all brine water is kept unavailable to wildlife, the Service has no objection to the Oil Conservation Division granting approval for the discharge plan application outlined above.

Thank you for the opportunity to review and comment on these discharge plan applications. If you have any questions, please contact Mark Wilson at (505) 883-7877.

Sincerely,


Jennifer Fowler-Propst
State Supervisor

Enclosure

cc: (wo/enc)

Director, New Mexico Department of Game and Fish, Santa Fe, New Mexico

Species List
Proposed Construction of a Brine Station
September 8, 1994

Endangered

Interior least tern (*Sterna antillarum athalassos*) - This species nests on sandy beaches on shorelines of streams, rivers and lakes and is found on Bitter Lake National Wildlife Refuge.

Authority: John P. Hubbard, New Mexico Department of Game and Fish,
P.O. Box 25112, Santa Fe, New Mexico 87504, (505) 827-9925.

Northern aplomado falcon (*Falco femoralis septentrionalis*) - This species is very rare in New Mexico. The historic range of this bird includes Catron, Chaves, Dona Ana, Eddy, Grant, Hidalgo, Lea, Lincoln, Luna, Otero, Sierra, and Socorro Counties. This species is found in open woodland, savanna, or grassland habitats.

Authority: Sandy Williams, New Mexico Department of Game and Fish,
P.O. Box 25112, Santa Fe, New Mexico 87504, (505) 827-9914.

Pecos Gambusia (*Gambusia nobilis*) - This species is found in the Bitter Lake National Wildlife Refuge in Chaves County.

Authority: Jim Johnson, U. S. Fish and Wildlife Service, P.O. Box 1306,
Albuquerque, New Mexico 87103-1306, (505) 766-3972.

Lloyd's hedgehog cactus (*Echinocereus lloydii*) - This endangered species occurs in Carlsbad National Park and west of Artesia in Eddy County. It is associated with dry rocky hills, slopes, and limestone and granite outcrops at approximately 5,000 feet elevation.

Authority: Robert Sivinski, New Mexico Energy, Minerals and Natural
Resources Department, Forestry and Resources Conservation Division,
P.O. Box 1948, Santa Fe, New Mexico 87504-1948, (505) 827-7865.

Threatened

Pecos bluntnose shiner (*Notropis simus*) - Present distribution is in the Pecos River from Santa Rosa to Artesia. Essential habitat for this species includes permanent water, main river channel habitat with sandy substrate, and a low velocity flow. Backwaters, pools, and riffles are used by subadults. Natural springs have also been found to contain some individuals.

Authority: Gerald Burton, U.S. Fish and Wildlife Service, Ecological
Services, 3530 Pan American Highway, NE., Suite D, Albuquerque, New
Mexico 87107, (505) 883-7877, and Dr. David Propst, Department of
Game and Fish, Santa Fe, New Mexico 87503, (505) 827-9906.

Gypsum wild buckwheat (Eriogonum gypsophilum) - This species is presently restricted to gypsum soils between Carlsbad Caverns National Park and the Pecos River and in the Seven River Hills in Eddy County.

Authorities: Richard Spellenburg, New Mexico State University, Las Cruces, New Mexico 88003-0001, (505) 646-3732, and Jess Juen, U.S. Bureau of Land Management, P.O. Box 1778, Carlsbad, New Mexico 88220, (505) 887-6544.

Lee pincushion cactus (Coryphantha sneedii var. leei) - This species occurs on the eastern edge of the Guadalupe Mountains on limestone slopes, ledges, and ridgetops at 4,100 to 5,900 feet.

Authority: Robert Sivinski, New Mexico Energy, Minerals and Natural Resources Department, Forestry and Resources Conservation Division, P.O. Box 1948, Santa Fe, New Mexico 87504-1948, (505) 827-7865

Category 1 Candidates

Arkansas River shiner (Notropis girardi) - this silvery minnow inhabits shallow, often broad, turbid and unshaded channels of major streams. Prefers uniformly sandy substrates. Native range is in the Canadian River drainages of northeastern New Mexico and has been introduced in the Pecos River.

Authority: Dr. David Propst, New Mexico Department of Game and Fish, Villagra Building, Santa Fe, New Mexico 87503, (505) 827-9901.

Pecos pupfish (Cyprinodon pecosensis) - This species is found in the Pecos River and closely associated waters of the floodplain from Bitter Lake National Wildlife Refuge south into Texas. This species occurs in many habitats, but is most abundant in highly saline waters.

Authority: Dr. David Propst, New Mexico Department of Game and Fish, Villagra Building, Santa Fe, New Mexico 87503, (505) 827-9901.

Pecos springsnail (Fonticella pecosensis) - A minute snail with a narrowly elongate shell. It is found in mud and pebble substrate in natural springs.

Authority: Dr. Patricia Mehlhop, New Mexico Natural Heritage Program, University of New Mexico, 2500 Yale Blvd., SE, Albuquerque, New Mexico 87131-1091, (505) 277-1991.

Category 2 Candidates

Occult little brown bat (Myotis lucifugus occultus) - This species is a montane dweller and roosts in natural caves, mine tunnels, hollow trees, or buildings.

Authority: Scott Altenbach, University of New Mexico, Department of Biology, Albuquerque, New Mexico 87131, (505) 277-3411.

Swift fox (Vulpes velox) - prefers open desert and plains. Usually found in short-grass prairie with loose sandy soil.

Authority: John Hubbard, New Mexico Department of Game and Fish, P.O. Box 25112, Santa Fe, New Mexico 87504, (505) 827-9925.

Baird's sparrow (Ammodramus bairdii) - Baird's sparrow occupies areas of open prairie grassland with patches of shrubbery such as wolfberry, wild rose, and willow. The species also occupies moist meadows and tall grass prairies associated with dense grass or other dense herbaceous vegetation.

Authority: None.

Ferruginous hawk (Buteo regalis) - Found almost statewide during migration. This bird seems to key in on wide open grasslands and prairies, especially for nesting.

Authority: Sandy Williams, New Mexico Department of Game and Fish, P.O. Box 25112, Santa Fe, New Mexico 87504, (505) 827-9914.

Loggerhead shrike (Lanius ludovicianus) - This species inhabits grass/shrubland, open woodland, and chaparral. The bird is rare to fairly common at lower and locally at middle elevations; casual at higher elevations. Resident statewide.

Authority: Steve Lewis, U.S. Fish and Wildlife Service, Bishop Henry Whipple Federal Building, One Federal Drive, Fort Snelling, Minnesota, 55111-4056, (612) 725-313.

Western snowy plover (Charadrius alexandrinus nivosus) - Inhabits flat sandy areas, alkali flats, and areas near water which are devoid of vegetation or have very little vegetation.

Authority: Sandy Williams, New Mexico Department of Game and Fish, P.O. Box 25112, Santa Fe, New Mexico 87504, (505) 827-9914.

White-faced ibis (Plegadis chihi) - This species inhabits salt and freshwater marshes, shallow margins of muddy pools, ponds, and rivers.

Authority: Sandy Williams, New Mexico Department of Game and Fish, P.O. Box 25112, Santa Fe, New Mexico 87504, (505) 827-9914.

Blue sucker (Cycleptus elongatus) - Inhabits deep river channels, pools with moderate currents, reservoirs and deep lakes. Preferred habitat are run-riffles in large rivers.

Authority: Mr. Gerald Burton, U.S. Fish and Wildlife Service, New Mexico Ecological Services Office, 3530 Pan American Highway, NE., Suite D, Albuquerque, New Mexico 87107, (505) 883-7877.

Rio Grande shiner (Notropis jemezanus) - This species is a small (up to 3 inches) silvery fish with a dark, lateral stripe. The body is elongated and moderately compressed. The dorsal fin is triangular, pectoral bluntly pointed, pelvic short and truncate, and anal falcate. There are no spines on the dorsal fin. It inhabits open rivers and streams with gravel, sand, or cobble bottoms sometimes overlain with silt.

Authority: Dr. David Propst, New Mexico Department of Game and Fish, P.O. Box 25112, Santa Fe, New Mexico 87504, (505) 827-9906.

Dunes sagebrush lizard (Sceloporus arenicolous) - This species found in areas of bare sand in active sand dune areas of southeastern New Mexico and adjacent regions of Texas. Associated vegetation may include dwarf shinnery oak, sand sagebrush, and prairie yuccas. Research has indicated a strong correlation between shinnery oak removal and population declines in this species.

Authority: Charlie Painter, New Mexico Department of Game and Fish, P.O. Box 25112, Santa Fe, New Mexico 87504, (505) 827-9901.

Texas horned lizard (Phrynosoma cornutum) - Dark stripes radiate from the eye region on each side of its face. Two rows of pointed fringe scales on each side of the body. The lizard inhabits arid and semiarid open country with sparse plant growth--bunch grass, cactus, juniper, acacia, and mesquite. The substrate may be of sand, loam, hardpan, or rock. Some loose soil is usually present in which these lizards bury themselves. They also seek shelter under shrubs, in burrows of other animals, or among rocks.

Authority: Charlie Painter, New Mexico Department of Game and Fish, P.O. Box 25112, Santa Fe, New Mexico 87504, (505) 827-9901.

Ovate vertigo snail (Vertigo ovata) - this species is found in a low elevation marsh environment within a few meters of springbrooks, under cover of plants and litter, and on moist soil.

Authority: Mr. Gerald Burton, U.S. Fish and Wildlife Service, New Mexico Ecological Services Office, 3530 Pan American Hwy. NE., Suite D, Albuquerque, New Mexico 87107, (505) 883-7877.

Texas hornshell (Popenaias popei) - This species is found only in Eddy County, New Mexico. Very little is known about this invertebrate.

Authority: None.

Shining coral root (Hexalectris nitida) - Terrestrial saprophyte with smooth, stout, slender, red-purple "stems" arising from a fleshy rhizome. It is found in moist, shaded canyons at mid to higher elevations, in pinyon-juniper, oak, and riparian woodlands.

Authority: Robert Sivinski, New Mexico Energy, Minerals and Natural Resources Department, Forestry and Resources Conservation Division, P.O. Box 1948, Santa Fe, New Mexico 87504-1948, (505) 827-7865.

Tharp's bluestar (Amsonia tharpii) - A low, herbaceous perennial having a woody rootstock. Stems are about 8 inches tall and covered with small, shaggy hairs. Leaves are 2 inches long and 1/2 inch wide. Leaves are crowded in the axils and dimorphic: Upper leaves are linear to linear-lanceolate; and lower leaves are elliptic-lanceolate. The inflorescence is terminal, few-flowered, and appear in April-May. The flowers occur on short pedicels with long hairs. The trumpet shaped flowers are pale blue-green white in color and have five elliptical-spreading petals. Occurs on limestone hills in the Transpecos area of Texas (Pecos County) and New Mexico (Eddy County).

Authority: Robert Sivinski, New Mexico Energy, Minerals and Natural Resources Department, Forestry and Resources Conservation Division, P.O. Box 1948, Santa Fe, New Mexico 87504-1948, (505) 827-7865.

Wright's water willow (Justicia wrightii) - A low branched perennial, with grey colored stems up to 8 inches tall. Leaves are rigid, obovate, and less than 1 inch in length. Flowers are solitary and sessile in the upper axils, somewhat bell-shaped with 2 lobes, about 8 mm in length and purplish-pink in color. Apparently, the flowers are short lived. Very little is known about habitat requirements other than it was collected on calcareous hills near Carlsbad, in Eddy County, New Mexico. This species is also known from the Edward Plateau of Texas. Warnock's water willow (J. warnockii) is sympatric with wright's water willow in New Mexico and west Texas.

Authority: Dr. Robert Sivinski, New Mexico Energy, Minerals and Natural Resources Department, Forestry and Resources Conservation Division, P.O. Box 1948, Santa Fe, New Mexico 87504-1948, (505) 827-7865.

A DISCHARGE PLAN

FOR

BRINE EXTRACTION FACILITIES

OF

SCURLOCK PERMIAN CORPORATION

at the Well site known as

CARLSBAD BRINE RECOVERY

located in

SW/4 NW/4 Sec 23 T-22S, R-27E

Eddy County, N.M

Prepared for compliance with

New Mexico Water Quality Control Regulations

EXHIBIT INDEX

- A Topography Map
- B Ownership Map
- C Schematic of Well Bores
- D Facility and Well Map
- D(1) C-101 Well No. 1
- D(2) C-101 Well No. 2
- E Notice of Intent to Discharge
- F Ownership Map with One Mile and One-Quarter Mile Area of Review
- G Topographic Map with One Mile and One-Quarter Mile Area of Review
- H Water Quality Log
- I Phillips Well Log and Well Record
- I(1) Doughty Well Log and Well Record
- J Map of Wells Penetrating Injection Bore
- K Geological Map
- L Surface Schematic (Forthcoming)
- M Water Analysis (Forthcoming)
- N Map of Aquifer
- O Availability of Ground Water by Areas
- P Additional Water Information
- Q Survey (Forthcoming)
- R USDA Soil Survey

I. SCURLOCK PERMIAN CORPORATION CARLSBAD BRINE RECOVERY, A NEW APPLICATION

II. SCURLOCK PERMIAN CORPORATION

III. LOCATION OF FACILITY:

SE/4 NW/4 Sec 23, 22S, 27E, Eddy County, New Mexico
See Exhibits "A" & "B"

IV. LANDOWNERS:

Ray Dunaway
4307 Sycamore
Carlsbad, New Mexico

Jim Dunaway
P.O. Box 81
Taylor, Arizona 85939

Jerry Dunaway
P.O. Box 424
Snowflake, Arizona 85937

Darlene Cowart
440 Jensen
Grants, New Mexico 87020

V. TYPES AND QUANTITIES OF FLUID STORED OR USED AT THE FACILITY:

Source Water:

Fresh water will be supplied and metered from a well owned and operated by Scurlock Permian Corporation.

Brine Water:

Fresh water is circulated through the underground rock salt formation, salt is leached, and the water returns to the surface as brine.

Produced brine and source water will be stored in tanks located approximately 350 feet from the Brine Recovery Well. Individual tanks, all of which will be above ground will not exceed 1,000 barrel capacity. Tanks will be constructed of API approved fiberglass or welded steel. Brine storage tanks will be inter-connected and enclosed in an earthen ditch (firewall berm) designed to contain a volume one-third more than total brine tank volume. A secondary liner of impermeable polyethylene material will be installed under the entire brine storage area to aid in rapid detection of tank seepage and preventing ground saturation in the event of a leak. This material will be covered with sand or gravel to prevent exposure or abrasion. Total brine storage will not exceed 3,000 barrels.

The average volume of brine produced daily is dependent upon drilling and work-over activity. Projected volumes are expected to average 1,000 barrels per day.

VI. TRANSFER, STORAGE, AND DISPOSAL OF FLUIDS AND SOLIDS:

- A. All piping and storage containers will be constructed of API approved material. Steel pressured lines will be constructed of Schedule 40, API 5L, Grade X-42 API approved pipe. Non pressured lines will be constructed of API approved steel or fiberglass material. Average operating pressure will not exceed 150 psi. Well bores are shown schematically on attached Exhibit "C".

	<u>DUNAWAY NO. 1</u>	<u>DUNAWAY NO. 2</u>
9 ^{5/8} " 40#/ft casing	300 ft	300 ft
7" 23#/ft casing	700 ft	825 ft
2 ^{7/8} " 6.5#/ft tubing	850 ft	850 ft

This is a two well program designed to leach salt from the Salado salt formation. Under normal operation, fresh water will be pumped down Well No. 2, transverse the 354 ft. between Well No. 2 and Well No. 1 via hydraulically initiated fracture. The fresh water will leach salt and be recovered via 2^{7/8}" tubing in Well No. 1 as saturated brine.

The 9^{5/8}" and the 7" casing will both be cemented to surface, providing two cemented strings of casing for the protection of water sands. The design of the system is such that flow of water can be reversed between wells via the 2^{7/8}" tubing with no detrimental effects on environmental or operating integrity.

In the event that a horizontal fracture between wells is not successful, subject to commission approval, the 7" casing will allow the drilling of a 6^{1/8}" hole into the deeper salt section between 1,100 and 2,000 ft, and conversion into a standard brine recovery well.

1. Tankage and Storage Areas:

Stored volumes of extracted brine will not exceed 3,000 barrels. The above ground tanks will be either API approved welded steel or fiberglass. Brine tanks will be interconnected, requiring a firewall or berm equal in capacity to one-third more than total volume. A secondary polyethylene liner will be installed under the brine storage area.

2. Surface Impoundments:

There will be no surface impoundments. All fluid will be stored in above ground tanks.

3. Leach Fields:

This operation will leach salt from the Salado salt formation from 700 feet to 850 feet.

4. Solids Disposal:

There will be no solids disposal from this operation. All solids will be salt dissolved to form brine. The saturated fluid will be trucked from facility site to various drilling or work-over operations.

B. For each of the transfer/storage/disposal methods listed above:

1. Ground water will be fully protected by the design of the two wells. Both wells will have two strings of casing penetrating and cemented through the fresh water sands. All brine storage facilities will be above ground, allowing actual observation in the event of a leak.

Fresh water for the project will be obtained from the applicant's water well. This water will be analyzed on a yearly basis or more often as per OCD request. There are no potable water wells in the vicinity to monitor. Primary source of domestic supply water is from the Otis Water Users Cooperative due to the poor quality of ground water in this area.

2. Sampling of the saturated brine will be on a regular basis to insure commercial brine is being recovered. Samples can be recovered from the brine storage tanks, loading headers, or from the low pressure lines connecting the brine tanks.

Flow calculations will be through meters and storage volumes. Fresh water injected into the well will be metered, volumes of recovered brine water will be compared. A ratio of one to one will exist on a properly operating system.

3. Failure of the Discharge System:

Monitoring of the system will consist of a metering of fresh water into the system versus a measurement of recovered brine. A ratio variance would indicate the probable loss of fluid from either a leak or an excursion out of zone. The very low operating pressure utilized in a two well system would make an out of zone excursion very unlikely. All brine piping will be valved in such a manner that each individual section can be pressure tested at required intervals.

C. Off Site Disposal:

There should be no off-site disposal under normal operating conditions.

D. Proposed Modification:

1. n/a
2. n/a

- E. Underground piping will consist of the well bores described in Section VI A and the brine transfer lines which will consist of either 2^{7/8}" OD, .154" wall thickness, API 5L, Grade X-42 or 3^{1/2}" OD, .216" wall thickness, API 5L, Grade X-42 steel pipe. All steel piping used for brine transfer will be valved in such a manner that isolation of individual segments will be possible. Prior to utilization of the system, pressured lines will be hydrostatically tested to 275 psi.

F. Inspection, Maintenance and Reporting:

1. There will be no surface impoundments. Brine storage will consist of API approved welded steel or fiberglass tanks with an earthen firewall (dam) encircling them to serve as a retainer wall should a leak or spill occur. Any leak in the tankage or piping will be detected by the system operator during his inspection. The brine storage area will be protected from underground saturation by the use of a secondary liner of polyethylene.

In the event of a problem, the system will be shut down until repairs have been accomplished.

The Director will be notified within 48 hours of the detection or suspected detection of a leachate excursion. Subsequent reports will be provided as requested by the Director. Required monitoring reports will be filed quarterly or more frequently as requested.

2. Ground Water Monitoring:

Two water wells are known to exist in the immediate vicinity of our proposed project. The closest well is in the SW/4 of the NW/4 of Section 23, approximately 1,600 feet to the west of our project. Topography indicates this well to be updip of our project, making monitoring of this water uninformative. The owner of this well, Mr. Bill Phillips, has informed us that his well has been non-operational due to pump problems for the past several years. No water wells are known to exist to downdip to the east prior to encountering the river.

3. General Procedure for Containment of Precipitation and Runoff:

Brine surface facilities are provided with an earthen firewall encircling them to serve as a retainer wall. As no surface impoundments are to be used or proposed, precipitation and runoff through the area will have no detrimental effect on the surroundings.

Sump barrels will be provided to collect the limited amount of dribble during truck loading procedures. During loading procedures at this facility, potential leakage/spillage will be minimal by use of gasketed transfer connections between tank headers and the truck suction hose. At the end of each

loading cycle, a truck mounted pump applies a suction to the header valve, causing brine to be pulled into the truck tank, leaving no fluid in the hose.

A secondary liner of impermeable polyethylene material will be installed under all brine loading areas to prevent soil saturation in the event of a loading problem.

4. Describe methods used to detect leaks and ensure integrity of above and below ground tanks and piping. Discuss frequency of inspection and procedures to be undertaken if significant leaks are detected.

In-flow volumes into the brine storage tanks will be confirmed by use of either of the following procedures:

- a. Beginning and ending gauges of the volumes of brine in each tank before and after operation of the injection or circulation pump, and adjusted for any volumes taken from the tanks for loading out trucks.
- b. Taking the elapsed time of operation of the injection pump and multiplying by the pump rate in volume per hour, again making adjustments for any volumes taken from the tanks for loading into trucks.
- c. Outflow from the brine storage tanks is determined by taking the sum of the volumes loaded onto trucks during the accounting period.

Well and formation integrity will be monitored by a comparison of injected volumes of fresh water to the volume of brine recovered (to determine underground loss if any). This is accomplished by the integration of the data on the pressure recording chart for injection pump operation. The known pumping rate multiplied by the hours of operation, yields total injected volumes. An arithmetic comparison of these volumes on a bi-weekly basis determines whether or not there are any underground losses.

In the event of a significant leak, the OCD will be notified within 24 hours and injection pressures limited to avoid moving contaminants into protected ground water.

5. General Closure Plan:

Should it become necessary to abandon this brine production facility, the well will be plugged and capped according to plans and specifications recommended by the OCD that fully meet all requirements for protection of ground water.

All fluids will be removed from the site and transported to an approved disposal well, or tested for contaminants and hauled to an approved disposal site.

Upon removal of all surface equipment, levelling and grading of the facility will be done in a manner reflecting its original condition.

VII. BRINE EXTRACTION WELLS:

A. Drilling, Deepening, or Plug Back:

1. Form C-101 has been filed for both wells in this system, the Dunaway No. 1 and No. 2. Filing date was May 27, 1994. Exhibits "D(1) & "D(2)"

2. Notice of Intent to Discharge:

In accordance with WQCL Regulation 1-201, a notice of intent to discharge was submitted to the New Mexico Environmental Department, Ground Water Division on June 15, 1994. (Exhibit "E")

3. Map Featuring 1/4 Mile Review:

Ownership Map - Exhibit "F"
Topographic Map - Exhibit "G"

4. Ground water in this area is from the alluvium formation. This water is of poor quality, generally nonpotable (domestic water needs are served by the Otis Water Users Cooperative). Within the area of review, the water is only used for livestock watering. Depth of this ground water ranges from 50 to 200 feet. Ground water in this area moves to the east and is found from 50 to 200 feet. (Exhibit "H" - Water Quality Data)

Well records and logs for two water wells drilled in Section 23 (same section as project) are enclosed as Exhibits listed below. Neither well is operational.

Phillips Well SW/4 SW/4 NW/4 Exhibit "I"
Doughty Well SW/4 NW/4 SW/4 Exhibit "I(1)"

Applicant's own water well has not been drilled pending transfer of water rights and permitting.

5. List of abandoned wells/shafts in the area of review which penetrate the injection zone:

Rohmer No. 1	Unit F	Sec 23	Disposal Well
13 ^{3/8} "	277 ft		Cement Circulated
9 ^{5/8} "	2,154 ft		Cement Circulated
5 ^{1/2} "	4,250 ft		Cement to 728 ft

Well is owned and operated by Scurlock Permian Corporation

Ferguson No. 1	Unit J	Sec 23	Gas Well
13 ^{3/8} "	225 ft	Cemented Circulated	
10 ^{3/4} "	2,100 ft	1,510 Sacks	
7 ^{5/8} "	9,224 ft	860 Sacks	

Well is operated by Santa Fe Energy

Henry No. 1	Unit I	Sec 22	Gas Well
13 ^{3/8} "	230 ft	Cement to Surface	
10 ^{3/4} "	2,120 ft	3,375 Sacks	
7 ^{7/8} "	9,045 ft	1,160 Sacks	

Well is operated by Santa Fe Energy

Forni No. 1	Unit I	Sec 15	Gas Well
11 ^{3/4} "	310 ft	Cement to Surface	
8 ^{5/8} "	2,568 ft	300 Sacks	
5 ^{1/2} "	10,764 ft	410 Sacks	

Well is operated by Union Oil Co. of California

Johnson No. 1	Unit E	Sec 24	Gas Well
13 ^{3/8} "	240 ft	Cement to Surface	
9 ^{5/8} "	2,180 ft	1,640 Sacks	
5 ^{1/2} "	12,243 ft	1,600 Sacks	

Well is operated by Santa Fe Energy
Exhibit "J"

Should any information come available prior to start-up or after operations has begun of any conduit that will enable contaminants to enter fresh protected ground water, pressure will be limited until the conduit can be plugged.

6. Maps and cross sections detailing the geology and geologic structure of the local area. Exhibit "K"
7. A proposed formation testing program to obtain an analysis or description of fluids in the receiving formation.

The principle receiving formation is comprised of the Salado formation which contains no pore spaces capable of transmitting any great quantity of water. Water transmission will be accomplished by hydraulic fracture between the Salado formation separating the well bores. After fracture and initial saturation is accomplished, the fluid may be checked from valves located on the return line, from the storage tanks, and from the truck loading lines.

The saturated brine will be weighed twice weekly to insure that the fluid is within the oil field standard for brine with a per gallon weight margins from 10.0 to 10.2 pounds per gallon.

8. Schematic drawing of the surface and sub-surface construction details. Exhibit "C", Exhibit "L"
9. Proposed Drilling, Evaluation, and Testing Procedures:

Two wells will be required for this facility. No. 1 well will be the brine recovery well, and No. 2 well will be the fresh water injection well. The wells will be situated 354' apart. See Exhibit "D"

A 12½" hole will be drilled to 300' on both wells, well below any water sands that must be protected. 9^{5/8}" surface casing will be run, and each well cemented with 150 sacks of cement. Cement will be circulated to surface. An 8½" hole will be drilled to TD of 850 feet on both wells. Well No. 1 will have approximately 700' of casing run, and cemented with 200 sacks of cement. Well No. 2 will have approximately 825' of 7" casing cemented with 225 sacks of cement. 2^{7/8}" tubing will be suspended in both wells to TD. Dissolved salt will be recovered from the Salado formation. Schematic - Exhibit "C", C-101 - Exhibit "D1", "D2"

All permanent casing strings will be cemented to surface. A cement bond log will be run through the 7" on both wells to prove cement integrity. Both logs will be submitted to the OCD. A mudlogger or electric log will be utilized on Well No. 1 to be sure the 7" casing is set into a thick anhydrite barrier to provide a roof to preserve the integrity of the cavern and provide a horizontal barrier to increase the probability of a satisfactory hydraulic fracture between wells.

Due to the shallow depth of both wells, no deviation checks will be necessary.

10. Proposed Stimulation, Injection, and Operation Procedures:

This is not an injection well where produced water is pumped into a porous zone.

No stimulation is planned. Rock salt is impervious, and as the salt is dissolved by the injection of fresh water, the brine is returned to the surface and stored in steel or fiberglass above ground tanks. No stimulation is necessary as the fresh water introduced down the tubing of Well No. 2 will dissolve the rock salt as it travels across to Well No. 1. The brine will be recovered via the 2^{7/8}" tubing in Well No. 1.

Prior to attempts to initiate a hydraulic fracture between Well No. 1 and No. 2, a target area will be developed around Well No. 1 by injecting fresh water down the annulus, dissolving the rock salt, and recovering brine via the 2^{7/8}" tubing. This circulating method will dissolve the rock salt between the casing seat at approximately 700' and the bottom of tubing at approximately 850'.

To fracture, fresh water will be pumped down the No. 2 well at a rate not exceeding 12 barrels per minute or 1,000 psi. After the fracture reaches the No. 1 well, fresh water will be pumped until fracture crack is washed out all the way to No. 1. The pressure will drop substantially as friction pressure and resistance decreases with the increased wash area. Normal operating pressure will be approximately the hydrostatic differential between the injected fresh water and the recovered brine, less than 100 psi.

It is felt that isolation packers will not be necessary due to the extreme care being taken to protect the fresh water by installing two strings of casing through the fresh water zone, and cementing both to surface.

The standard operational procedure of pumping fresh water down the 2^{7/8}" tubing in Well No. 2 and recovering brine from the 2^{7/8}" tubing in Well No. 1 further protects fresh water by limiting the exposure of the 7" casing to any saturated fluid.

11. Plugging Requirements:

Should it become necessary to plug and abandon either or both of these wells, the cavern between the two wells will be filled with brine water. The well, or wells will then be plugged and capped according to plans and specifications recommended by the OCD that fully meet all requirements for protection of ground water. A plugging bond in accordance with OCD Rule 101 will be submitted prior to the commencement of any drilling operations.

B. Workover Operations:

Prior to any remedial work, alteration, or plugging or abandonment, approval will be obtained from the OCD by submitting OCD Form C-103.

C. Additional Information:

1. All evaluation, completion and well workover information will be submitted to the OCD as they become available or become necessary in the case of operation changes.
2. This plan is for a two well system in which fresh water is pumped down the tubing of one well, and brine water recovered from the tubing in the other well. Mechanical integrity of the casing can be guaranteed by pulling the 2^{7/8}" tubing, setting a retrievable bridge plug or tension packer in the 7" casing at ± 700 and holding pressure 750 psi on the 7" for one hour. A chart recorder will be utilized and copies submitted to the OCD.

3. Mechanical Integrity Test:

The OCD will be notified 48 hours prior to any integrity test. The casing will be tested every five years by isolating the formation and 7" casing. This can be accomplished either by the use of a 7" retrievable bridge plug, or the use of a 2^{7/8}" x 7" tension packer.

The formation integrity will be tested annually by closing the 2^{7/8}" wellhead valve on Well No. 1, pressuring up to 500 psi on the tubing of Well No. 2 and closing the well. A pressure recorder is then installed into the valve on Well No. 1, the valve opened, and the open hole tested for 4 hours.

All pressure charts will be submitted to the OCD on a timely basis.

4. Upon completion of the project and brine being recovered, an analysis of the recovered brine water will be provided to the OCD. This sample will include the following information as required by the OCD.

TDS, Sodium, Calcium, Potassium, Magnesium, Bromide, Carbonate/Bicarbonate, Chloride, and Sulfates.

Sampling locations will be included in the high pressure return lines, brine storage area, and on the truck loading line.

The injection fluid will be relatively fresh water from the applicant's own water supply well, located approximately 450 feet west of Well No. 1.

5. Underground Loss Detection:

Well and formation integrity will be monitored by a comparison of injected volumes of fresh water to the volume of saline extracted (to determine underground losses, if any), accomplished by integration of the data on the pressure recording chart for injection pump operation.

The known pumping rate multiplied by the hours of operation, yields total injected volumes. An arithmetic comparison of these volumes on a bi-weekly basis determines whether or not there is any underground loss.

In the event of a significant leak, the OCD will be notified within 24 hours and injection pressures limited to avoid moving contaminants into protected ground water.

After approval, a quarterly report listing by month the volumes of fluid injected and produced will be submitted to the OCD.

VIII. SPILL/LEAK PREVENTION AND REPORTING PROCEDURES (Contingency Plans):

A. Prevention:

During truck loading operations at this facility, potential leakage/spillage is minimized by use of on-truck loading pumps and gasketed transfer connections between tank headers and the truck suction hose. At the end of each loading cycle, the truck mounted pump applies a suction to the header valves, causing brine to be pulled into the truck tank, leaving very little moisture to collect in the sump barrels placed beneath the loading header valves.

Any leak in the tankage or piping will be detected by our system operator who will shut down the system until repairs have been made.

Loss of mechanical integrity of system will result in the system being shut down until repairs or corrective action has been completed.

Operating the system at minimum pressures will reduce the severity of any possible damage that could result from system failure. Ground water will be routinely analyzed to determine water gravity and insure that the water is protected from contamination by the brine production process.

B. Containment and Cleanup:

Brine storage tanks will be encircled with an earthen firewall to serve as a retainer should a spill or leak occur. The firewall will be of a capacity equal to 1/3 more volume than total brine tankage.

Should a spill occur, surface material that is contaminated will be disposed of by remediation or tested for contaminants and hauled to an approved disposal site.

Sumps will be installed under the loading headers to collect any fluid that might collect during truck loading operations.

C. Notification:

In the event of a major spill, the District OCD in Artesia will be notified immediately by the systems operator stationed in Carlsbad. Minor spills will be reported to the OCD in writing within 10 days.

IX. SITE CHARACTERISTICS:

- A. The proposed site for the Carlsbad Brine Recovery Facility is located in an area with very little elevation definition. Drainage patterns are shallow and not of the deep arroyo type. Drainage is toward the east and northeast with a slope of less than 5 feet per 1,000. The rate of decline increases as with proximity to the river.

The nearest surface water is the Pecos River, located approximately 3,750 feet to the northeast. Brine volumes available at the site are insufficient to reach the river given the rainfall pattern, topography and the fact that no surface impoundments are planned.

Two water wells are located within this section, with a third being proposed by the applicant as a source well. All present wells are on a higher elevation than the proposed storage area of the project.

Due to poor quality of ground water in this area, water wells in the area have been used for watering livestock only.

B. Ground Water:

Depth of ground water most likely affected by the project, ranges from 50 feet to 200 feet. This depth was determined by the well logs from the same section as the project. Exhibit "I", Exhibit "I(1)", & Exhibit "O"

After the applicant's source well is drilled, a water sample will be sent to the District OCD. Exhibit "M"

C. Soil and Aquifer Information:

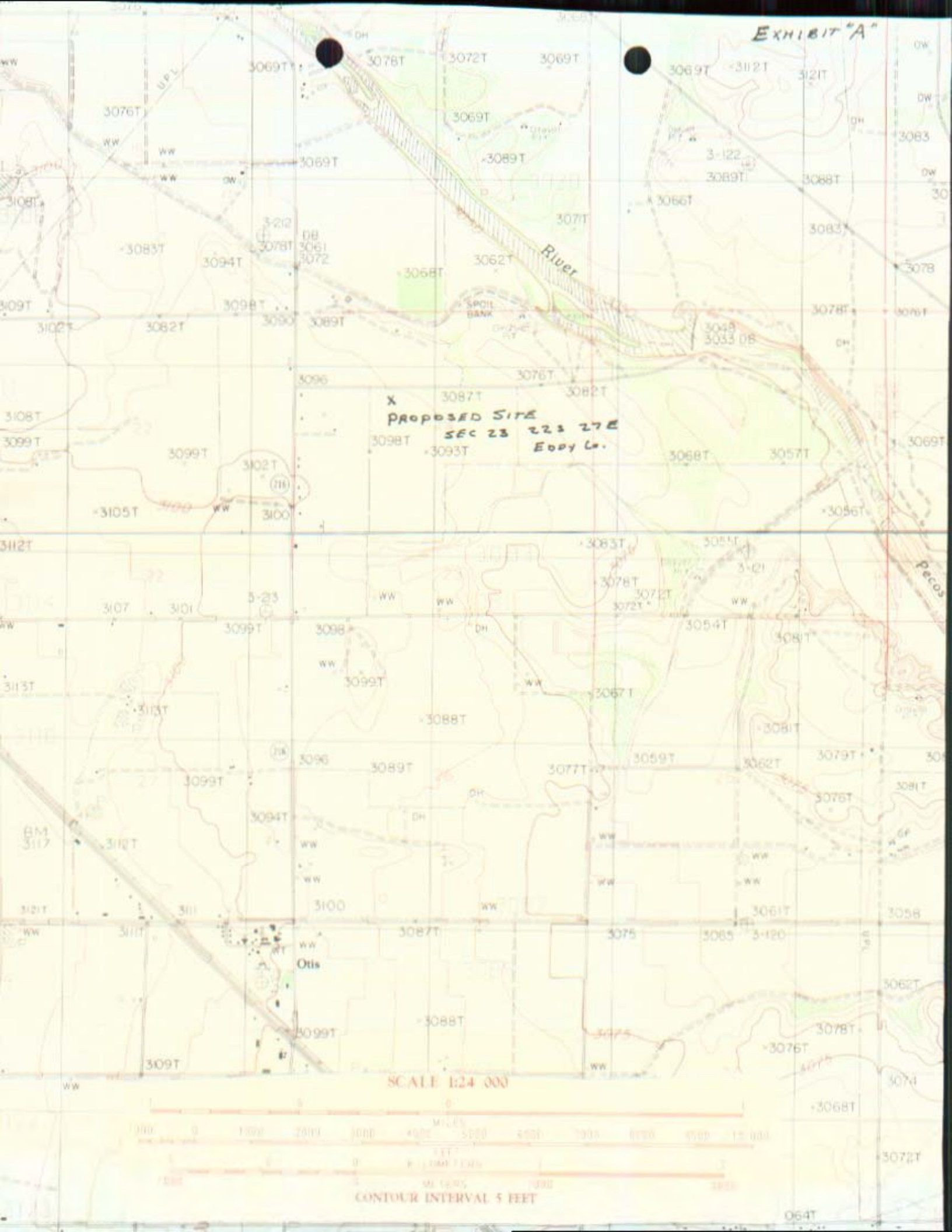
1. The predominate soil types found in Sec 23, 22S, 27E are fully discussed in information supplied by the USDA. Please see Exhibit "R".
2. The principal supply of ground water in this area is the alluvium formation. Exhibit "N" and Exhibit "O"
3. Composition of the alluvium formation is predominately Quaternary Alluvium.
4. Well logs and casing reports in the OCD well file and the state engineer records indicate that the rock at the base of the alluvium ranges from 250' to 300'.

Available geologic and engineering data has been examined and there is no evidence of open faults or any other hydrologic connection between the injection zone and any under ground source of fresh water.

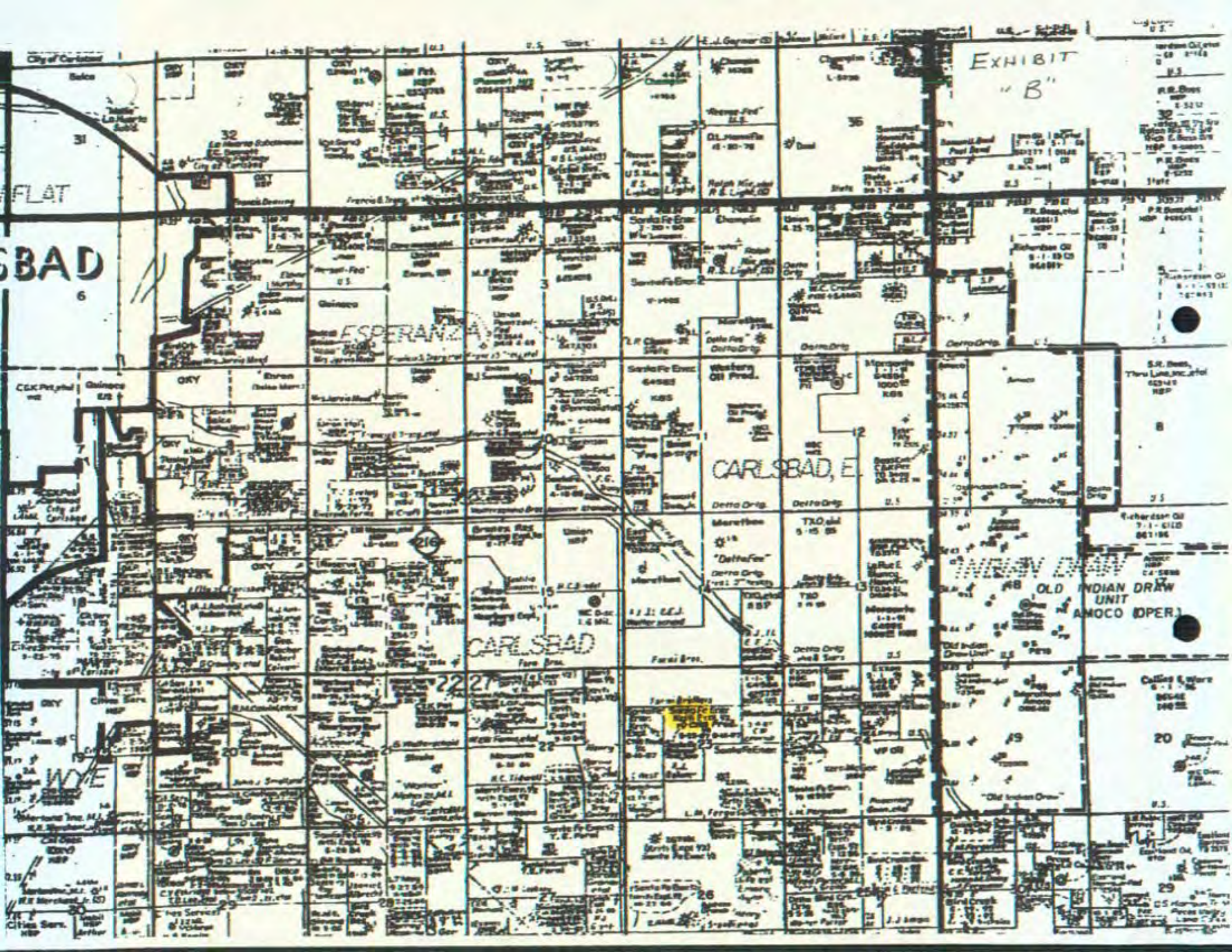
- D. The flooding potential at the discharge site with respect to major precipitation is very unlikely due to the relatively flat terrain with limited elevation definition. Drainage patterns are shallow and wide and not of the deep arroyos type. Exhibit "A"

As no surface impoundments are planned, minor flooding would have no detrimental effect on the terrain from an environmental standpoint.

EXHIBIT "A"



CONTOUR INTERVAL 5 FEET

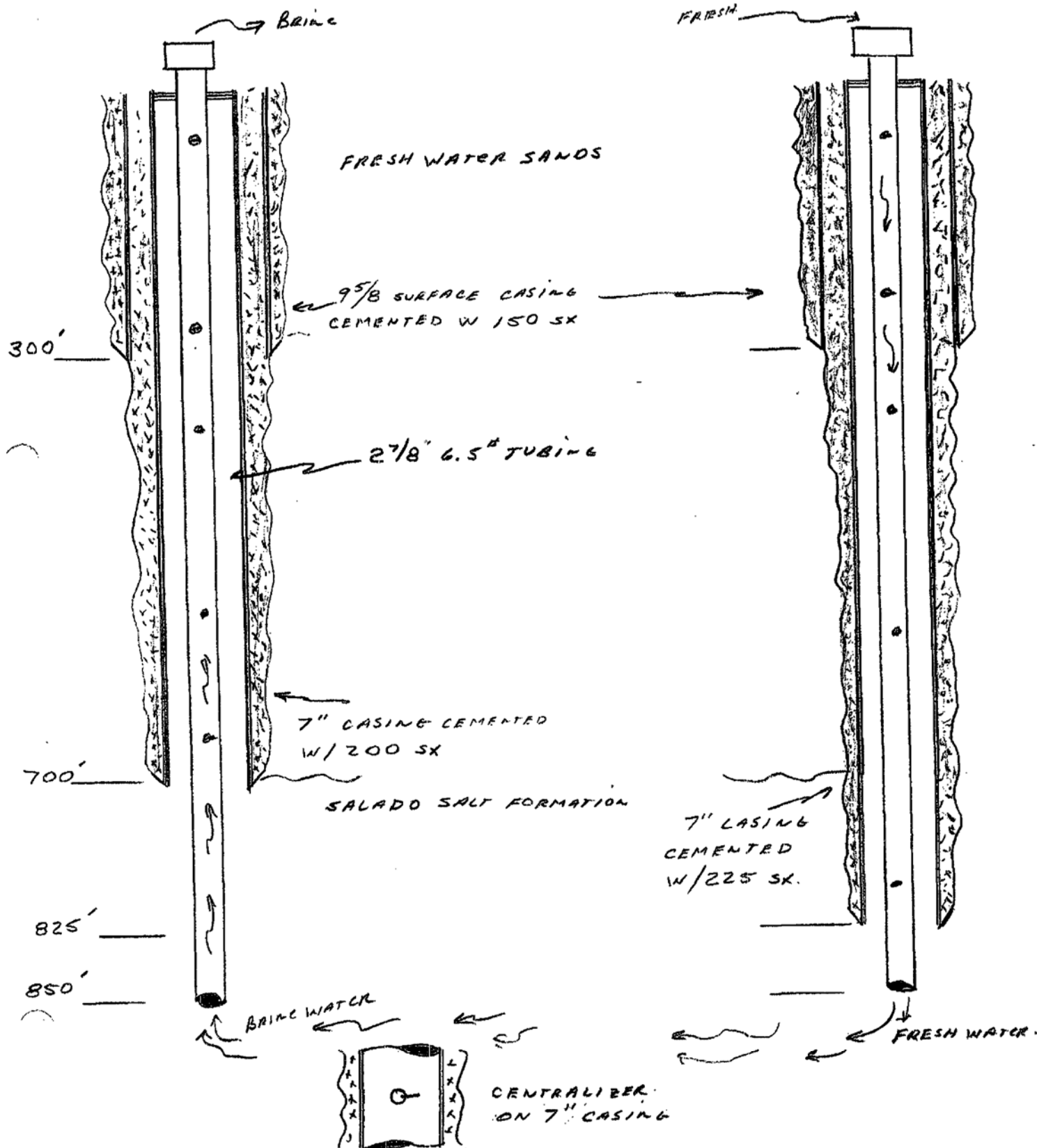


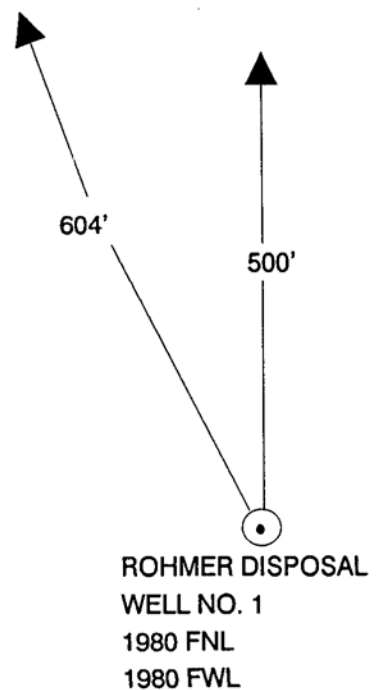
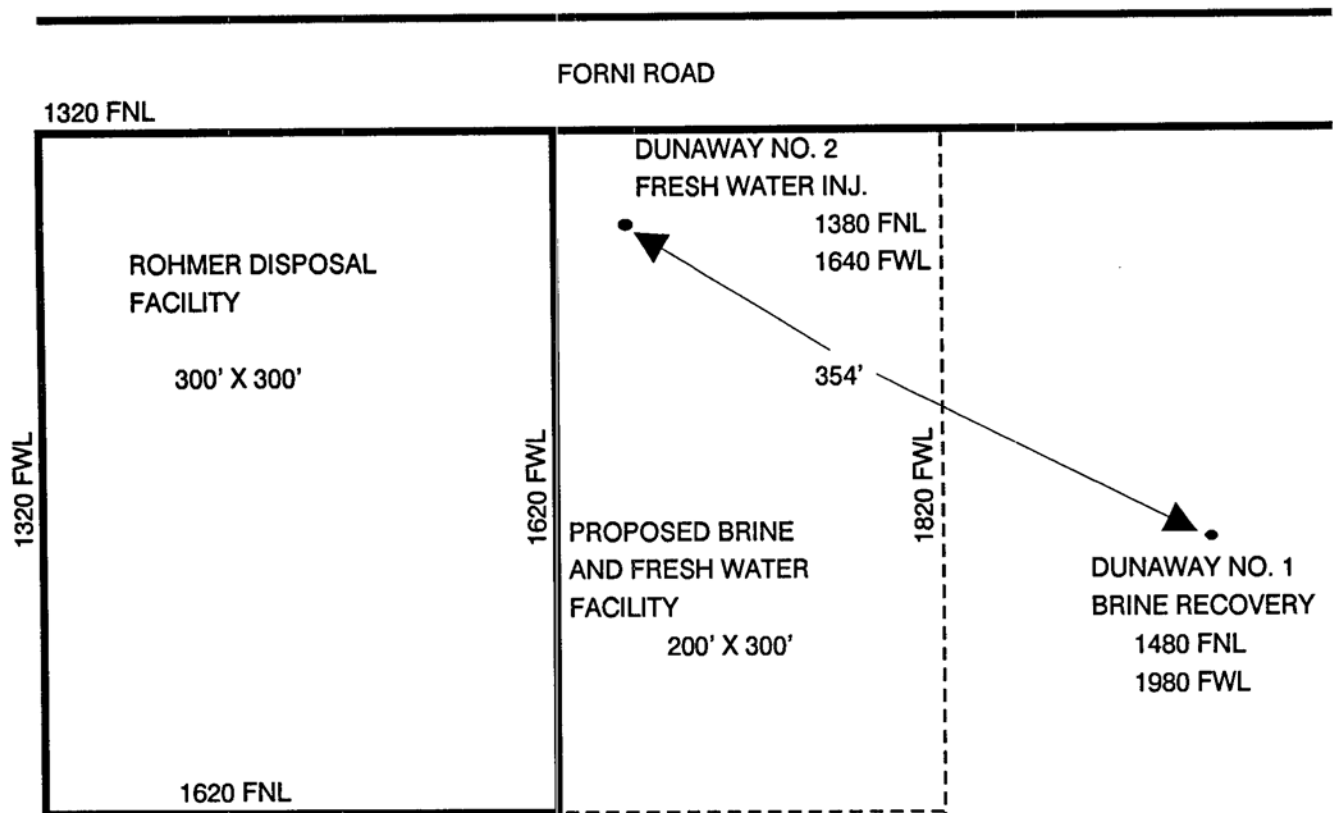
ASHLAND PIPE LINE COMPANY ENGINEERING DEPARTMENT			SHEET
			AFE
SUBJECT SCHEMATIC OF BRINE RECOVERY PROJECT			DISTRICT
WELL PROFILE, DUNAWAY NO. 1 AND NO. 2			DRAWING
BY S. ROGERS	CHECKED BY	APPROVED BY	DATE 6/17/94

0427-6 (02/91)

NO. 1 BRINE RECOVERY

NO. 2 FRESH WATER INT.





05 MAY 27 '94 02:34AM SPC ENGINEERING HOU.
17138484313NO. 505 P. 6/6
F001

District I
PO Box 1982, Hobbs, NM 88241-1982

District II
PO Drawer DD, Arco, NM 88211-0719

District III
1000 Rio Bravo N.E., Alamogordo, NM 87410

District IV
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

Form C-101
Revised February 10, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 6 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

Operator Name and Address: Scurlock Permian Corporation P.O. Box 4648 Houston, Texas 77210-4648		Oil Well Number: API Number: 30 - 0
Property Code:	Property Name: Dunaway	Well No.: No 1

7 Surface Location

UL or lot no.	Section	Township	Range	Lot No.	Feet from the	North/South line	Feet from the	East/West line	County
F	23	22S	27E		1480	FNL	1980	FWL	Eddy

8 Proposed Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot No.	Feet from the	North/South line	Feet from the	East/West line	County
Proposed Pool 1					Proposed Pool 2				

Work Type Code	Well Type/Code	Cable/Rotary	Lease Type Code	Graded Level Elevation
N	(Brine Well)	R	P	3094
Multiple	Proposed Depth	Formation	Completion	Spud Date
No	850 ft	Salado Salt	Unknown	June 1994

21 Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Casing Depth	Feet of Cement	Estimated TOC
12 1/2"	9 5/8"	40#	300'	150	Surface
8 1/2"	7"	23#	+/- 700'	200	Surface
6 1/8"	2 7/8"	6.5#	850'	0	

Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

This is Well No. 1 of a two well program to leach salt from the Salado salt formation. This well will serve as the recovery well during normal operation. Fresh water will be pumped down Well No. 2, transverse the 354' between Well No. 2 and Well No. 1 via a horizontal hydraulic fracture initiated between the well bores in the salt section. The fresh water will leach salt and be recovered via the 2 7/8" tubing in Well No. 1 as saturated brine.

Due to the shallow depth and low formation pressure in this area, only a diverter type system will be used.

I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Signature:

Printed name:

Title:

Date:

Phone:

OIL CONSERVATION DIVISION

Approved by:

Title:

Approval Date:

Expiration Date:

Conditions of Approval:

Attached ☐

05 MAY 27 '94 02:34AM SPC ENGINEERING HOU.

District I
PO Box 1980, Hobbs, NM 88241-1980
District II
PO Drawer DD, Arma, NM 88211-0719
District III
1000 Rio Bravo Rd., Aztec, NM 87410
District IV
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

Form C-101
Revised February 10, 1994
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Submit to Appropriate District Office
State Lease - 6 Copies
Fee Lease - 5 Copies

☐ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

Operator Name and Address: Scurlock Permian Corporation P.O. Box 4648 Houston, Texas 77210-4648		OCRD Number
		API Number 30 - 0
Property Code	Property Name Dunaway	Well No. No 2

Surface Location

UL or lot no.	Section	Township	Range	Lot No.	Feet from the	North/South line	Feet from the	East/West line	County
F	23	22S	27E		1380	FNL	1640	FWL	Eddy

Proposed Bottom Hole Location if Different From Surface

UL or lot no.	Section	Township	Range	Lot No.	Feet from the	North/South line	Feet from the	East/West line	County
Proposed Pool 1					Proposed Pool 2				

Work Type Code N	Well Type/Code I	Casing/Retary R	Lease Type Code P	Grossed Land Elevation 3094
Multiple No	Proposed Depth 850	Formation Salado	Completion Unknown	Spud Date June 1994

Proposed Casing and Cement Program

Casing Size	Casing Size	Casing weight/foot	Casing Depth	Feet of Cement	Estimated TOC
12 1/2"	9 5/8"	40#	300'	150	Surface
8 1/2"	7"	23#	825'	225	Surface
6 1/8"	2 7/8"	6.5#	850'	0	0

Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the proposed protection program, if any. Use additional sheets if necessary.

This is Well No. 2 of a two well program to leach salt from the Salado salt formation. This well will normally serve as the fresh water injection well. Fresh water will be pumped down the 2 7/8" tubing, transverse the 354' fractured salt section, and be recovered as saturated brine from the 2 7/8" tubing in Well No. 1.

Due to the shallow depth and low formation pressure in this area, only a diverter type system will be used.

I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Signature:

Printed name:

Title:

Date:

Printed:

OIL CONSERVATION DIVISION

Approved by:

Title:

Approved Date:

Expiration Date:

Condition of Approval:

Attached ☐

Exhibit "E"



333 Clay
P.O. Box 4648
Houston, Texas 77210-4648

(713) 646-4100

June 15, 1994

Mr. Dale Doremus
New Mexico Environmental Division
Groundwater Section
1190 St. Francis Drive
P.O. Box 26110
Santa Fe, New Mexico 87502

Dear Sir:

In accordance with the Water Quality Control Commission Regulation I-201, we hereby submit our "Notice of Intent to Discharge" as it pertains to our proposed Brine Recovery project located in Sec 23, 22S, 27E, Eddy County, New Mexico.

I. NAME & ADDRESS:

Scurlock Permian Corporation
333 Clay
P.O. Box 4648
Houston, Texas 77210-4648

II. LOCATION OF DISCHARGE:

SE/4 NW/4 Sec 23, 22S, 27E, Eddy County, New Mexico

III. ESTIMATE OF CONCENTRATION OF WATER CONTAMINATES IN THE DISCHARGE PLAN:

Recovered brine will average 14,500 mg/l TDS

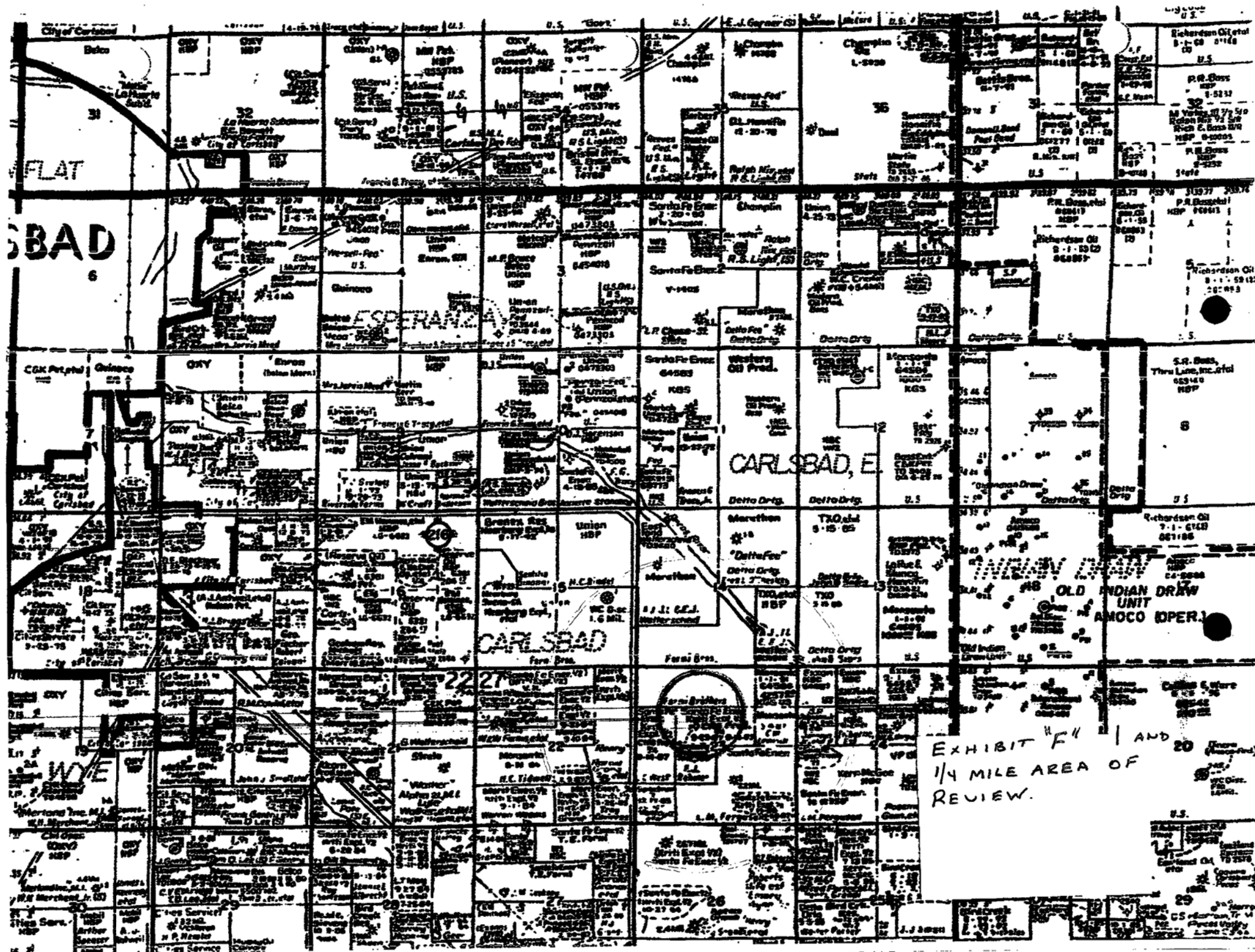
IV. QUANTITY OF THE DISCHARGE:

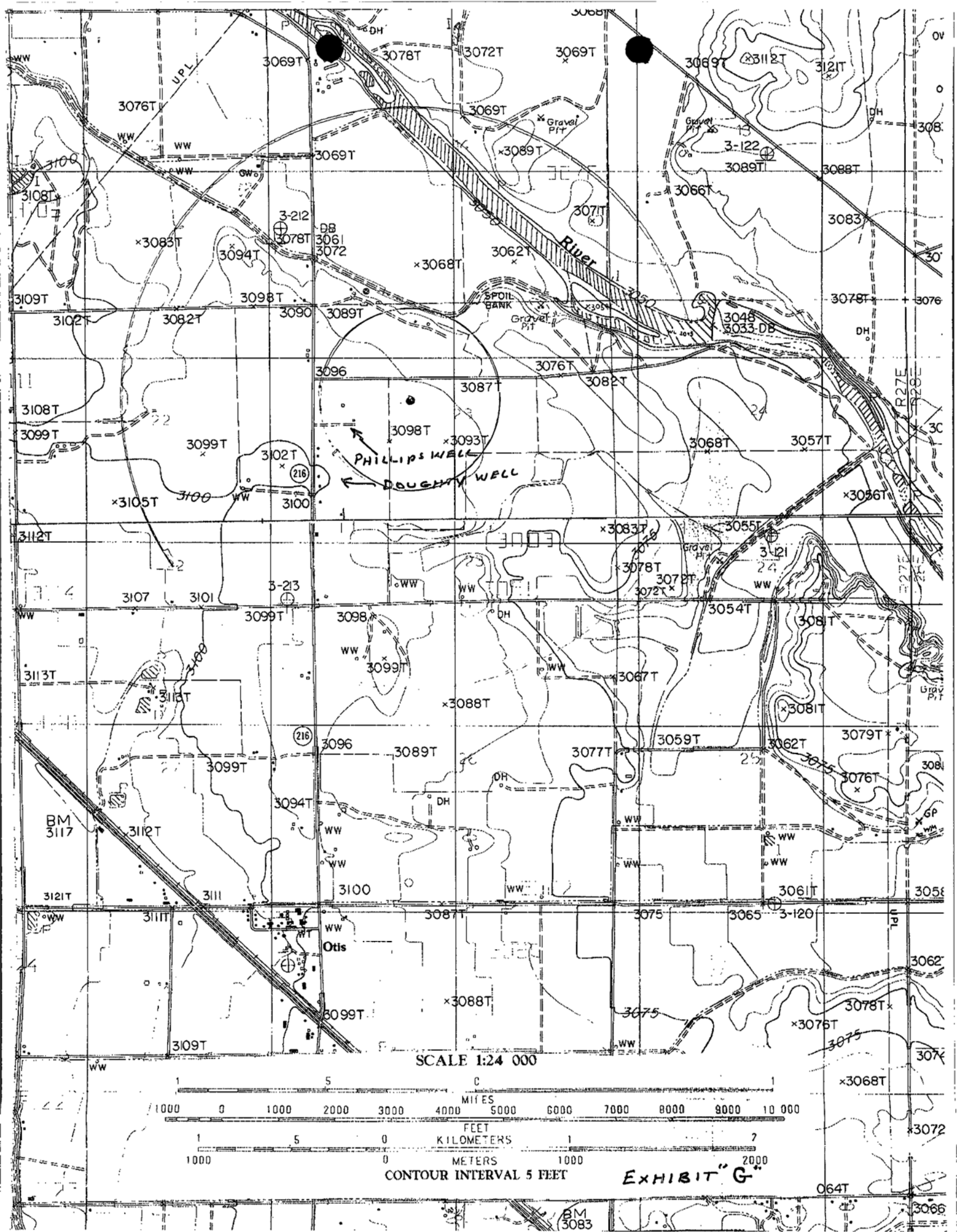
Expected recovery is anticipated to be approximately 1,000 bbls of saturated brine per day, equated to 58,800 lbs of salt per day assuming 8.7#/gallon water saturated to 10.1#/gallon.

Should any further information be required, please let me know.

Sincerely,

Steward E. Rogers
Steward E. Rogers
Operations Coordinator





[illegible]

Driller

INSTRUCTIONS: This form should be executed in triplicate, preferably typewritten, and submitted to the appropriate district office of the State Engineer. All questions, except Section 5, shall be answered as completely and accurately as possible when any well is drilled, repaired or deepened. When this form is used as a plugging record, only Section 1(a) and Section 5 need be completed.

**STATE ENGINEER OFFICE
WELL RECORD**

Revised June 1972

EXHIBIT I

Section 1. GENERAL INFORMATION

(A) Owner of well Billy C. Phillips Owner's Well No. _____
 Street or Post Office Address 802 W. Sherman
 City and State Carlsbad, New Mexico 88220

Well was drilled under Permit No. G-1776 and is located in the:

- a. 1/4 1/4 SW 1/4 NW 1/4 of Section 23 Township 22S Range 27E N.M.P.M.
 b. Tract No. _____ of Map No. _____ of the Rt. 1 Box 156D on the farm to
market Southeast of Carlsbad
 c. Lot No. _____ of Block No. _____ of the _____
 Subdivision, recorded in Eddy County.
 d. X= _____ feet, Y= _____ feet, N.M. Coordinate System _____ Zone in
 the _____ Grant.

(B) Drilling Contractor Tidwell Drilling License No. WD-406
 Address Rt. 1. Box 17 Artesia, New Mexico 88210

Drilling Began Sept 7 77 Completed Sept 16 77 Type tools cable Size of hole 8 in.
 Elevation of land surface or _____ at well is _____ ft. Total depth of well 157 ft.
 Completed well is ☒ shallow ☐ artesian. Depth to water upon completion of well 40 ft.

Section 2. PRINCIPAL WATER-BEARING STRATA

Depth in Feet		Thickness in Feet	Description of Water-Bearing Formation	Estimated Yield (gallons per minute)
From	To			
50	146	96	sand with streaks of clay	very good

Section 3. RECORD OF CASING

Diameter (inches)	Pounds per foot	Threads per in.	Depth in Feet		Length (feet)	Type of Shoe	Perforations	
			Top	Bottom			From	To
8" id	24	8	0	98		none	none	
this pipe was run to shut off cave-could not drill without pipe								
7"	20	8	0	157		none	121	146

Section 4. RECORD OF MUDDING AND CEMENTING

Depth in Feet		Hole Diameter	Sacks of Mud	Cubic Feet of Cement	Method of Placement
From	To				

Section 5. PLUGGING RECORD

Plugging Contractor _____
 Address _____
 Plugging Method _____
 Date Well Plugged _____
 Plugging approved by: _____

State Engineer Representative

No.	Depth in Feet		Cubic Feet of Cement
	Top	Bottom	
1			
2			
3			
4			

FOR USE OF STATE ENGINEER ONLY

Date Received _____

Quad _____ FWL _____ FSL _____

✓ File No. G-1776 Use D-5 Location No. 22.27.23.13.134

STATE ENGINEER OFFICE

WELL RECORD

EXHIBIT I

Section 1. GENERAL INFORMATION

(A) Owner of well Carl H. Doughty Owner's Well No. _____
 Street or Post Office Address Route 1 Box 159
 City and State Carlsbad, New Mexico 88220

Well was drilled under Permit No. C-1713 and is located in the:

a. 1/4 SW 1/4 NW 1/4 SW 1/4 of Section 23 Township 25S Range 27E N.M.P.M.

b. Tract No. _____ of Map No. _____ of the _____

c. Lot No. _____ of Block No. _____ of the _____
 Subdivision, recorded in Eddy County.

d. X= _____ feet, Y= _____ feet, N.M. Coordinate System _____ Zone in
 the _____ Grant.

(B) Drilling Contractor W.H. Taylor, Sr. License No. WD-604

Address 205 N. 3rd St., Carlsbad, New Mexico 88220

Drilling Began Sept. 1976 Completed Sept 27, 1976 Type tools Cable Size of hole 7 in.

Elevation of land surface or _____ at well is _____ ft. Total depth of well 101 ft.

Completed well is ☒ shallow ☐ artesian. Depth to water upon completion of well 46 ft.

Section 2. PRINCIPAL WATER-BEARING STRATA

Depth in Feet		Thickness in Feet	Description of Water-Bearing Formation	Estimated Yield (gallons per minute)
From	To			
65	96	31	Light brown clay, sand, & gravel	good

Section 3. RECORD OF CASING

Diameter (inches)	Pounds per foot	Threads per in.	Depth in Feet		Length (feet)	Type of Shoe	Perforations	
			Top	Bottom			From	To
6 5/8			1	20	21	none		

Section 4. RECORD OF MUDDING AND CEMENTING

Depth in Feet		Hole Diameter	Sacks of Mud	Cubic Feet of Cement	Method of Placement
From	To				

Section 5. PLUGGING RECORD

Plugging Contractor _____
 Address _____
 Plugging Method _____
 Date Well Plugged _____
 Plugging approved by: _____

State Engineer Representative

No.	Depth in Feet		Cubic Feet of Cement
	Top	Bottom	
1			
2			
3			
4			

FOR USE OF STATE ENGINEER ONLY

Date Received _____

Quad _____ FWL _____ FSL _____

File No. C-1713 Use Don Location No. 22.27.28.21134

Section 6. LOG OF HOLE

[illegible]

Section 7. REMARKS AND ADDITIONAL INFORMATION:

OFFICE

2008-03-26

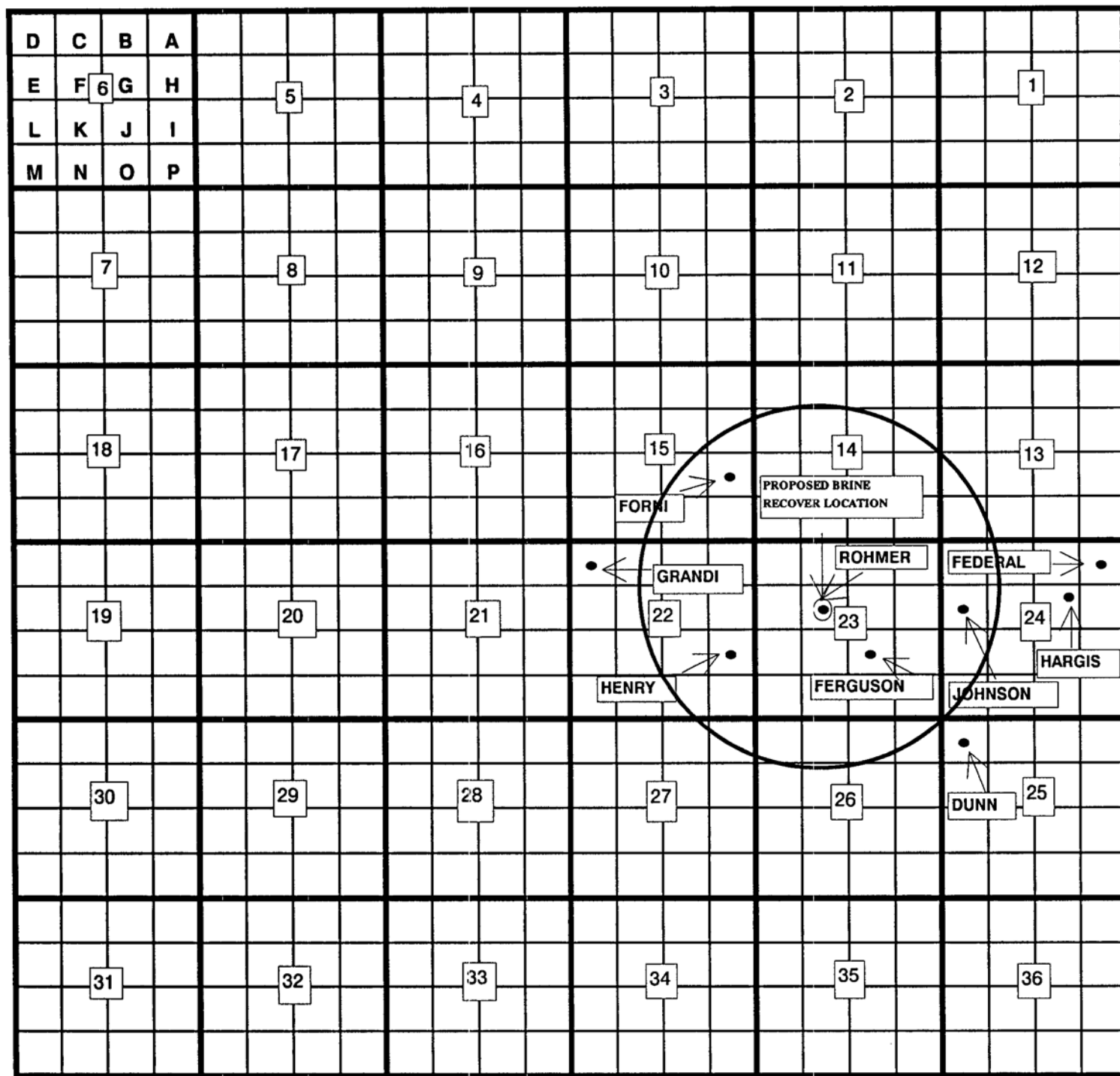
The undersigned hereby certifies that, to the best of his knowledge and belief, the foregoing is a true and correct record of the above described hole.

W. H. Taylor
Driller

Driller

INSTRUCTIONS: This form should be executed in triplicate, preferably typewritten, and submitted to the appropriate district office of the State Engineer. Questions, except Section 5, shall be answered as completely and accurately as possible when any well is drilled, repaired or deepened. When this form is used as a plugging record, only Section 1(a) and Section 3 need be completed.

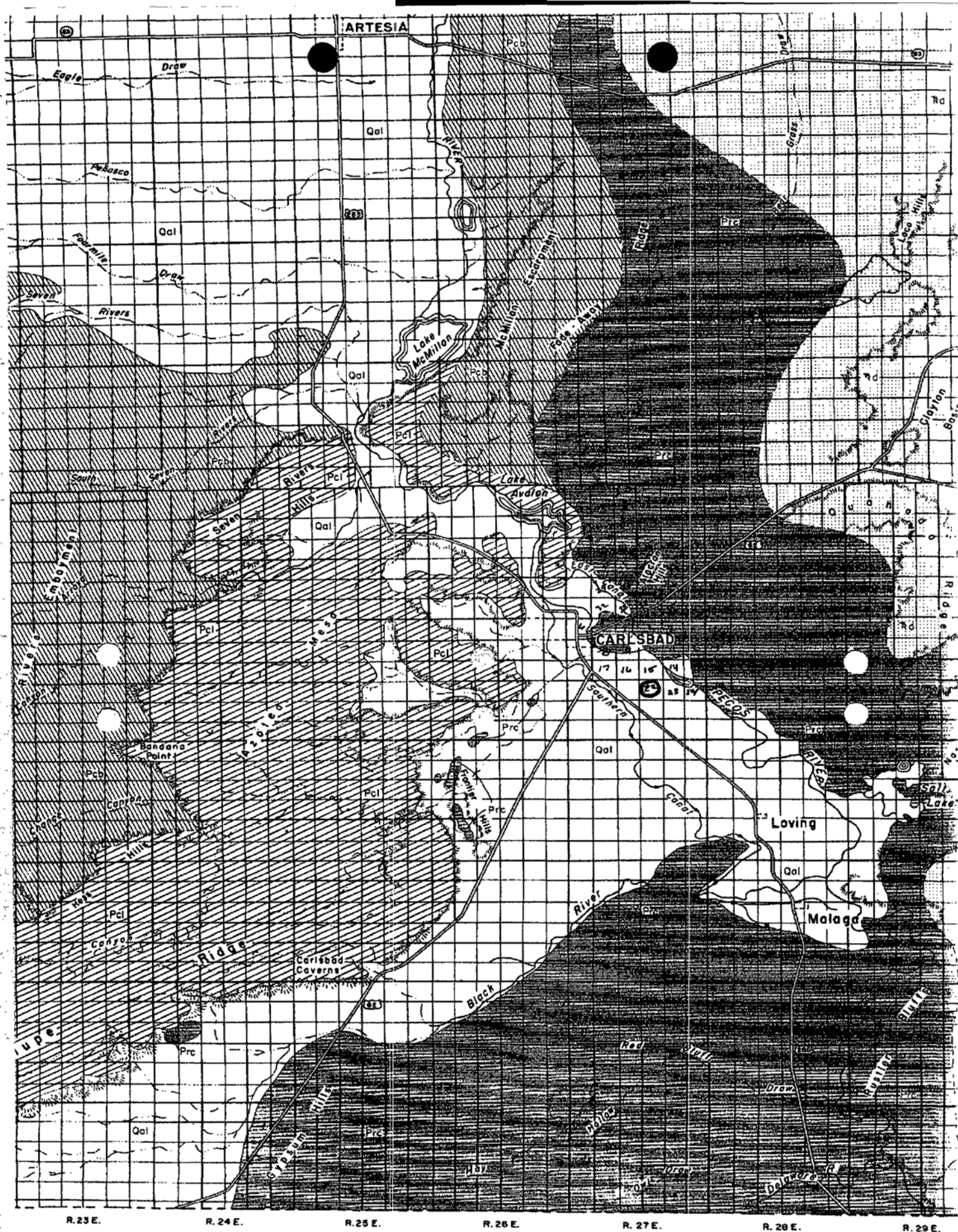
EXHIBIT "J"



WELL NAME

LOCATION

ROHMER	UNIT F SEC 23
JOHNSON	UNIT E SEC 24
HARGIS	UNIT G SEC 24
DUNN	UNIT D SEC 25
GRANDI	UNIT E SEC 22
HENRY	UNIT I SEC 22
FEDERAL	UNIT A SEC 24
FORNI	UNIT I SEC 15
FERGUSON	UNIT J SEC 23



E

X

A
EXHIBIT "K"

GEOLOGY OF EDDY COUNTY, NEW MEXICO

AVAILABILITY OF GROUND WATER BY AREAS

AREA 1. GUADALUPE MOUNTAINS:

- a. Azotea Mesa: Stock and domestic supplies generally available at depths of less than 800 feet in Carlsbad limestone; perched water available locally in arroyo gravels. Irrigation supplies obtainable from Carlsbad limestone and overlying alluvium in La Huerta and Happy Valley, but shallow water in these areas is generally impotable.
- b. Guadalupe Ridge and Mountains proper: Potable but generally hard water in small quantities available at depths of several hundred feet in uplands; shallow water available locally in arroyo gravels. Small springs from perched water southeast of White City on Guadalupe Ridge.
- c. Seven Rivers embayment: Depths to water cannot be predicted accurately. Shallow wells can be obtained locally along arroyos, but most produce from Queen Sandstone member of Goat Seep limestone at depths as great as 900 feet. Water generally potable. Quantity generally sufficient for stock and domestic supplies.

AREA 2. ALLUVIUM SOUTH OF CARLSBAD:

- a. Irrigation supplies generally obtainable. Generally impotable.
- b. Stock and domestic supplies generally available at depths ranging from 100 to 225 feet.

AREA 3. BETWEEN GUADALUPE MOUNTAINS AND PECOS RIVER AND SOUTH OF LATITUDE 32°15':

- a. Stock and domestic supplies and, locally, irrigation supplies, obtainable from alluvium at depths generally less than 200 feet.
- b. Stock and domestic supplies generally available in gypsum of Castle formation. Impotable over most of eastern part of area but usable for stock.

AREA 4. ROSWELL BASIN:

- a. Stock and domestic water available from alluvium or limestones of Chalk Bluff and San Andres formation at depths less than 50 feet on the east to 400 feet in west. Irrigation water available in eastern part.
- b. Stock and domestic water available from limestone of San Andres formation at depths from 400 feet on the east to more than 800 feet on the west.

AREA 5. EAST OF PECOS RIVER:

- a. Stock and domestic supplies available at depths less than 200 feet in Chalk Bluff formation or Whitehorse group; locally impotable.
- b. Stock water generally obtainable at depths less than 250 feet in Rustler formation; generally impotable and locally unfit for livestock.
- c. Stock and domestic supplies available at depths less than 800 feet in Triassic redbeds; quality generally fair but locally impotable.
- d. Potable water obtainable from sand and gravel or from underlying redbeds at a depth of about 900 feet.

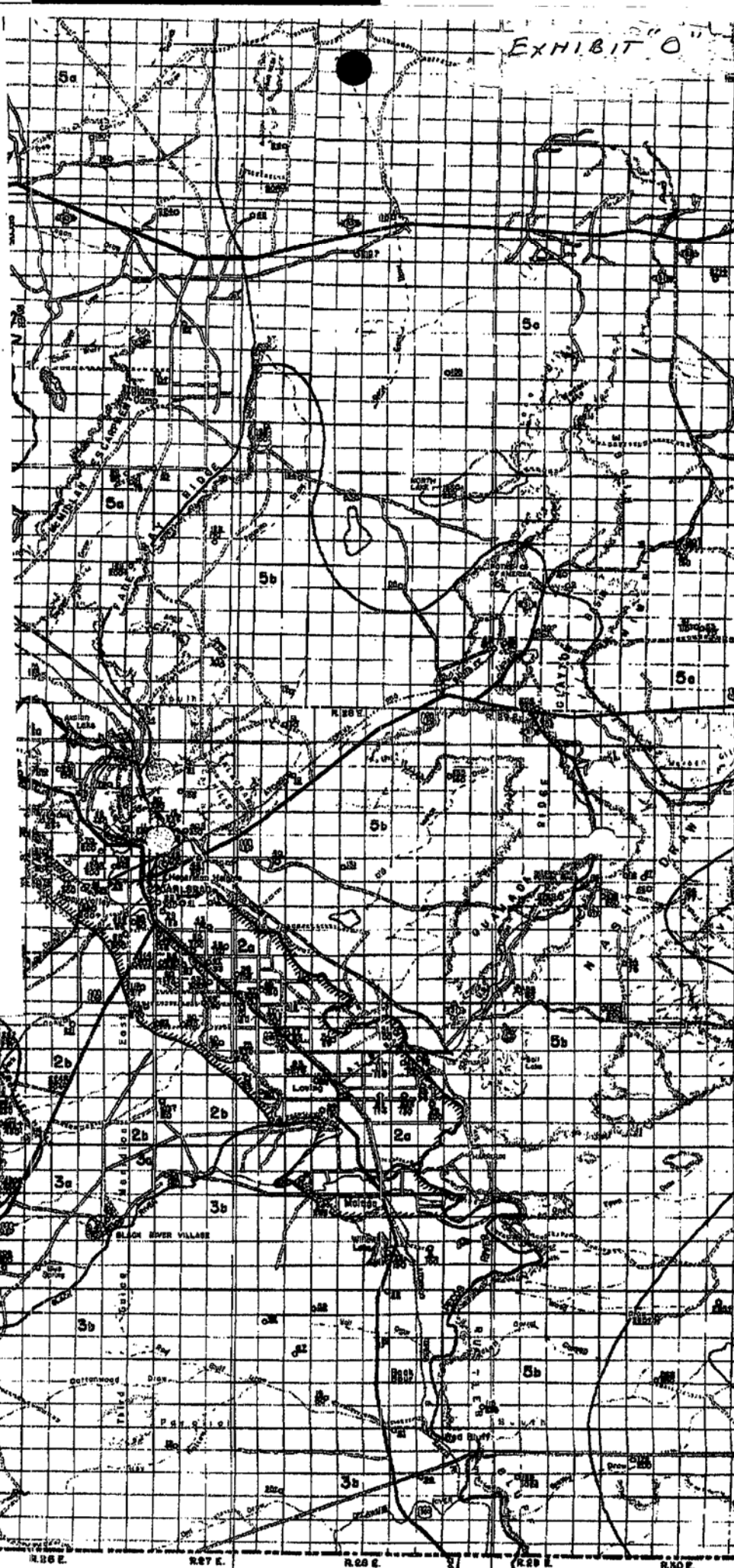


TABLE 9A.--WATER-QUALITY DATA FOR EDDY AND LEA COUNTIES, NEW MEXICO, ARRANGED BY BITM FORMATION SOURCE AND GEOGRAPHIC LOCATION.

EDDY COUNTY

SO NO	LOCATION SEC. T. R.	DATE OF COLLECTION	DEPTH FROM TO	FORMATION	SAMP- LING METHOD	SILICA (SiO2) (MG/L)	IRON (FE) (MG/L)	CALCIUM (CA) (MG/L)	MAGNESIUM (MG/L)	SODIUM + POTASSIUM AS NA (MG/L)	BICARBONATE + CARBONATE (MG/L)	SULFATE (SO4) (MG/L)	HYDROGEN SULFIDE (H2S) (MG/L)	CHLORIDE (CL) (MG/L)	FLUORIDE (F) (MG/L)	NITRATE (NO3) (MG/L)	DENSITY OF WATER AT 20C (GM/ML)	DISSOLVED SOLIDS (SUM) (MG/L)	CA+MG+K (MG/L)	SPECIFIC CONDUCTANCE (UMH/CM AT 25C)
1	22 27	10-17-70	3,417-3,434	4530LSO	TR	-	-	9,400	2,300	48,000	572	1,400	-	76,000	-	-	1.106	160,000	334	171,000
2	22 27	10-17-70	3,411-3,434	4530LSO	ST	-	-	9,400	2,400	48,000	574	1,400	-	76,000	-	-	1.106	160,000	334	171,000
3	12 27	03-25-60	-	4530LSO	-	-	-	3,100	1,400	45,000	101	1,800	-	80,000	-	-	1.093	130,000	139	-
4	15 24	03-00-59	2,480-	4530LSO	-	-	ND	5,200	2,600	190,000	192	2,000	0.0	190,000	-	-	1.200	300,000	104	-
5	15 24	03-19-59	-	4530LSO	-	-	ND	-	-	130,000	-	-	0.0	190,000	-	-	1.124	-	-	-
6	25 30	08-21-60	3,628-3,842	4530LSO	SB	-	-	9,000	1,500	45,000	40	800	0.0	90,000	-	-	1.090	150,000	228	-
7	1 25	08-03-63	3,724-	4530LSO	SB	-	0.0	8,600	2,100	51,000	122	130	0.0	93,000	-	-	1.105	160,000	270	-
8	17 25	05-17-64	3,668-3,615	4530LSO	WB	-	-	8,200	1,000	70,000	24	350	-	90,000	-	-	1.105	150,000	246	-
9	15 24	05-08-62	3,800-	4530LSO	BP	-	-	40	-	579	711	550	-	75	-	-	1.001	2,000	884	-
10	20 24	03-13-59	3,950-	4530LSO	BT	-	TR	7,500	2,600	47,000	139	1,300	0.0	110,000	-	-	1.110	180,000	238	-
11	20 24	03-13-59	3,950-	4530LSO	-	-	TR	9,400	2,500	49,000	137	1,100	0.0	98,000	-	-	1.100	160,000	335	-
12	24 26	01-10-58	4,113-4,120	4530LSO	-	-	-	24,000	3,100	52,000	195	430	-	130,000	-	-	1.144	210,000	634	-
13	24 26	01-10-58	4,113-4,120	4530LSO	-	-	-	1,800	870	110,000	159	340	-	170,000	-	-	1.187	280,000	934	-
14	27 18	01-22-59	4,172-	4530LSO	-	-	-	1,800	870	110,000	159	340	-	170,000	-	-	1.173	250,000	374	-
15	28 18	01-05-60	5,074-5,079	4530LSO	-	-	SO	19,000	1,600	74,000	70	800	TR	160,000	-	-	1.079	159,000	-	162,000
16	7 20	02-00-67	-	4530LSO	-	-	-	2,100	710	4,000	236	2,700	TR	72,000	-	-	1.074	120,000	099	-
17	30 20	09-22-59	4,395-4,460	4530LSO	BT	-	11	1,200	51	4,300	-	-	-	4,700	-	-	1.015	-	021	-
18	30 20	09-10-58	6,813-6,965	4530LSO	BT	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19	30 20	09-10-58	6,813-6,965	4530LSO	BT	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
20	30 20	09-21-59	6,786-6,836	4530LSO	-	-	TR	-	-	110,000	-	-	0.0	170,000	-	-	1.103	-	-	-
21	24 21	02-15-67	2,670-2,670	4530LSO	-	-	-	-	-	72,000	-	-	-	110,000	-	-	1.123	198,000	-	188,000
22	24 21	02-15-67	2,670-2,670	4530LSO	-	-	-	-	-	72,000	-	-	-	110,000	-	-	1.123	198,000	-	188,000
23	18 22	11-05-70	3,624-3,636	4530LSO	ST	-	-	1,400	730	4,700	1,530	3,900	1,500	10,000	-	-	1.015	25,000	445	34,100
24	18 22	11-05-70	3,624-3,636	4530LSO	ST	-	-	-	-	5,000	-	-	-	9,100	-	-	1.016	-	-	35,400
25	22 27	02-15-67	3,417-3,434	4530LSO	ST	-	-	-	-	63,000	574	-	-	97,000	-	-	1.126	-	-	170,000
26	22 27	02-15-67	3,417-3,434	4530LSO	ST	-	-	-	-	63,000	574	-	-	97,000	-	-	1.126	-	-	170,000
27	11 24	01-00-58	-	4530LSO	TR	-	0.0	1,450	176	68,000	650	3,100	ND	140,000	-	-	1.135	230,000	334	-
28	13 24	02-00-67	-	4530LSO	-	-	-	-	-	73,000	-	-	-	110,000	-	-	1.072	191,000	-	197,000
29	9 24	00-00-00	2,166-	4530LSO	SB	-	-	2,200	1,800	32,000	95	140	-	59,000	-	-	1.071	95,000	182	-
30	13 24	04-23-59	-	4530LSO	-	-	-	2,200	1,800	32,000	95	140	-	59,000	-	-	1.071	95,000	182	-
31	24 24	01-24-58	4,573-4,623	4530LSO	BT	-	TR	-	-	13,000	850	10,000	TR	13,000	-	-	1.019	38,000	034	-
32	4 25	05-14-50	3,850-	4530LSO	WB	-	ND	13,000	2,600	53,000	232	1,250	0.0	110,000	-	-	1.110	180,000	366	-
33	20 25	02-00-63	3,789-3,761	4530LSO	BT	-	-	7,500	1,800	63,000	82	1,400	0.0	120,000	-	-	1.130	190,000	194	-
34	20 25	02-00-63	3,789-3,761	4530LSO	FL	-	0.0	8,000	2,900	44,000	68	510	0.0	97,000	-	-	1.109	160,000	301	-
35	20 25	02-15-63	3,685-3,711	4530LSO	BT	-	-	8,000	1,800	33,000	81	1,950	0.0	100,000	-	-	1.115	170,000	247	-
36	20 25	02-15-63	3,685-3,711	4530LSO	BT	-	-	8,000	1,800	33,000	81	1,950	0.0	100,000	-	-	1.115	170,000	247	-
37	20 25	02-21-63	3,142-3,699	4530LSO	BT	-	0.0	3,000	880	120,000	86	2,800	0.0	190,000	-	-	1.175	310,000	043	-
38	13 24	02-00-67	-	4530LSO	-	-	0.0	8,000	2,900	44,000	68	510	0.0	97,000	-	-	1.109	160,000	301	-
39	20 25	03-18-59	3,450-	4530LSO	BT	-	TR	8,100	2,400	47,000	137	620	0.0	90,000	-	-	1.094	148,000	-	157,000
40	6 16	03-20-64	-	4530LSO	FL	-	-	-	-	13	-	-	-	20	-	-	1.000	160,000	294	-
41	14 16	03-20-64	-	4530LSO	FL	-	-	-	-	13	-	-	-	20	-	-	1.000	-	-	2,310
42	14 16	03-20-64	-	4530LSO	FL	-	-	-	-	13	-	-	-	20	-	-	1.000	-	-	1,530
43	20 16	08-09-65	-	4530LSO	FL	-	-	-	-	13	-	-	-	20	-	-	1.000	-	-	1,100
44	20 16	08-09-65	-	4530LSO	FL	-	-	-	-	13	-	-	-	20	-	-	1.000	-	-	1,100
45	13 16	03-25-64	-	4530LSO	FL	-	-	-	-	13	-	-	-	20	-	-	1.000	-	-	1,100
46	13 16	08-09-65	-	4530LSO	FL	-	-	-	-	13	-	-	-	20	-	-	1.000	-	-	1,100
47	13 16	08-09-65	-	4530LSO	FL	-	-	-	-	13	-	-	-	20	-	-	1.000	-	-	1,100
48	13 16	08-09-65	-	4530LSO	FL	-	-	-	-	13	-	-	-	20	-	-	1.000	-	-	1,100
49	27 16	01-06-62	4,000-	4530LSO	-	-	0.0	1,700	620	34,000	40	170	0.0	57,000	-	-	1.070	94,000	090	-
50	14 17	05-07-60	-	4530LSO	BT	-	-	-	-	19	-	-	-	30	-	-	1.000	-	-	2,375
51	6 17	03-25-64	-	4530LSO	FL	-	-	-	-	10	-	-	-	10	-	-	1.000	-	-	1,400
52	6 17	03-25-64	-	4530LSO	FL	-	-	-	-	10	-	-	-	10	-	-	1.000	-	-	1,400
53	6 17	03-25-64	-	4530LSO	FL	-	-	-	-	10	-	-	-	10	-	-	1.000	-	-	1,400
54	6 17	03-25-64	-	4530LSO	FL	-	-	-	-	10	-	-	-	10	-	-	1.000	-	-	1,400
55	6 17	03-25-64	-	4530LSO	FL	-	-	-	-	10	-	-	-	10	-	-	1.000	-	-	1,400

TABLE 9A.--WATER-QUALITY DATA FOR EDDY AND LEA COUNTIES, NEW MEXICO, FORMATION SOURCE AND GEOGRAPHIC LOCATION.

EDDY COUNTY

EXHIBIT P

TABLE 9A.--WATER-QUALITY DATA FOR FDOY AND LEA COUNTIES, NEW MEXICO, ARRANGED BY WPM FORMATION SOURCE AND GEOGRAPHIC LOCATION.

EDDY COUNTY

NO.	LOCATION	DATE OF	DEPTH	FORMATION	SAMP-	SILICA	IRON	CALCIUM	MAGNESIUM	SODIUM +	BICARBONATE	SULFATE	MANGANESE	CHLORIDE	FLUORIDE	WATER	DENSITY	DISCOVER	SPECIFIC	CON-
NO.	SFC.	T.	R.	COLLECT.	DEPTH	FROM	TO	FORMATION	METHOD	CONC.	CONC.	CONC.	CONC.	CONC.	CONC.	CONC.	AT 100	CONC.	CONC.	CONC.
1	21	17	24	12-30-58	9,143-9,159	400PCLV	OT	-	-	1,100.	280.	12,900.	1,610.	4,200.	1,100.	17,000.	1.026	38,000.	1.148	-
2	21	17	24	03-00-59	8,887-8,746	400PCLV	OT	-	-	3,390.	1,203.	45,000.	132.	2,600.	0.0	24,000.	1.095	130,000.	1.144	-
3	22	18	24	03-00-61	9,094-9,108	400PCLV	OT	-	-	2,390.	480.	17,000.	650.	472.	-	30,000.	1.039	31,000.	1.215	-
4	32	19	29	10-29-59	11,249-11,262	400PCLV	OT	-	-	1,990.	320.	20,000.	1,910.	702.	-	33,000.	1.046	59,000.	1.123	-
5	32	19	29	12-16-59	9,844-9,874	400PCLV	OT	-	-	1,900.	150.	100.	-	2,800.	-	1,400.	1.007	-	1.385	-
6	32	19	31	03-17-62	12,557-12,595	400PCLV	OT	-	-	1,900.	590.	18,000.	506.	960.	-	31,000.	1.038	53,000.	1.183	-
7	8	21	23	12-19-63	-	400PCLV	OT	-	-	-	-	-	-	-	-	-	-	-	-	-
8	17	23	23	06-00-64	9,492-9,492	400PCLV	OT	-	-	7,390.	820.	14,000.	136.	340.	0.0	36,000.	1.035	59,000.	1.129	-
9	17	23	23	06-00-64	9,492-9,492	400PCLV	OT	-	-	-	-	-	-	-	-	-	-	-	-	-
10	17	23	23	06-00-64	9,492-9,492	400PCLV	OT	-	-	-	-	-	-	-	-	-	-	-	-	-
11	17	23	23	06-00-64	9,492-9,492	400PCLV	OT	-	-	-	-	-	-	-	-	-	-	-	-	-
12	17	23	23	06-00-64	9,492-9,492	400PCLV	OT	-	-	-	-	-	-	-	-	-	-	-	-	-
13	17	23	23	06-00-64	9,492-9,492	400PCLV	OT	-	-	-	-	-	-	-	-	-	-	-	-	-
14	27	24	27	11-05-58	10,659-12,654	400PCLV	OT	-	-	2,400.	480.	15,000.	1,510.	2,300.	-	27,000.	1.038	48,000.	1.243	-
15	14	17	29	10-23-59	10,000-	402PCLV	OT	-	-	430.	71.	45.	-	-	-	800.	1.038	1,000.	1.19	-
16	14	17	30	11-06-63	11,134-	402PCLV	OT	-	-	24.	24.	0.0	-	-	-	800.	1.038	1,000.	1.19	-
17	23	19	31	09-19-63	-12,100	402PCLV	OT	-	-	1,200.	2,600.	23,000.	6.	400.	0.0	120,000.	1.097	6,200.	1.014	-
18	24	20	29	04-00-64	12,000-	402PCLV	OT	-	-	72.	24.	4,100.	1,670.	4,400.	0.0	19,000.	1.140	200,000.	1.044	-
19	24	20	29	04-00-64	12,200-	402PCLV	OT	-	-	9,100.	1,100.	6,000.	1,400.	1,400.	0.0	19,000.	1.015	12,000.	1.032	-
20	17	21	23	11-19-63	8,533-	402PCLV	OT	-	-	9,900.	810.	33,000.	470.	610.	0.0	61,000.	1.030	31,000.	1.134	-
21	23	21	23	04-00-59	9,339-9,374	402PCLV	OT	-	-	3,300.	440.	33,000.	35.	-	-	51,000.	1.059	-	1.190	-
22	31	22	25	04-00-63	9,986-10,086	402PCLV	OT	-	-	2,700.	440.	27,000.	390.	500.	0.0	42,000.	1.052	73,000.	1.150	-
23	11	23	24	05-11-60	10,454-12,479	402PCLV	OT	-	-	750.	-	260.	-	9,200.	0.0	400.	1.008	-	1.322	-
24	24	24	26	12-00-59	11,040-11,074	402PCLV	OT	-	-	11,060.	1,300.	37,000.	117.	240.	-	81,000.	1.078	130,000.	1.411	-
25	24	24	26	12-00-59	11,040-11,074	402PCLV	OT	-	-	7,500.	2,400.	39,000.	239.	720.	-	65,000.	1.078	110,000.	1.413	-
26	24	24	26	12-00-59	11,040-11,074	402PCLV	OT	-	-	2,590.	760.	49,000.	1,260.	8,000.	-	76,000.	1.088	140,000.	1.087	-
27	16	17	29	10-01-59	13,707-10,966	402PCLV	OT	-	-	1,200.	190.	15,000.	160.	200.	0.0	26,000.	1.030	94,000.	1.101	-
28	24	23	24	04-00-65	10,111-10,411	402PCLV	OT	-	-	2,260.	1,590.	38,000.	181.	310.	-	76,000.	1.090	123,000.	1.309	-
29	24	23	24	04-00-65	10,111-10,411	402PCLV	OT	-	-	2,260.	1,590.	38,000.	181.	310.	-	76,000.	1.090	123,000.	1.309	-
30	24	23	24	04-00-65	10,111-10,411	402PCLV	OT	-	-	2,260.	1,590.	38,000.	181.	310.	-	76,000.	1.090	123,000.	1.309	-
31	24	23	24	04-00-65	10,111-10,411	402PCLV	OT	-	-	2,260.	1,590.	38,000.	181.	310.	-	76,000.	1.090	123,000.	1.309	-
32	24	23	24	04-00-65	10,111-10,411	402PCLV	OT	-	-	2,260.	1,590.	38,000.	181.	310.	-	76,000.	1.090	123,000.	1.309	-
33	16	17	29	09-00-59	10,671-10,702	403ATOK	OT	-	-	2,000.	520.	37,000.	950.	750.	-	66,000.	1.074	-	1.265	-
34	16	17	29	09-23-59	10,671-10,744	403ATOK	OT	-	-	950.	320.	14,000.	991.	1,100.	0.0	23,000.	1.029	41,000.	1.114	-
35	16	17	29	09-23-59	10,671-10,744	403ATOK	OT	-	-	1,100.	130.	48,000.	980.	550.	0.0	72,000.	1.029	120,000.	1.033	-
36	16	17	29	09-23-59	10,671-10,744	403ATOK	OT	-	-	1,300.	890.	26,000.	101.	1,400.	0.0	43,000.	1.040	74,000.	1.106	-
37	16	17	20	11-01-63	16,270-10,334	403ATOK	OT	-	-	-	-	320.	-	2,500.	-	500.	1.006	-	-	-
38	37	18	26	04-05-61	9,004-9,136	403ATOK	OT	-	-	-	-	320.	-	2,500.	-	500.	1.006	-	-	-
39	35	21	28	02-04-58	11,522-11,651	403ATOK	OT	-	-	2,290.	470.	32,000.	762.	1,100.	-	49,000.	1.021	-	-	-
40	35	21	28	02-04-58	11,522-11,651	403ATOK	OT	-	-	2,290.	470.	32,000.	762.	1,100.	-	49,000.	1.021	-	-	-
41	35	21	28	02-04-58	11,522-11,651	403ATOK	OT	-	-	2,290.	470.	32,000.	762.	1,100.	-	49,000.	1.021	-	-	-
42	35	21	28	02-04-58	11,522-11,651	403ATOK	OT	-	-	2,290.	470.	32,000.	762.	1,100.	-	49,000.	1.021	-	-	-
43	12	24	26	10-00-60	-	403ATOK	OT	-	-	4,400.	610.	24,000.	1,220.	890.	-	18,000.	1.024	31,900.	1.213	-
44	19	17	31	04-00-54	-11,265	404STRN	OT	-	-	1,200.	2,600.	83,000.	304.	290.	0.0	37,000.	1.040	-	1.352	-
45	12	19	31	04-23-62	11,134-11,160	404STRN	OT	-	-	6,400.	1,300.	14,000.	490.	1,700.	-	130,000.	1.162	220,000.	1.075	-
46	23	19	31	07-00-63	11,300-	404STRN	OT	-	-	1,300.	100.	280.	191.	1,100.	0.0	81.	1.008	1,900.	1.116	-
47	23	19	31	07-00-63	11,300-	404STRN	OT	-	-	1,300.	100.	280.	191.	1,100.	0.0	81.	1.008	1,900.	1.116	-
48	23	19	31	08-27-63	11,174-11,507	404STRN	OT	-	-	1,300.	100.	280.	191.	1,100.	0.0	81.	1.008	1,900.	1.116	-
49	30	20	31	04-23-62	11,488-11,504	404STRN	OT	-	-	1,300.	100.	280.	191.	1,100.	0.0	81.	1.008	1,900.	1.116	-
50	30	20	31	05-07-62	11,521-11,532	404STRN	OT	-	-	1,300.	100.	280.	191.	1,100.	0.0	81.	1.008	1,900.	1.116	-
51	30	20	31	05-19-62	-	404STRN	OT	-	-	1,300.	100.	280.	191.	1,100.	0.0	81.	1.008	1,900.	1.116	-
52	30	20	31	05-19-62	-	404STRN	OT	-	-	1,300.	100.	280.	191.	1,100.	0.0	81.	1.008	1,900.	1.116	-
53	30	20	31	05-19-62	-	404STRN	OT	-	-	1,300.	100.	280.	191.	1,100.	0.0	81.	1.008	1,900.	1.116	-

TABLE 9A.--WATER-QUALITY DATA FOR FDOY AND LEA COUNTIES, NEW MEXICO, ARRANGED BY WPM FORMATION SOURCE AND GEOGRAPHIC LOCATION.

EDDY COUNTY

DISCOVER NO.	DATE	TIME	DEPTH	FORMATION	SAMP- NO.	SILICA (%)	IRON (%)	CALCIUM (%)	MAGNESIUM (%)	SODIUM + POTASSIUM (%)	BICARBONATE (%)	SULFATE (%)	MANGANESE (%)	CHLORIDE (%)	FLUORIDE (%)	WATER (%)	DENSITY	DISCOVER	SPECIFIC	CON-
1,610.	4,200.	1,100.	17,000.														1.026	38,000.	1.148	
132.	2,600.	0.0	74,000.														1.095	130,000.	1.144	
650.	472.		30,000.														1.039	31,000.	1.215	
1,910.	1,702.		33,000.														1.046	59,000.	1.123	
506.	2,800.		1,400.														1.007		1.385	
	960.		31,000.														1.038	53,000.	1.183	
136.	310.	0.0	36,000.														1.035	59,000.	1.129	
	2,700.		1,400.														1.000			
	2,000.		2,200.														1.000			
	2,000.		800.														1.000			
	200.		100.														1.000			
1,510.	2,350.		27,000.														1.039	98,000.	1.243	
200.	710.		800.														1.063	1,000.	1.14	
1,910.	2,100.	0.0	800.														1.007	6,200.	1.014	
6.	400.		120,000.														1.140	200,000.	1.094	
1,670.	1,400.	0.0	4,500.														1.015	12,000.	1.032	
186.	1,300.	0.0	19,000.														1.030	31,000.	1.134	
470.	610.	0.0	61,000.														1.071	108,000.	1.218	
	35.		51,000.														1.059		1.190	
590.	500.	0.0	42,000.														1.052	73,000.	1.150	
	4,000.	0.0	400.														1.006		2.322	
117.	200.		81,000.														1.095	130,000.	1.411	
239.	720.		65,000.														1.078	110,000.	1.443	
1,260.	4,000.		76,000.														1.098	190,000.	1.087	
160.	200.	0.0	26,000.														1.031	98,000.	1.101	
181.	310.		76,000.														1.090	123,000.	1.309	
290.	1,200.		85,000.														1.092	190,000.	1.345	
	540.		63,000.														1.071		1.265	
	750.		46,000.														1.074			
950.	4,400.		57,000.														1.073	100,000.	1.090	
991.	1,100.	0.0	23,000.														1.029	41,000.	1.114	
984.	450.	0.0	72,000.														1.020	120,000.	1.033	
104.	1,900.	0.0	43,000.														1.040	74,000.	1.106	
	2,500.		500.														1.026			
			49,000.														1.021			
762.	1,100.		29,000.														1.036	59,000.	1.266	
1,225.	840.		18,000.														1.024	31,900.	1.213	
	240.	0.0	37,000.														1.040		1.352	
304.	5,700.		130,000.														1.162	220,000.	1.075	
479.	1,000.		35,000.														1.043	80,000.	1.072	
197.	1,100.	0.0	81.														1.008	1,900.	1.316	
369.	2,400.	0.0	320.														1.008	4,500.	1.103	
			500.																	
			49,000.																	
597.	3,700.		130,000.														1.142	210,000.	1.081	
1,420.	1,900.		83,000.														1.101	140,000.	1.458	
169.	540.		77,000.														1.089	120,000.	1.417	
452.	730.		87,000.														1.103	140,000.	1.333	
32.	2,300.	0.0	87,000.														1.102	150,000.	1.370	

TABLE 1A.--WATER-QUALITY DATA FOR EDDY AND LEA COUNTIES, NEW MEXICO, ARRANGED BY DATA FORMATION SOURCE AND GEOGRAPHIC LOCATION.

EDDY COUNTY

LOCATION SEC. T. R.	DATE OF COLLECTION	DEPTH FROM TO	FORMATION	SAMP- LING METHOD	SILICA (SiO ₂) (MG/L)	IRON (FE) (MG/L)	CALCIUM (CA) (MG/L)	MAGNESIUM (MG)	SODIUM + POTASSIUM AS NA (MG/L)	BI-CAR- BONATE AS BICARBONATE (MG/L)	SULFATE (SO ₄) (MG/L)	HYDROGEN SULFIDE (H ₂ S) (MG/L)	CHLORINE (CL) (MG/L)	FLUO- RIDE (F) (MG/L)	NIT- RATE (NO ₃) (MG/L)	DENSITY OF WATER AT 20C (G/ML)	DISSOLVED SOLIDS (FSUM) (MG/L)	CA+MG/2 (MG/L)	SPECIFIC CONDUCT- ANCE (UMH/CM AT 25C)	SD CO MM 41
10 18 27	07-07-59	5,005-	452ABR				4,800.	3,700.	27,000.	1,700.	1,600.		21,000.			1.063	85,000.	.454		
10 18 27	09-21-59	5,815- 5,837	452ABR	FG			4,000.	4,000.	12,000.	1,600.	1,300.		20,000.			1.038	48,000.	.678		
10 18 27	01-01-60	5,935- 5,992	452ABR	DT			3,400.	560.	6,700.	1,150.	1,300.		12,000.			1.022	29,000.	.405		
10 18 27	03-01-60	6,006- 6,035	452ABR	DT			1,300.	550.	6,300.	1,130.	1,300.		12,000.			1.020	23,000.	.394		
10 18 27	03-02-60	5,935- 5,992	452ABR	DT			1,300.	550.	6,300.	1,130.	1,300.		12,000.			1.020	23,000.	.394		
10 18 27	10-14-59	5,749- 5,784	452ABR	FG		TR	4,400.	170.	7,000.	1,300.	3,350.		11,000.			1.020	25,000.	.325		
11 18 27	10-22-51	5,980- 6,050	452ABR	DT			1,600.	540.	13,000.	1,640.	1,300.		18,000.			1.024	33,000.	.297		
11 18 27	02-22-59	6,100-	452ABR	DT			1,600.	540.	13,000.	1,640.	1,300.		18,000.			1.024	33,000.	.297		
11 18 27	01-16-59	6,100- 6,120	452ABR	DT			1,600.	540.	13,000.	1,640.	1,300.		18,000.			1.024	33,000.	.297		
11 18 27	01-16-59	6,126- 6,150	452ABR	DT			1,300.	140.	11,000.	1,240.	2,790.		18,000.			1.027	33,000.	.344		
11 18 27	01-17-59	6,138- 6,158	452ABR	DT			1,300.	250.	9,500.	1,130.	2,790.		18,000.			1.027	33,000.	.344		
11 18 27	08-31-59	6,100- 6,166	452ABR				1,000.	740.	9,700.	2,510.	2,900.		15,000.			1.022	30,000.	.209		
11 18 27	08-31-59	6,100- 6,166	452ABR				1,000.	740.	9,700.	2,510.	2,900.		15,000.			1.022	30,000.	.209		
11 18 27	01-06-60	6,100- 6,120	452ABR	DT			1,200.	180.	13,000.	1,190.	1,700.		21,000.			1.028	38,000.	.106		
12 18 27	07-21-59	6,127-	452ABR	DT			2,100.	490.	12,000.	1,190.	2,000.		21,000.			1.028	38,000.	.106		
16 18 27	04-16-60	5,526- 5,601	452ABR	DT			2,100.	490.	12,000.	1,190.	2,000.		21,000.			1.028	38,000.	.106		
16 18 27	10-20-60		452ABR	DT			4,200.	700.	70,000.	1,300.	7,000.		7,200.			1.007	200,000.	.422		
16 18 27	06-30-61	5,555- 5,579	452ABR	DT		3.0	3,500.	500.	70,000.	1,300.	7,000.		7,200.			1.007	200,000.	.422		
16 18 27	06-30-61	5,310- 5,502	452ABR	DT		2.0	3,700.	2,000.	82,000.	1,510.	2,800.		120,000.			1.030	170,000.	.150		176
17 18 27	05-01-59	5,749- 5,784	452ABR	DT		610.	1,100.	160.	20,000.	1,510.	2,600.		120,000.			1.031	230,000.	.098		176
17 18 27	06-30-61	5,310- 5,454	452ABR	DT		1.0	5,400.	2,000.	64,000.	1,970.	6,000.		28,000.			1.035	57,000.	.077		190
19 18 27	10-06-60	5,800- 5,932	452ABR	DT		79.	610.	110.	3,600.	243.	2,700.		120,000.			1.130	200,000.	.170		
4 18 28	12-21-59		452ABR	DT			1,400.	150.	9,700.	664.	3,400.		1,200.			1.010	13,000.	.274		177
4 18 28	12-21-59		452ABR	DT			1,600.	180.	9,500.	1,400.	2,200.		16,000.			1.025	32,000.	.250		15
1 19 25	03-09-59	5,770- 6,334	452ABR	DT			2,500.	2,300.	5,900.	2,010.	1,100.		15,000.			1.023	31,000.	.235		39
1 19 25	03-13-59	5,770-	452ABR	DT			750.	310.	1,500.	1,100.	900.		17,000.			1.024	32,000.	.1254		39
4 19 25	10-29-60	5,549- 5,588	452ABR	DT			860.	210.	6,400.	1,380.	900.		14,000.			1.010	7,800.	.962		9
21 20 24	06-09-60	6,642- 5,003	452ABR	DT		TR	10,000.	2,400.	2,700.	354.	1,100.		14,000.			1.026	25,000.	.165		33
32 22 21	10-21-60	5,510- 5,535	452ABR	DT		0.0	3,300.	1,500.	26,000.	945.	2,800.		31,000.			1.035	44,000.	.2783		60
4 23 22	03-22-61	3,100- 3,450	452ABR	DT		0.0	250.	55.	4,000.		2,100.		40,000.			1.060	60,000.	.221		91
14 24 22	10-21-60	3,480- 3,566	452ABR	DT		0.0	550.	150.	170.		2,000.		1,000.			1.065		.075		
25 24 22	07-20-61	3,587- 3,620	452ABR	DT		66.	510.	140.	170.		1,500.		1,000.			1.001		.5402		
35 17 27	12-19-60		452ABR	DT		0.0	380.	150.	48.		1,200.		1,000.			1.003	3,100.	.5467		
35 17 27	12-19-60		452ABR	DT			1,300.	380.	6,400.	740.	3,400.		13,000.			1.001	800.	.20.		
35 17 27	12-19-60		452ABR	DT			2,300.	920.	81,000.	365.	4,800.		130,000.			1.020	27,500.	.265		38
19 17 31	05-11-62	6,450- 7,100	452ABR	DT			1,200.	380.	11,000.	1,630.	2,700.		15,000.			1.030	32,000.	.092		187
25 17 31	01-13-65	3,122- 3,122	452ABR	DT			1,500.	600.	15,000.	913.	3,100.		25,000.			1.024	51,000.	.157		40
33 18 26	01-13-59	5,895- 5,240	452ABR	DT		0.0	1,400.	380.	4,300.	2,170.	4,500.		21,000.			1.026	43,000.	.184		59
10 18 27	11-18-58	5,700-	452ABR	DT			3,400.	130.	4,300.	1,120.	2,200.		4,000.			1.025	19,000.	.170		51
10 18 27	07-08-59		452ABR	DT			6,005	519.	23,000.	319.	2,300.		42,000.			1.010	72,000.	.246		16
11 18 27	01-17-59	6,104- 6,120	452ABR	DT			1,000.	540.	12,000.	804.	1,830.		57,000.			1.071	94,000.	.681		65
16 18 27	01-02-61	5,338- 5,456	452ABR	DT		300	11,000.	540.	40,000.	2,230.	1,900.		18,000.			1.024	35,000.	.163		194
16 18 27	04-03-61		452ABR	DT		28	1,100.	50.	63,000.	122.	1,400.		95,000.			1.024	150,000.	.570		93
4 18 28	11-26-63	6,174- 6,192	452ABR	DT			2,300.	550.	14,000.	1,870.	2,100.		15,000.			1.018	31,000.	.235		164
32 19 28	11-18-59	5,070- 5,160	452ABR	DT			1,300.	100.	10,000.	240.	5,500.		16,000.			1.029	34,000.	.227		68
28 20 30	02-10-55	6,780- 6,809	452ABR	DT			1,200.	100.	40,000.	508.	2,000.		4,100.			1.009	10,000.	.918		41
7 22 26	07-21-63	6,001- 6,081	452ABR	DT			1,200.	100.	40,000.	508.	2,000.		4,100.			1.009	10,000.	.918		12
24 23 29	06-24-60	6,837- 6,981	452ABR	DT			1,200.	100.	40,000.	508.	2,000.		4,100.			1.009	10,000.	.918		12
33 18 26	12-15-59	3,420- 3,761	452ABR	DT			3,420.	700.	23,000.	1,240.	1,500.		38,000.			1.046	66,000.	.124		195

TABLE 1A.--WATER-QUALITY DATA FOR EDDY AND LEA COUNTIES, NEW MEXICO, AND FORMATION SOURCE AND GEOGRAPHIC LOCATION.

EDDY COUNTY

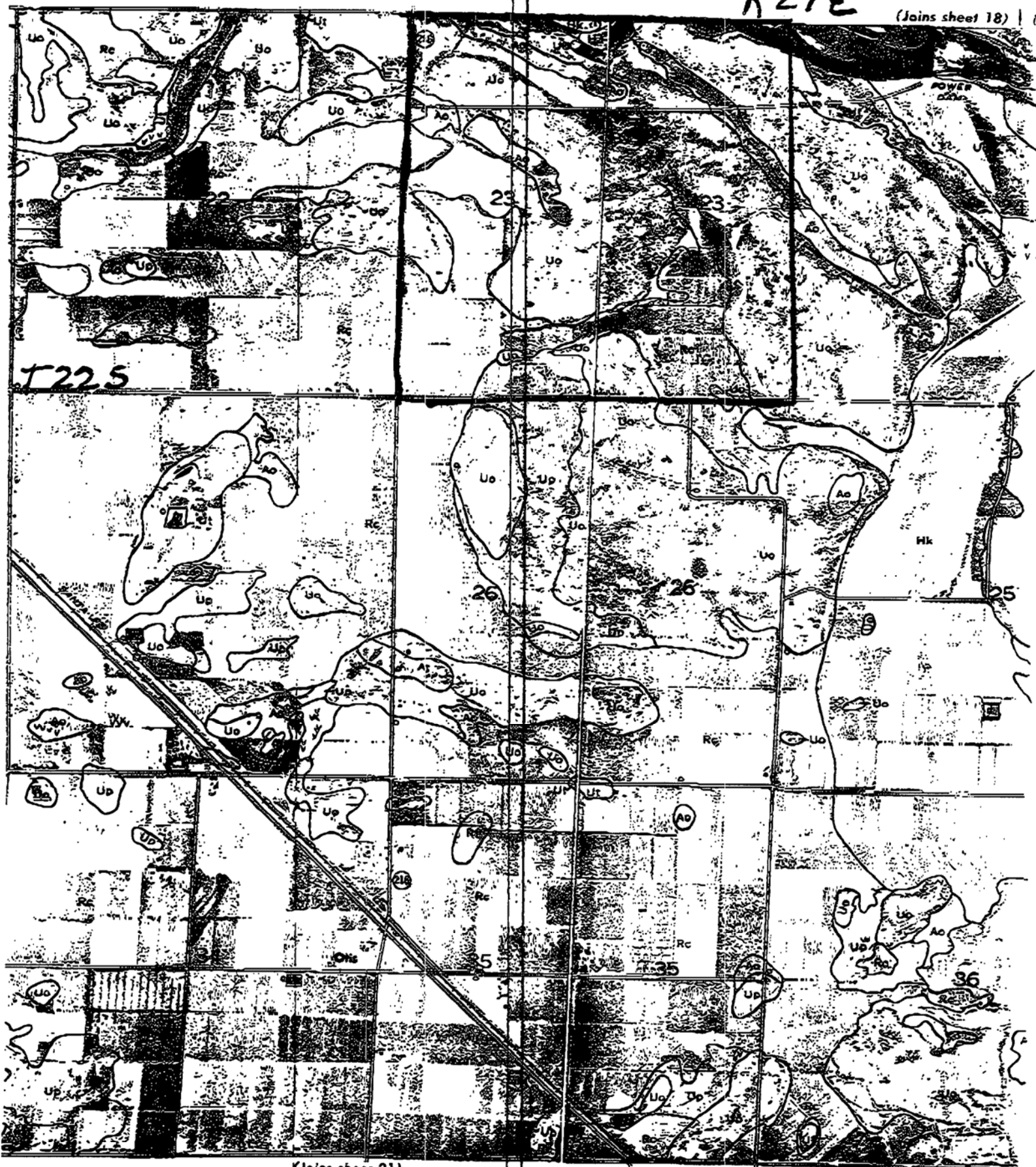
EXHIBIT D
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EXHIBIT "R"

R 27E

(Joins sheet 18)



(Joins sheet 21)

(Joins sheet 22)

Harkey Series

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EXHIBIT 'R'

The Harkey series consists of deep, well-drained, strongly calcareous, moderately dark colored soils that developed in mixed alluvium. These soils occur on low terraces on flood plains of major streams. They are naturally free of salts, except in areas adjacent to Lake McMillan and the Pecos River. In these areas the water table is at a depth of less than 5 feet part of the year.

In cultivated areas, soils of the Harkey series typically have a surface layer of brown very fine sandy loam 9 inches thick. In uncultivated areas, this layer is slightly lighter colored and contains less organic matter. The next layer, to a depth of more than 50 inches, is brown loam or very fine sandy loam.

These soils are uneroded or only slightly eroded. They are moderately fertile and have a low content of organic matter. Permeability is moderate, and the water-holding capacity is high. Rainfall amounts to 10 to 14 inches annually, and the mean annual temperature is 60° to 64° F. The frost-free season is 210 to 220 days. Elevations range from 3,000 to 3,400 feet.

Harkey soils are used for irrigated crops, native pasture, and wildlife habitat. The vegetation consists mainly of black grama, blue grama, tobosa, and vine-mesquite.

In areas affected by salts and that have a fluctuating water table, the vegetation is mainly alkali sacaton, inland saltgrass, four-wing saltbush, and saltcedar.

Typical profile of Harkey very fine sandy loam, 150 feet northeast of the SW. corner of NW $\frac{1}{4}$ SE $\frac{1}{4}$, sec. 24, T. 22 S., R. 27 E.

- Ap—0 to 8 inches, brown (10YR 5/3) very fine sandy loam, dark brown (10YR 3/3) when moist; massive; slightly hard when dry, very friable when moist, nonsticky and nonplastic when wet; strongly calcareous; mildly alkaline; abrupt, wavy boundary.
- AC—9 to 14 inches, light brown (7.5YR 6/4) very fine sandy loam, brown (7.5YR 4/4) when moist; very weak, coarse, prismatic structure to massive; slightly hard when dry, very friable when moist, nonsticky when wet; few, fine, prominent seams of lime; few fine crystals of gypsum or salts, these most abundant in plowpan; strongly calcareous; mildly alkaline; clear, smooth boundary.
- C1—14 to 30 inches, brown (7.5YR 5/4) very fine sandy loam, dark brown (7.5YR 4/4) when moist; very coarse, prismatic structure; soft when dry, very friable when moist, nonsticky when wet; few, fine, prominent seams of lime; few fine crystals of gypsum or salts; strongly calcareous; mildly alkaline; abrupt, wavy boundary.
- C2—30 to 37 inches, brown (7.5YR 5/4) loam, dark brown (7.5YR 4/4) when moist; massive; slightly hard when dry, friable when moist, nonsticky when wet; few, fine to medium, distinct mottles of lime; strongly calcareous; mildly alkaline; clear, smooth boundary.
- C3—37 to 51 inches, brown (7.5YR 5/4) loam, dark brown (7.5YR 4/4) when moist; massive; soft when dry, very friable when moist, nonsticky when wet; strongly calcareous; gradual, smooth boundary.
- C4—51 to 87 inches, brown (7.5YR 5/4) silt loam, dark brown (7.5YR 4/4) when moist; massive; slightly hard when dry, friable when moist; strongly calcareous; moderately alkaline.

The thickness of the Ap horizon ranges from 7 to 10 inches. The color ranges from 10YR to 7.5YR in hue, from 5 to 6 in value, and from 3 to 6 in chroma. The texture includes very fine sandy loam, loam, and sandy loam. The thickness of the AC horizon ranges from 5 to 13 inches. The color is lighter than that of the surface horizon. The texture is dominantly loam to light clay loam but includes very fine sandy loam. In places there are strata, generally less than 6 inches thick, of material ranging from sandy loam to light sandy clay loam. A few coarse fragments occur in some profiles.

Harkey soils are associated with Anthony and Arno soils and with the gray variant of Pima soils.

Harkey sandy loam, 0 to 1 percent slopes (H0).—Except for the texture of the surface layer, this soil has a profile similar to that described as typical of the series. It occurs on low terraces along the Pecos River, mainly in the Carlsbad area. Included in mapping were areas of Anthony sandy loam, 0 to 1 percent slopes, which make up less than 5 percent of the acreage, and a small area of Harkey sandy loam, 1 to 3 percent slopes.

This soil is less productive than Harkey very fine sandy loam, 0 to 1 percent slopes. It is subject to moderate wind and water erosion, and careful management of both soil and irrigation water is needed. The water-holding capacity is moderate in the surface layer, but it is high in the subsoil and substratum. The water-intake rate is moderately rapid.

This soil is used for irrigated crops, native pasture, and wildlife habitat. (Irrigated capability unit IIe-4; dryland capability unit VIIe-2; Sandy range site)

Harkey very fine sandy loam, 0 to 1 percent slopes (H1).—This soil has the profile described as typical of the series. It occurs on low terraces of the Pecos, Penasco, and Black Rivers. Included in mapping were areas of Anthony and Arno soils and of Pima clay loam, gray variant, 0 to 1 percent slopes. The included areas make up less than 5 percent of the acreage.

This soil is used for irrigated crops, native pasture, and wildlife habitat. It is suited to all the crops grown in the Area. (Irrigated capability unit IIs-2; dryland capability unit VIIs-4; Loamy range site)

Upton Series

The Upton series consists of moderately dark colored, calcareous, gravelly soils that developed in old alluvium derived from calcareous sedimentary rocks. These soils are very shallow to shallow over caliche and cemented gravel. They occur on upland plains between the Pecos River and the mountains and hills of the western part of the survey Area. They are nearly level to sloping.

Soils of the Upton series typically have a surface layer of grayish-brown gravelly loam about 3 inches thick. The next layer, about 6 inches thick, is brown gravelly loam. Fractured, platy, indurated caliche is at a depth of about 9 inches.

These soils are uneroded or only slightly eroded. Run-off is slow to medium. Permeability is moderate. The water-holding capacity is low to very low, and the soils are droughty. Rainfall amounts to 10 to 14 inches annually, and the mean annual temperature is 60° to 64° F. The frost-free season is 200 to 217 days. Elevations range from 3,000 to 4,400 feet.

Upton soils are used principally for native pasture and wildlife habitat. A small acreage is used for irrigated crops. The vegetation consists mainly of black grama, side-oats grama, blue grama, hairy grama, creosotebush, tarbush, burrograss, broom snakeweed, and mesquite. Good management is needed to maintain a cover of desirable forage and to control erosion. Revegetation is difficult because temperatures are high and rainfall is undependable. Surface water is lacking.

Typical profile of Upton gravelly loam, 2,160 feet east and 1,650 feet south of the NW. corner of sec. 15, T. 24 S., R. 26 E.

A1—0 to 3 inches, grayish-brown (10YR 5/2) gravelly loam, dark grayish brown (10YR 4/2) when moist; weak, medium, granular structure; slightly hard when dry, friable when moist, slightly sticky and slightly plastic when wet; common very fine and fine pores; strongly calcareous; mildly alkaline; abrupt, wavy boundary.

C1—3 to 9 inches, brown (10YR 5/3) gravelly loam, dark brown to brown (10YR 4/3) when moist; massive; slightly hard when dry, friable when moist, slightly sticky and slightly plastic when wet; common very fine and fine pores; strongly calcareous; mildly alkaline; abrupt boundary.

C2cam—9 inches, fractured, platy, indurated caliche and cemented gravel; upper part of the horizon is laminar.

The A1 horizon ranges from 1 to 4 inches in thickness. The color ranges from 10YR to 7.5YR in hue, from 5 to 7 in value, and from 2 to 4 in chroma. The C1 horizon ranges

EXHIBIT "R"

NEW MEXICO

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from 1 to 9 inches in thickness. The color ranges from 10YR to 7.5YR in hue, from 5 to 6 in value, and from 3 to 4 in chroma. The depth to caliche ranges from 2 to 20 inches.

Upton soils are associated with Atoka, Reagan, and Simona soils.

Upton gravelly loam, 0 to 9 percent slopes (UG, Uo).— This soil has the profile (fig. 17) described as typical of the series. It occurs as whalebacks, or elongated areas with rounded crests. The areas are west of the Pecos River on broad plains and in valleys, and east and west of the River, from Carlsbad southward to the Texas State line. Included in mapping were small areas of Upton soils 0 to 1 percent slopes; Upton soils, 1 to 3 percent slopes; Atoka loam, 0 to 1 percent slopes; Atoka loam, 1 to 3 percent slopes; and Reagan loam, 0 to 1 percent slopes. The included areas make up less than 15 percent of the acreage.

Some of the acreage was mapped at high intensity, and some at low intensity. Most of the acreage is in the low-intensity survey. The principal difference between the soils mapped at the two intensities is the size of the individual areas and the kinds of included soils. In the low-intensity survey, the areas are generally large; some are as much as several hundred acres in size. In the high-intensity survey, most areas are 5 to 50 acres in size. The included areas of Atoka loam and Reagan loam are more extensive in the low-intensity survey.

This soil is used for native pasture. Roots are restricted by shallowness over hard caliche. Fertility is low. (Dry-land capability unit VII-1; Shallow range site)

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EXHIBIT "R"

Atoka Series

Atoka loam, 0 to 1 percent slopes (A₀).—This soil has the profile described as typical of the Atoka series. It occurs in broad swales on the plains west of the Pecos River near Artesia and Carlsbad. Included in mapping were areas of Reagan and Upton soils, which make up less than 5 percent of the acreage. Also included were areas of Atoka fine sandy loam.

This soil is used for irrigated crops and native pasture. It is fertile, but the underlying caliche and the moderate water-holding capacity limit the growth of deep-rooted crops. It can be used for shallow-rooted crops. (Irrigated capability unit III_s-14; dryland capability unit VI_s-3; Loamy range site)

The Atoka series consists of well-drained, moderately dark colored, level to gently sloping soils that developed in moderately deep old alluvium derived from calcareous sedimentary rocks. These soils (fig. 10) occur on uplands along the Pecos River in the general area of Artesia and Carlsbad. They are loamy and calcareous.

Soils of the Atoka series typically have a surface layer of grayish-brown to brown loam about 8 inches thick. The next layer, about 15 inches thick, consists of brown

to dark-brown loam. A layer, about 10 inches thick, that is enriched with calcium carbonate rests on fractured, indurated caliche at a depth below 33 inches.

These soils are uneroded or only slightly eroded. The natural fertility is moderate, and the organic-matter content is low. Permeability is moderate, and the water-holding capacity is moderate. Rainfall amounts to 10 to 14 inches annually, and the mean annual temperature ranges from 60° to 64° F. The frost-free season is 210 to 220 days. Elevations range from 3,050 to 4,300 feet.

Atoka soils are used for irrigated crops and native pasture. The vegetation consists of black grama, blue grama, tobosa, side-oats grama, bush muhly, and vine-mesquite.

Typical profile of Atoka loam, 0 to 1 percent slopes, NE $\frac{1}{4}$ NW $\frac{1}{4}$ SW $\frac{1}{4}$ NE $\frac{1}{4}$ sec. 4, T. 23 S., R. 27 E.

A11—0 to 2 inches, grayish-brown (10YR 5/2) very fine sandy loam, dark brown (10YR 3/3) when moist; moderate, thin and very thin, platy structure; soft when dry, friable when moist, nonsticky when wet; common very fine and fine pores; abundant fine and medium roots; strongly calcareous; mildly alkaline; abrupt, smooth boundary.

A12—2 to 8 inches, brown (10YR 5/3) loam, dark brown (10YR 4/3) when moist; weak, coarse, subangular blocky structure; hard when dry, friable when moist; slightly sticky when wet; abundant worm casts; common very fine and fine pores; abundant fine and medium roots; strongly calcareous; mildly alkaline; gradual, smooth boundary.

A_C—8 to 15 inches, brown (10YR 5/3) loam, dark brown (10YR 4/3) when moist; weak, coarse, subangular blocky structure; slightly hard when dry, friable when moist, slightly sticky when wet; abundant worm casts; common very fine and fine pores; plentiful very fine and fine roots; few seams of lime; strongly calcareous; mildly alkaline; gradual, smooth boundary.

C1—15 to 23 inches, dark-brown (10YR 4/3) loam, dark brown (7.5YR 4/4) when moist; very weak, coarse, subangular blocky structure; slightly hard when dry, friable when moist, slightly sticky when wet; abundant worm casts; common very fine and fine pores; plentiful very fine and fine roots; few seams of lime; strongly calcareous; mildly alkaline; clear, smooth boundary.

C2ca—23 to 33 inches, light yellowish-brown (10YR 6/4) loam, yellowish brown (10YR 5/4) when moist; very weak, coarse, subangular blocky structure; slightly hard when dry, friable when moist, slightly sticky when wet; common, fine to medium, white (10YR 8/2) lime concretions, very pale brown (10YR 8/3) when moist; common very fine and fine pores; few very fine roots; strongly calcareous; mildly alkaline; abrupt, wavy boundary.

C3cam—33 inches, fractured, indurated, gravelly caliche.

The A horizon ranges from 4 to 8 inches in thickness. Its texture is very fine sandy loam, loam, or fine sandy loam. The color of the A horizon ranges from 10YR to 7.5YR in hue, from 5 to 6 in value, and from 2 to 3 in chroma. The C2ca horizon ranges from 9 to 23 inches in thickness. Its texture is generally loam to light clay loam, but in places it is silty clay loam. The depth to indurated caliche or strongly cemented gravel ranges from 20 to 36 inches.

Atoka soils are associated with soils of the Upton and Reagan series.

FILE NO	FIL	SUF	REF	DAS	REF	NO	REF	SUF	OWNERSHIP	DEPTH	WET	DATE	LT	CLTR	USE	LOCATION	LSELEV	PT	CLTH	CHLORIDES	CONDUCT	TDS	TEMP	ADD	DATA	CARD	DATE	SOURCE	DPN	METER
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21257	C	02147			125 PCP 87/07/07 SEO	DOM 225.26E.11.421	3160.00	YT	105	1092	0	70	088		
21259	C	00503	C	102	129 PCP 87/07/14 SEO	IRR 225.26E.12.11111	3138.00	DP	303	2226	0	69	0887		15-07021
18809	C	01287			206 PCP 53/02/00 USD	IRR 225.26E.12.11210	3134.00	DP	138	1280	0	0 X	0685	P	15-10211
25762	C	01287			206 PCP 92/04/15 SEO	IRR 225.26E.12.11210	3134.00	DP	30	2280	0	70	0892		15-10211
21260	C	00133			59 QAL 87/07/08 SEO	IRR 225.26E.12.31130	3139.00	DP	416	3315	0	67	0887		15-10212
25763	C	00133			125 QAL 92/05/14 SEO	IRR 225.26E.12.31130	3139.00	DP	630	3970	0	68	0892		15-10212
18810	C	00771			0 QAL 78/01/17 DNR	DOM 225.26E.12.31130A	0.00	YT	477	3881	0	0	0285		
18811	C	00499			180 QAL 53/02/00 USD	IRR 225.26E.12.341421	3133.00	DP	405	3700	0	0 X	0685	P	15-20168
25764					108 QAL 92/05/13 SEO	D&I 225.26E.13.331241	3162.00	YT	66	990	0	0	0892		15-07022
18812	C	00149			125 PT 53/07/21 USD	IRR 225.26E.14.322331	3202.00	DP	75	800	0	0	0685	P	15-20169
25765	C	00149			125 PCP 92/05/14 SEO	IRR 225.26E.14.322331	3202.00	TSR123	115	940	0	0	0892		15-20169
21261	C	00149			125 PCP 87/07/16 SEO	DOM 225.26E.14.322331A	0.00	DP	103	990	0	0	0887		
18813	C		TH	00001	443 PCP 53/04/07 USG	EXP 225.26E.15.42200	3254.00	DP	56	803	0	0 X	0685	U	15-10214
21262					257 PCP 87/07/08 SEO	STK 225.26E.20.31412	3346.00	DP	9	575	0	0	0887		15-20170
25766					257 PCP 92/04/14 SEO	STK 225.26E.20.31412	3347.00	DP	56	560	0	68	0892		15-20170
21263	C	01404			256 PCP 92/04/14 SEO	D&S 225.26E.20.321311	3335.00	DP	40	670	0	0	0892		
21480	C	01404			285 PCP 87/07/08 SEO	DOM 225.26E.20.32141	0.00	DP	7	556	0	0	0887		
21773	C	00225	A		0 PYA 54/06/07 USG	STK 225.26E.20.32300	0.00	DP	4	524	0	0	8805		
25768	C	00225	A	C	119 QAL 87/10/16 SEO	DOM 225.26E.25.111231	3200.00	TANK	25	861	0	0	0788		15-05154
21485					119 QAL 92/04/09 SEO	DOM 225.26E.25.111231	3200.00	DP	61	950	0	0	0892		15-05154
21264	C	00635			0 QAL 54/07/07 USG	DOM 225.26E.25.42113	0.00	DP	172	1680	0	0	8805		
21481					580 PCP 87/08/07 SEO	NDT 225.26E.28.41310	3300.00	TSR588	14	487	0	0	ABDN		15-10218
25769	C	00635			580 PCP 55/06/02 USG	DBS 225.26E.28.41310	3300.00	DP	26	618	0	0	8805		15-10218
21452					580 PCP 92/04/09 SEO	DBS 225.26E.28.41310	3300.00	TSR212	57	550	0	0	0892		15-10218
25770	C	01445			389 PCP 87/10/15 SEO	STK 225.26E.31.31244	3442.00	DP	21	500	0	70	1187		
21482					389 PCP 92/04/14 SEO	STK 225.26E.31.31244	3442.00	DP	55	380	0	66	0892		
18814	C			ABO 00	200 QAL 54/07/07 USG	DBS 225.26E.35.222241	3229.00		26	842	0	0	8805		15-10220
21265	C	00589			300 QAL 00/05/07 USG	MUN 225.26E.36.111214	3228.00	DP	25	803	0	0	0685	U	15-10221
25771	C	00589			104 QAL 87/08/18 SEO	NDT 225.27E.04.44231	3097.00	TSR21	564	3752	0	0	ABDN		15-07024
21266					104 QAL 92/04/02 SEO	IRR 225.27E.04.44231	3097.00	TSR23	1090	4930	0	0	0892		15-07024
25772					400 PT 87/07/17 SEO	IRR 225.27E.05.142314	3161.00	DP	812	4714	0	0	0887		15-20172
18815	C				400 PT 92/04/14 SEO	IRR 225.27E.05.142314	3161.00	DP	1130	5300	0	68	0892		15-20172
18816	C				110 QAL 54/01/11 USG	IRR 225.27E.08.312443	3096.00	DP	680	4450	0	0	0685	U	15-10225
18817	C	00360			90 QAL 54/09/09 USG	IRR 225.27E.08.31311	3102.00	DP	555	3880	0	0	0685	U	15-10224
18818	C	00023			125 QAL 53/07/06 USD	IRR 225.27E.08.344443	3101.00	DP	582	3600	0	0 X	0685	P	
18819	C	00092			90 QAL 53/07/06 USD	IRR 225.27E.09.33334	3109.00	DP	770	4500	0	0 X	0685	P	15-10226
21267					70 QAL 53/07/06 USD	IRR 225.27E.09.33431	3102.00	DP	770	4750	0	0 X	0685	P	15-07026
25773					72 QAL 87/07/15 SEO	DOM 225.27E.09.33431A	0.00	DP	972	5514	0	0	0887		
18820	C	00021	A		72 QAL 92/04/10 SEO	D&S 225.27E.09.33431A	3099.00	DP	1090	5580	0	78	0892		
21268	C	00021	A		118 QAL 82/10/20 SEO	IRR 225.27E.09.44444	3080.00	DP	1054	6016	0	65	1282		
25774	C	00021	A		118 QAL 87/07/15 SEO	IRR 225.27E.09.44444	3080.00	YT	1668	8023	0	0	0887		
18821	C	00022			196 QAL 92/04/14 SEO	IRR 225.27E.09.44444	3080.00	YT	1710	7970	0	0	0892		
18822	C	00700			169 QAL 53/02/00 USD	IRR 225.27E.10.333333	3079.00	DP	820	6000	0	0 X	0685	P	15-10228
18823	C	00700			132 QAL 53/04/09 USD	IRR 225.27E.15.233344	3079.00	DP	667	6000	0	0 X	0685	P	15-07027
18824	C				132 QAL 54/08/16 USG	IRR 225.27E.15.233344	3079.00	DP	860	5370	0	0	0685	U	15-07027
18825	C	00540			123 QAL 53/07/17 SEO	IRR 225.27E.17.21333	3108.00	DP	575	3750	0	0 X	0685	P	15-10231
21269	C	00540			300 QAL 53/07/14 SEO	IRR 225.27E.20.313333	3152.00	DP	660	4050	0	0 X	0685	P	15-10235
25775	C	00540			300 QAL 87/07/07 SEO	IRR 225.27E.20.313333	3152.00	DP	706	5059	0	67	1087		15-10235
18826	C	01246			300 QAL 92/04/08 SEO	IRR 225.27E.20.313333	3152.00	YT	1090	5150	0	68	0892		15-10235
18827	C	00114			170 QAL 53/02/00 USD	IRR 225.27E.20.333333	3154.00	DP	508	3500	0	0 X	0685	P	15-07031
18828	C	00016			253 QAL 53/07/16 USD	IRR 225.27E.20.413333	3138.00	DP	699	4150	0	0 X	0685	P	
18829	C	00027			167 QAL 53/05/15 USD	IRR 225.27E.21.34231	3122.00	DP	973	5500	0	0 X	0685	P	
18830	C	00009			166 QAL 53/07/21 USD	IRR 225.27E.21.344444	3124.00	DP	763	4450	0	0 X	0685	P	15-10236
18831	C	00294			165 QAL 53/04/15 USD	IRR 225.27E.22.333333	3112.00	DP	848	5000	0	0 X	0685	P	15-07032
18832	C	00393			156 QAL 53/07/21 USD	IRR 225.27E.24.43334	3063.00	DP	1129	6000	0	0 X	0685	P	15-20174
18833	C	00078			141 QAL 53/04/09 USD	IRR 225.27E.25.31311	3069.00	DP	671	6000	0	0 X	PLUG	P	
18834	C	00410			0 QAL 53/05/14 USD	IRR 225.27E.26.313331	0.00	DP	923	5500	0	0 X	0685	P	
18835	C	00014	S		205 QAL 53/05/14 USD	IRR 225.27E.26.443333	3077.00	DP	809	4700	0	0 X	0685	P	15-07069
18836	C	00015			205 QAL 53/01/09 USD	IRR 225.27E.28.133333	3138.00	DP	643	4200	0	0 X	0685	P	15-10241
					195 QAL 53/04/09 USD	IRR 225.27E.28.444343	3124.00	DP	405	5000	0	0 X	0685	P	15-06648

District I
PO Box 1980, Hobbs, NM 88241-1980
District II
PO Drawer D1, Artesia, NM 88211-0719
District III
1000 Rio Branco Rd., Aztec, NM 87410
District IV
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

Form C-101
Revised February 10, 1994
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MAY 2 AM 8 50

☐ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

Operator Name and Address: Scurlock Permian Corporation P.O. Box 4648 Houston, Texas 77210-4648		OGED Number
MAY 31 '94		API Number 30 - 0
Property Code	Property Name Dunaway	Well No. No 1

7 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	23	22S	27E		1480	FNL	1980	FWL	Eddy

8 Proposed Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Proposed Pool 1					Proposed Pool 2				

Work Type Code	Well Type/Code	Cable/Rotary	Lease Type Code	Ground Level Elevation
N	(Brine Well)	R	P	3094
Multiple	Proposed Depth	Formation	Constructor	Spud Date
No	850 ft	Salado Salt	Unknown	June 1994

22 Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Bars of Cement	Estimated TOC
12 1/2"	9 5/8"	40#	300'	150	Surface
8 1/2"	7"	23#	+/- 700'	200	Surface
6 1/8"	2 7/8"	6.5#	850'	0	

23 Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

This is Well No. 1 of a two well program to leach salt from the Salado salt formation. This well will serve as the recovery well during normal operation. Fresh water will be pumped down Well No. 2, transverse the 354' between Well No. 2 and Well No. 1 via a horizontal hydraulic fracture initiated between the well bores in the salt section. The fresh water will leach salt and be recovered via the 2 7/8" tubing in Well No. 1 as saturated brine.

Due to the shallow depth and low formation pressure in this area, only a diverter type system will be used.

24 I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Signature: *Steward E. Rogers*
Printed name: Steward E. Rogers

Title: Operations Coordinator

Date: May 27, 1994

Phone: 713/646-4392

OIL CONSERVATION DIVISION

Approved by:

Title:

Approval Date:

Expiration Date:

Conditions of Approval:

Attached ☐

Section I
PO Box 1980, Hobbs, NM 88241-1980
District II
PO Drawer DD, Arcoma, NM 88211-0719
District III
1000 Rio Bravo Rd., Aztec, NM 87410
District IV
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

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MAY 31 '94

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☐ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

Operator Name and Address: Scurlock Permian Corporation P.O. Box 4648 Houston, Texas 77210-4648		OGED Number
		API Number 30 - 0
Property Code	Property Name Dunaway	Well No. No 2

7 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South Line	Feet from the	East/West Line	County
F	23	22S	27E		1380	FNL	1640	FWL	Eddy

8 Proposed Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South Line	Feet from the	East/West Line	County
Proposed Pool 1					Proposed Pool 2				

Work Type Code	Well Type Code	Cable/Rotary	Lease Type Code	Ground Level Elevation
N	I	R	P	3094
Multiple	Proposed Depth	Formation	Completion	Spud Date
No	850	Salado	Unknown	June 1994

21 Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Barrels of Cement	Estimated TOC
12½"	9 5/8"	40#	300'	150	Surface
8½"	7"	23#	825'	225	Surface
6 1/8"	2 7/8"	6.5#	850'	0	0

22 Describe the proposed program. If this application is to DEEEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

This is Well No. 2 of a two well program to leach salt from the Salado salt formation. This well will normally serve as the fresh water injection well. Fresh water will be pumped down the 2 7/8" tubing, transverse the 354' fractured salt section, and be recovered as saturated brine from the 2 7/8" tubing in Well No. 1.

Due to the shallow depth and low formation pressure in this area, only a diverter type system will be used.

23 I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Signature: *Steward E. Rogers*
Printed name: Steward E. Rogers

Title: Operations Coordinator

Date: May 27, 1994

Phone: (713) 646-4392

OIL CONSERVATION DIVISION

Approved by:

Title:

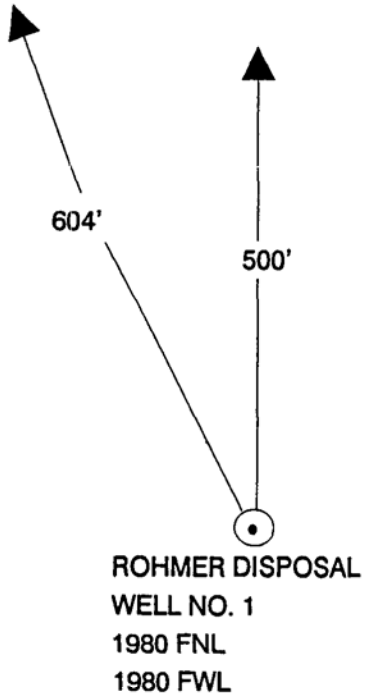
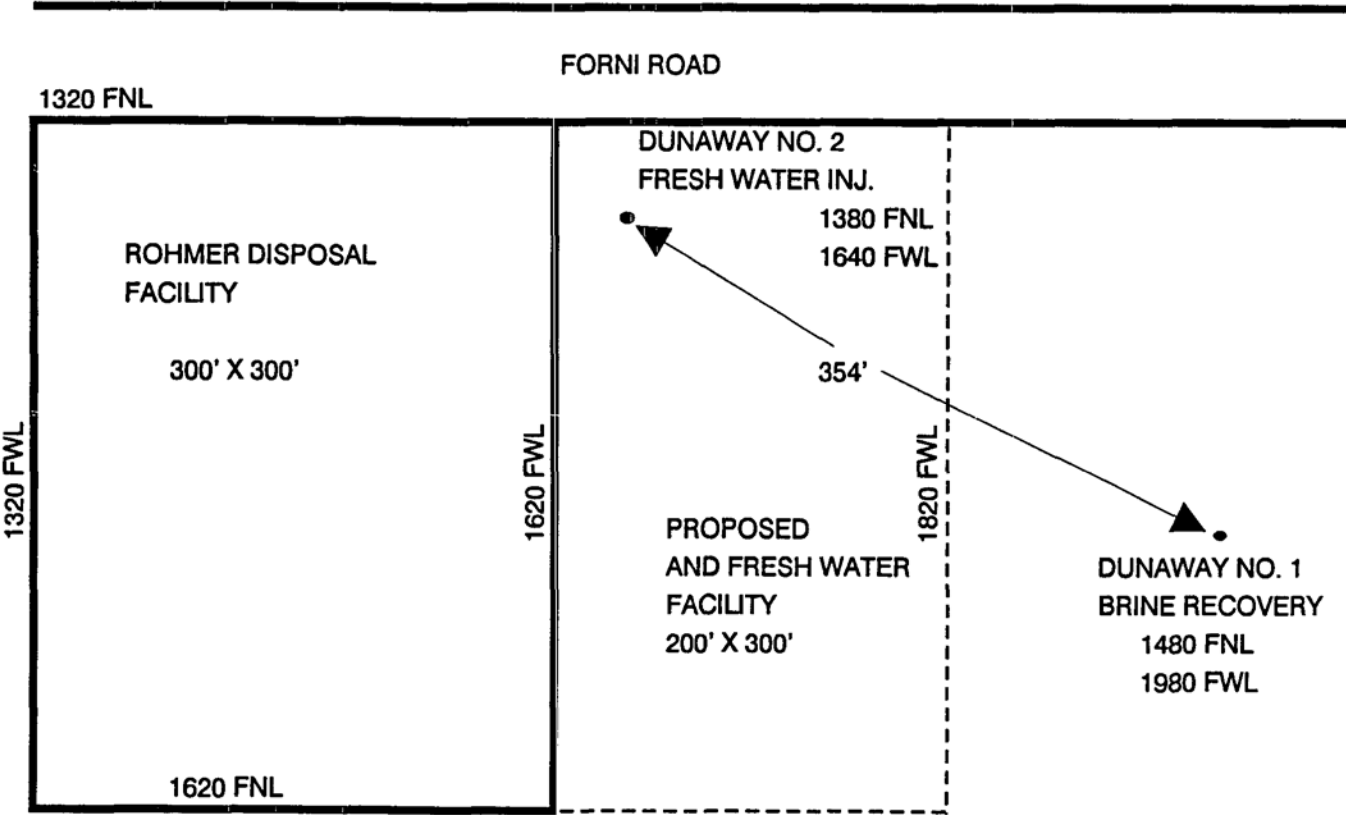
Approval Date:

Expiration Date:

Conditions of Approval:

Attached ☐

BRINE RECOVERY AND FRESH WATER FACILITY
SEC 23, T22S, R27E





SCURLOCK
PERMIAN
CORPORATION
SUBSIDIARY OF ASHLAND OIL, INC.

STEWARD E. ROGERS
OPERATIONS COORDINATOR

P.O. BOX 310028
NEW BRAUNFELS, TX 78131-0028

OFFICE: (210) 620-1087
HOME: (210) 629-5607
FAX: (210) 620-1592
MOBILE: (210) 260-7519
PAGER: 1-800-374-6477 (0709)

TIME FAXED: _____

DATE: 5 MAY 94

TO: CHRIS EUSTICE

FROM: STEWARD E. ROGERS

FAX#: 505-827-5741

NO. OF PAGES SENT (INCLUDING COVER SHEET): 1

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THANK YOU.

COMMENTS: PROPOSED LOCATION - Two well system,

Please contact STEWARD E. ROGERS at (210) 620-1087 if any problems occur in receiving this fax. Our automatic telecopier # is (210) 620-1592.

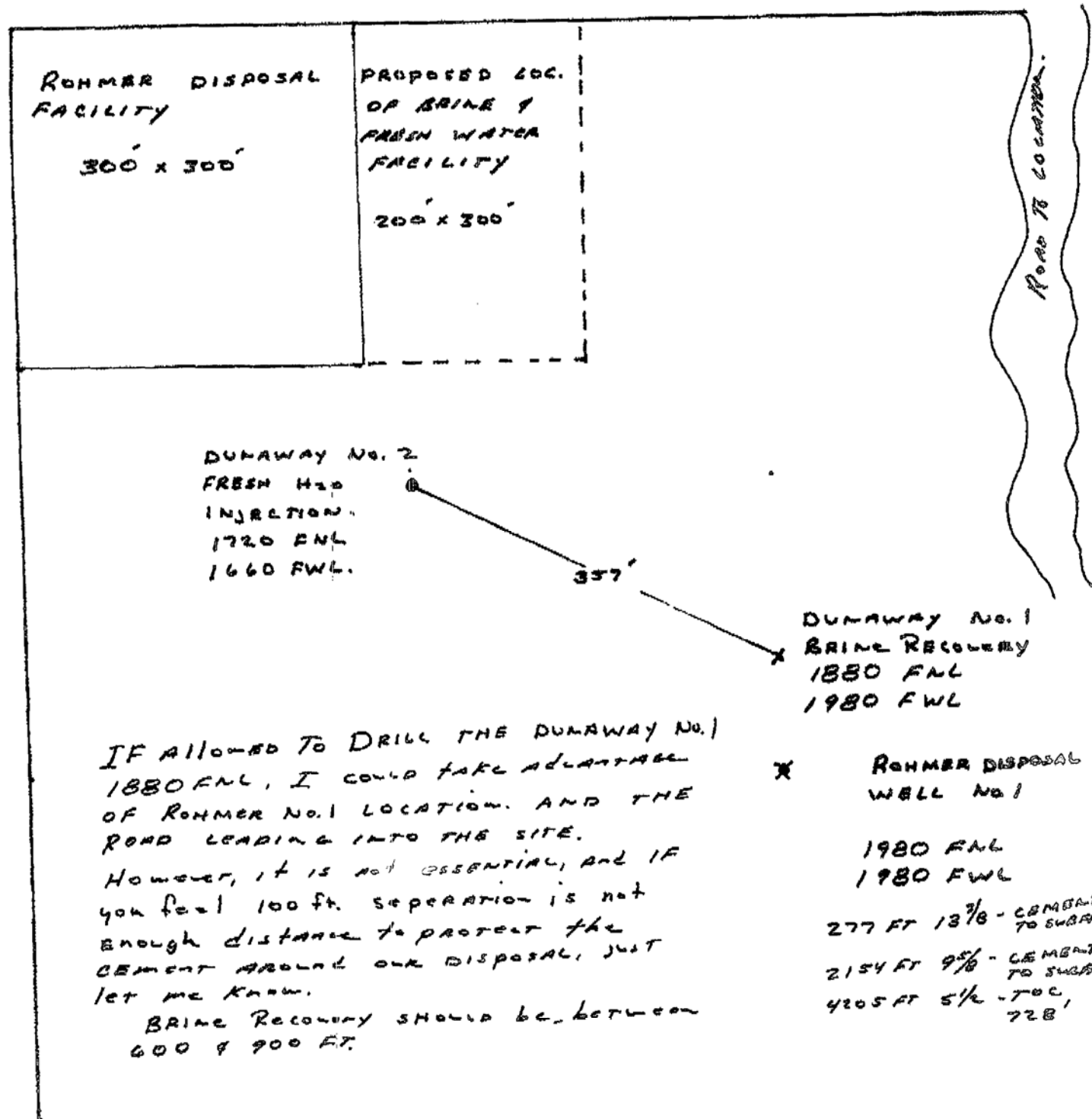
PLEASE DELIVER THIS FAX IMMEDIATELY UPON RECEIPT.

"SAFE PEOPLE CARE"

ABHLLAND PIPE LINE COMPANY ENGINEERING DEPARTMENT		SHEET
		AFE
SUBJECT <i>PROPOSED LOCATION FOR BRINE RECOVERY</i>		DISTRICT
<i>UNIT F SEC 23 22S 27E EDDY Co.</i>		DRAWING
BY	CHECKED BY	APPROVED BY
		DATE

0427-8 (02/91)

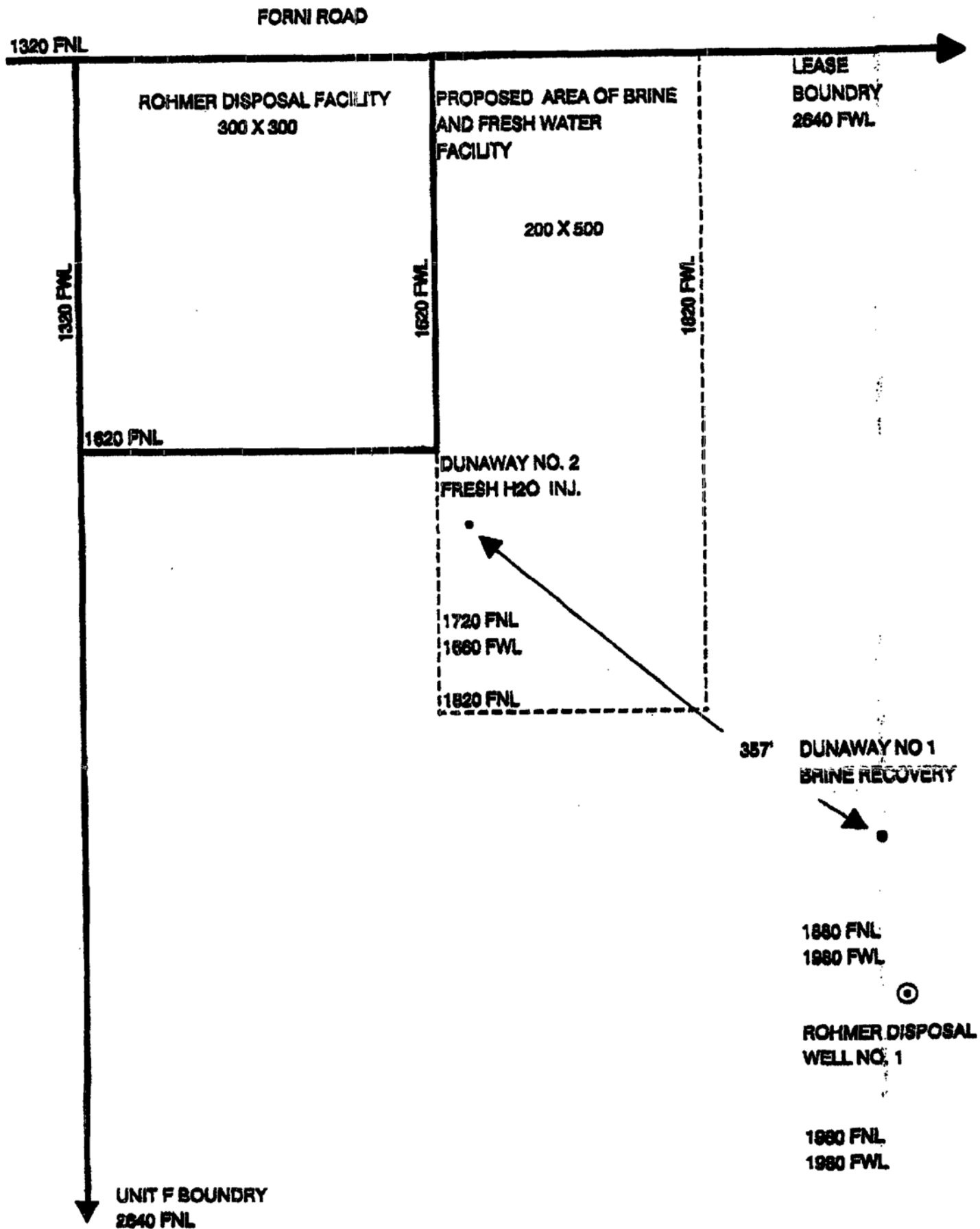
FERNI ROAD



BRINE RECOVERY AND FRESH WATER FACILITY
SEC 23, T22S, R27E

OIL COMPANY DIVISION
 RECEIVED

'94 MAY 17 AM 8 50



Two proposed drilling programs are as follows:

METHOD 1

Well No. 1 - Brine Recovery

1. Drill 12½" hole to 300 feet.
2. Run 9^{5/8}" 40#/ft casing to 300 feet, and circulate cement to surface.
3. Drill an 8½" hole to ± 550 feet through anhydrite trend and into soft salt.
4. Set 7" 23#/ft casing to 550 feet and circulate cement to surface.
5. Drill a 6^{1/8}" hole to approximately 800 feet into anhydrite barrier.
6. Run 2^{7/8}" 6.5# J-55 tubing to 800 feet, washing salt to increase target area.

Well No. 2 - Fresh Water Injection

1. Drill 12½" hole to 300 feet.
2. Run 9^{5/8}" 40#/ft casing to 300 feet and circulate cement to surface.
3. Drill 8½" hole to approximately 750 feet.
4. Set 7" 23#/ft. casing to 750 feet and circulate cement to surface.
5. Drill 6^{1/8}" hole to 800 feet.
6. Run 2^{7/8}" 6.5# tubing to 800 feet.

Setting 7" casing is slightly more expensive than setting 5½". The larger casing gives us the option of deepening the No. 2 well and resorting to a one well type system. if needed.

713 739 4313

05MAY 13 '94 08:52PM SPC ENGINEERING HOU.
TO STEWARD ROGERSP. 1/2
NO.505 P001

District I
PO Box 1980, Hobbs, NM 88241-1980
District II
PO Drawer DD, Azusa, NM 88221-0719
District III
1000 Rio Bravo Rd., Aztec, NM 87410
District IV
PO Box 2000, Santa Fe, NM 87504-2000

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

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☐ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

* Operator Name and Address Scurlock Permian Corporation P.O. Box 4648 Houston, Texas 77210-4648		* OGCED Number
		* AFE Number 30-0
* Property Code	* Property Name Dunaway	* Well No. No 1

7 Surface Location

UL or lat. no.	Section	Township	Range	Lat. 14N	Feet from the	North/South line	Feet from the	East/West line	County
F	23	22S	27E		1470	FNL	1820	FNL	Eddy

8 Proposed Bottom Hole Location if Different From Surface

UL or lat. no.	Section	Township	Range	Lat. 14N	Feet from the	North/South line	Feet from the	East/West line	County
* Proposed Well 1					* Proposed Well 2				

* Work Type Code	* Well Type/Code	* Cable/Retrieval	* Lease Type Code	* Ground Level Elevation
N	(Brine Well)	R	P	3094
* Multiple	* Proposed Depth	* Formation	* Completion	* Spud Date
No	850 ft	Salado Salt	Unknown	June 1994

21 Proposed Casing and Cement Program

Well Size	Casing Size	Casing weight/ft	Casing Depth	Feet of Cement	Estimated TOC
12 1/2	9 5/8	40#	275 300	150	Surface
8 1/2	5 1/2	17#	+/- 700	200	Surface
4 3/4	2 7/8	6.5#	850	0	

* Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the date of the present productive state and proposed new production zone. Describe the flowback prevention program, if any. Use additional sheets if necessary.

This is Well No. 1 of a two well program to leach salt from the Salado salt formation. This well will serve as the recovery well during normal operation. Fresh water will be pumped down Well No. 2, transverse the 350' between Well No. 2 and Well No. 1 via a horizontal hydraulic fracture initiated between the well bores in the salt section. The fresh water will leach salt and be recovered via the 2 7/8" tubing in Well No. 1 as saturated brine.

Due to the shallow depth and low formation pressure in this area, only a diverter type system will be used.

* I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Signature:

Printed name:

Title:

Date:

Printed:

Post-It™ brand fax transmittal memo 7671

of pages > 2

To MARK	From
Co.	Co.
Dept.	Phone #
Fax #	Fax #

05 MAY 13 '94 08:53PM SPC ENGINEERING HOU

P. 2/2
NO. 509 P001

Division I
PO Box 1980, Hobbs, NM 88241-1980
Division II
PO Box 100, Azusa, NM 88211-0100
Division III
1000 E. 1st Street N.E., Azusa, NM 88211-0100
Division IV
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

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☐ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

Operator Name and Address: Scurlock Permian Corporation P.O. Box 4648 Houston, Texas 77210-4648		Oil Well Name: Dunaway	Well No.: No 2
--	--	---------------------------	-------------------

Surface Location									
UL or lot no.	Section	Township	Range	Lot 1/4	Feet from the	North/South line	Feet from the	East/West line	County
F	23	22S	27E		1470	FNL	1470	FWL	Eddy

Proposed Bottom Hole Location if Different From Surface									
UL or lot no.	Section	Township	Range	Lot 1/4	Feet from the	North/South line	Feet from the	East/West line	County
Proposed Pool 1					Proposed Pool 2				

Well Type Code	Well Type Code	Casing Category	Lease Type Code	Ground Level Elevation
N	I	R	P	3094
Drillbit	Proposed Depth	Formation	Completion	Spud Date
No	850	Salado	Unknown	June 1994

2. Proposed Casing and Cement Program

Well line	Casing size	Casing weight/lb	Casing Depth	Grade of Cement	Estimated TOC
12 1/2	9 5/8	40#	275' 200	150	Surface
8 1/2	5 1/2	17#	800'	225	Surface
4 3/4	2 7/8	6.5#	850'	0	0

Describe the proposed program. If this application is to DEEPEN or PLUG BACK also the date on the previous productive well and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

This is Well No. 2 of a two well program to leach salt from the Salado salt formation. This well will normally serve as the fresh water injection well. Fresh water will be pumped down the 2 7/8" tubing, transverse the 350' fractured salt section, and be recovered as saturated brine from the 2 7/8" tubing in Well No. 1.

Due to the shallow depth and low formation pressure in this area, only a diverter type system will be used.

I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Signature:

Printed name:

Title:

Date:

Place:

OIL CONSERVATION DIVISION

Approved by:

Title:

Approved Date:

Expiration Date:

Conditions of Approval:

Attached ☐

Affidavit of Publication

STATE OF NEW MEXICO)
) ss.
COUNTY OF LEA)

Joyce Clemens being first duly sworn on oath
deposes and says that he is Adv. Director of
THE LOVINGTON DAILY LEADER, a daily newspaper
of general paid circulation published in the English
language at Lovington, Lea County, New Mexico; that
said newspaper has been so published in such county
continuously and uninterruptedly for a period in excess
of Twenty-six (26) consecutive weeks next prior to the
first publication of the notice hereto attached as here-
inafter shown; and that said newspaper is in all things
duly qualified to publish legal notices within the mean-
ing of Chapter 167 of the 1937 Session Laws of the
State of New Mexico.

That the notice which is hereto attached, entitled

Notice Of Publication

and published in the County of _____
County, New Mexico, was published in a regular and
entire issue of THE LOVINGTON DAILY LEADER and
not in any supplement thereof, one day a week,
for one (1) day
each week, beginning with the issue of
July 29, 19 94
and ending with the issue of
July 29, 19 94

And that the cost of publishing said notice is the
sum of \$ 48.96

which sum has been (Paid) ~~(Assessed)~~ as Court Costs

Subscribed and sworn to before me this 29th day of August, 1994.

Mrs. Jean Sevier
Notary Public, Lea County, New Mexico

My Commission Expires Sept. 28, 1994

LEGAL NOTICE

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

Notice is hereby given that pursuant to New Mexico Water Quality Control Commission Regulations, the following discharge plan and discharge plan renewal application have been submitted to the Director of the Oil Conservation Division, State Land Office Building, P.O. Box 2088, Santa Fe, New Mexico 87504-2088. Telephone (505)827-5800:

(BW-024) - Scurlock Permian Corporation, Owen Mobley, Vice President, P.O. Box 4648, Houston, Texas, 77210-4648, has submitted a discharge plan application for their proposed Carlsbad Brine Station, located in the SE/4 NW/4 of Section 23, Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico. An average of 1000 barrels per day of 1.2 specific gravity brine water will be produced for use in the oil industry. Groundwater most likely to be affected by a spill, leak, or accidental discharge to the surface is at a depth from approximately 50 to 200 feet with a total dissolved solids concentration of approximately 4000 mg/l. The discharge plan addresses how spills, leaks, and other accidental discharges to the surface will be managed.

(BW-009) - Sims-McCasland Water Sales, Bob Patterson, Manager, P.O. Box 99, Eunice New Mexico, 88231, has submitted an application for the renewal of a discharge plan for the Sims-McCasland Brine Station, located in the NE/4 NE/4 of Section 32, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico. Approximately 200 barrels per day of 1.2 specific gravity brine water is produced for use in the oil industry. Groundwater most likely to be affected by a spill, leak, or accidental discharge to the surface is at a depth of 140 to 160 feet with a total dissolved solids concentration of 2500 to 3000 mg/l. The discharge plan addresses how spills, leaks, and other accidental discharges to the surface will be managed.

Any interested person may obtain further information from the Oil Conservation Division and may submit written comments to the Director of the Oil Conservation Division at the address given above. The discharge plan application may be viewed at the above address between 8:00 a.m. and 4:00 p.m., Monday through Friday. Prior to ruling on any proposed discharge plan or its modification, the Director of the Oil Conservation Division shall allow at least thirty (30) days after the date of publication of this notice during which comments may be submitted to him and public hearing may be requested by any interested person. Requests for public hearing shall set forth the reasons why a hearing should be held.

A hearing will be held if the Director determines there is significant public interest.

If no public hearing is held, the Director will approve or disapprove the proposed plan based on information available. If a public hearing is held, the director will approve or disapprove the proposed plan based on information in the plan and information submitted at the hearing.

GIVEN under the Seal of New Mexico Oil Conservation
Commission at Santa Fe, New Mexico, on this 25th day of
July, 1994.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION
WILLIAM J. LEMAY, Director

SEAL
Published in the Lovington Daily Leader July 29, 1994.

Affidavit of Publication

No. 14782

STATE OF NEW MEXICO,

County of Eddy:

Gary D. Scott

being duly

sworn, says: That he is the Publisher of The

Artesia Daily Press, a daily newspaper of general circulation,

published in English at Artesia, said county and state, and that

the hereto attached Legal Notice

was published in a regular and entire issue of the said Artesia Daily Press, a daily newspaper duly qualified for that purpose within the meaning of Chapter 167 of the 1937 Session Laws of

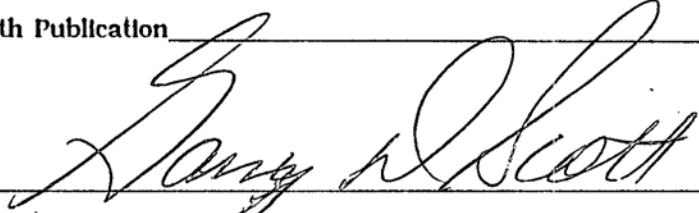
the state of New Mexico for 1 consecutive weeks on the same day as follows:

First Publication August 3, 1994

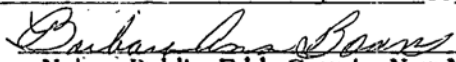
Second Publication

Third Publication

Fourth Publication


Subscribed and sworn to before me this 16th day

of August 19 94



Notary Public, Eddy County, New Mexico

My Commission expires September 23, 1996

LEGAL NOTICE

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

DIVISION

Notice is hereby given that pursuant to the New Mexico Water Quality Control Commission Regulations, the following discharge plan and dis-

charge plan renewal application have been submitted to

Copy of Publication

the Director of the Oil Conservation Division, State Land Office Building, P.O. Box 2088, Santa Fe, New Mexico 87504-2088, Telephone (505) 827-5800:

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from approximately 50 to 200 feet with a total dissolved solids concentration of approximately 4000 mg/l. The discharge plan addresses how spills, leaks, and other accidental discharges to the surface will be managed.

(BW-009) - Sims-McCasland Water Sales, Bob Patterson, Manager, P.O. Box 99, Eunice New Mexico, 88231, has submitted an application for the renewal of a discharge plan for the Sims-McCasland Brine Station, located in the NE/4 NE/4 of Section 32, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico. Approximately 200 barrels per day of 1.2 specific gravity brine water is produced for use in the oil industry. Groundwater most likely to be affected by a spill, leak, or accidental discharge to the surface is at a depth of 140 to 160 feet with a total dissolved solids concentration of approximately 2500 to 3000 mg/l. The discharge plan addresses how spills, leaks, and

other accidental discharges to the surface will be managed.

Any interested person may obtain further information from the Oil Conservation Division and may submit written comments to the Director of the Oil Conservation Division at the address given above. The discharge plan application may be viewed at the above address between 8:00 a.m. and 4:00 p.m., Monday thru

Friday. Prior to ruling on any proposed discharge plan or its modification, the Director of the Oil Conservation Division shall allow at least thirty (30) days after the date of publication of this notice during which comments may be submitted to him and public hearing may be requested by any interested person. Request for public hearing shall set forth the reasons why a hearing shall be held. A hearing will be held if the Director determines there is significant public interest.

If no hearing is held, the Director will approve or disapprove the proposed plan based on information available. If a public hearing is held, the Director will approve or disapprove the proposed plan based on information in the plan and information submitted at the hearing.

GIVEN under the Seal of New Mexico Oil Conservation Commission at Santa Fe, New Mexico, on this 25th day of July, 1994.

STATE OF NEW MEXICO
OIL CONSERVATION
DIVISION
s-William J. LeMay
WILLIAM J. LEMAY
Director

SEAL

Published in the Artesia Daily Press, Artesia, N.M. August 3, 1994.

Legal 14782