Form 3160-5 (March 2012)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** Mossocd

FORM APPROVED OMB No. 1004-0137

5. Lease Serial No. NMNM68820

Expires: October 31, 2014

SUNDRY N Do not use this f abandoned well.	6. If Indian, Allottee or Tribe Name				
SUBMIT	FIN TRIPLICATE - Other	instructions on page 2.		7. If Unit of CA/Agree	ement, Name and/or No.
1. Type of Well				8. Well Name and No	
Oil Well Gas W	Vell Other	,		Nocaster 19 Fed	eral 4H
Name of Operator Endurance Resources LLC				9. API Well No. 30-025-41449	
3a. Address		3b. Phone No. (include area code	•)	10. Field and Pool or	Exploratory Area
203 West Wall Street Suite 1000 Midland TX 79	701	432-242-4680		Antelope Ridge	Bone Spring West
4. Location of Well (Footage, Sec., T.,	R.,M., or Survey Description	1)		11. County or Parish,	State
330 FSL & 660 FEL UL P Sec. 19 T23S R34	¥E ,			Lea County, Ne	ew Mexico
12. CHEC	K THE APPROPRIATE BO	OX(ES) TO INDICATE NATURE	OF NOTIC	CE, REPORT OR OTH	IER DATA
TYPE OF SUBMISSION	•	ТҮРІ	E OF ACT	ION	
Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat		luction (Start/Resume) amation	Water Shut-Off Well Integrity
Subsequent Report	Casing Repair Change Plans	New Construction Plug and Abandon	_	omplete porarily Abandon	Other
Final Abandonment Notice	Convert to Injection	Plug Back		er Disposal	
Attach the Bond under which the v following completion of the involve	ally or recomplete horizonta work will be performed or pr yed operations. If the operat Abandonment Notices must	Ily, give subsurface locations and movide the Bond No. on file with BL	neasured and LM/BIA. If or recomp	nd true vertical depths of Required subsequent re- pletion in a new interva	of all pertinent markers and zones. ports must be filed within 30 days I, a Form 3160-4 must be filed once
Water is being produced from t via flowline to the Federal 19 N	he Bone Spring formation o. 1 SWD (SWD-1067) Af	and is producing approximately PI No. 30-025-24676 located in N	251.46 B NE/4 Sec.	BWPD. This produced . 19-T23S-R34E, Lea	d water is being transferred a County, New Mexico.
See attached Administrative Or	rder SWD-1067. Wate:	r analysis			

14. Thereby certify that the foregoing is true and correct. Name (A	sted/Typed)
M. A. Sirgo, III	Title Engineer
Signature A. Supplies	Date 03/12/2015 ACCEPTED FOR RECORD
7HIS SPA	E FOR FEDERAL OR STATE OFFICE USE
Approved by	Title MAY 1.9 2015
Conditions of approval, if any, are attached. Approval of this notic that the applicant holds legal or equitable title to those rights in the entitle the applicant to conduct operations thereon.	pes not warrant or certify
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, ma fictitious or fraudulent statements or representations as to any mat	it a crime for any person knowingly and willfully to make to any department of algebray of the whited States any fal

(Instructions on page 2)



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

ADMINISTRATIVE ORDER SWD-1067

APPLICATION OF RAY WESTALL FOR PRODUCED WATER DISPOSAL, LEA COUNTY, NEW MEXICO

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 701(B), RAY WESTALL made application to the New Mexico Oil Conservation Division for permission to utilize for produced water disposal its Federal 19 Well No. 1 (API No. 30-025-24676) located 660 feet from the North line and 660 feet from the East line of Section 19, Township 23 South, Range 34 East, NMPM, Lea County, New Mexico.

THE DIVISION DIRECTOR FINDS THAT:

- (1) The application has been duly filed under the provisions of Rule 701(B) of the Division Rules and Regulations;
- (2) Satisfactory information has been provided that all offset operators and surface owners have been duly notified;
- (3) The applicant has presented satisfactory evidence that all requirements prescribed in Rule 701 will be met; and
- (4) No objections have been received within the waiting period prescribed by said rule.

IT IS THEREFORE ORDERED THAT:

The applicant is hereby authorized to utilize its Federal 19 Well No. 1 (API No. 30-025-24676) located 660 feet from the North line and 660 feet from the East line of Section 19, Township 23 South, Range 34 East, NMPM, Lea County, New Mexico, in such manner as to permit the injection of produced water for disposal purposes into the Cherry Canyon member of the Delaware Mountain Group through perforations from 6670 feet to 6883 feet and through plastic-lined tubing set with a packer located within 100 feet of the top of the injection interval.

IT IS FURTHER ORDERED THAT:

The operator shall take all steps necessary to ensure that the injected water enters only the proposed injection interval and is not permitted to escape to other formations or onto the surface.

As preparation for injection, the operator shall plug back the well with cement and cast iron bridge plug to within 200 feet of the bottom permitted injection interval.

The casing-tubing annulus shall be loaded with an inert fluid and equipped with a pressure gauge or an approved leak detection device in order to determine leakage in the casing, tubing, or packer.

After installing injection tubing, the casing shall be pressure tested from the surface to the packer setting depth to assure casing integrity.

The wellhead injection pressure on the well shall be limited to **no more than 1334 psi.** In addition, the injection well or system shall be equipped with a pressure limiting device in workable condition which shall, at all times, limit surface injection pressure to the maximum allowable pressure for this well.

The Director of the Division may authorize an increase in injection pressure upon a proper showing by the operator of said well that such higher pressure will not result in migration of the injected fluid from the injection formation. Such proper showing shall consist of a valid step-rate test run in accordance with and acceptable to this office.

The operator shall notify the supervisor of the Hobbs district office of the Division of the date and time of the installation of disposal equipment and of any mechanical integrity test so that the same may be inspected and witnessed.

The operator shall immediately notify the supervisor of the Hobbs district office of the Division of the failure of the tubing, casing, or packer in said well and shall take such steps as may be timely and necessary to correct such failure or leakage.

PROVIDED FURTHER THAT, jurisdiction is retained by the Division for the entry of such further orders as may be necessary for the prevention of waste and/or protection of correlative rights or upon failure of the operator to conduct operations (1) to protect fresh water or (2) consistent with the requirements in this order, whereupon the Division may, after notice and hearing, terminate the injection authority granted herein.

The operator shall provide written notice of the date of commencement of injection to the Hobbs district office of the Division.

The operator shall submit monthly reports of the disposal operations on Division Form C-115, in accordance with Rule Nos. 706 and 1120 of the Division Rules and Regulations.

The injection authority granted herein shall terminate one year after the effective date of this order if the operator has not commenced injection operations into the subject well, provided however, the Division, upon written request by the operator, may grant an extension thereof for good cause shown.

Approved at Santa Fe, New Mexico, on February 6, 2007.

MARK E. FESMIRE, P.E.

Director

MEF/wvjj

cc: Oil Conservation Division – Hobbs Bureau of Land Management – Carlsbad



Permian Basin Area Laboratory 2101 S Market Street Bldg. B

Report Date:

3/20/2015

Complete Water Analysis Report _{SSP v.8}								
Customer:	ENDURANCE RESOURCES LLC	Sample Point Name	No Caster 19 Federal 4 H					
District:	New Mexico	Sample ID:	201501009580					
Sales Rep:	Wayne C Peterson	Sample Date:	2/25/2015					
Lease:	DELEWARE BASIN	Log Out Date:	3/20/2015					
Site Type:	Well Sites	Analyst:	Samuel Newman					
Sample Point Description:	HEATER TREATER OUTLET							

ENDURANCE RESOURCES LLC, DELEWARE BASIN, No Caster 19 Federal 4 H

Field Data			27.49.5.5 29.7	Analysis c	f Sample	ZINEAS AS	3626
		Anions:	mg/L/, %	meq/L**	Cations:	mg/L	meq/L
Initial Temperature (*F):	250	Chloride (Cl'):	52306.6	1475.5	Sodium (Na*):	31783.6	1383.1
Final Temperature (°F):	80	Sulfate (SO ₄ 2-):	1548.6	32.2	Potassium (K ⁺):	581.3	14.9
Initial Pressure (psi):	100	Borate (H ₃ BO ₃):	205.3	3.3	Magnesium (Mg ²⁺):	338.0	27.8
Final Pressure (psi):	15	Fluoride (F'):	ND		Calcium (Ca ^{2*}):	2472.5	123.4
		Bromide (Br'):	ND		Strontium (\$r ²⁺):	99.9	2.3
pH:	17.	Nitrite (NO ₂ '):	ND		Barium (Ba ²⁺):	0.4	0.0
pH at time of sampling:	7.0	Nitrate (NO ₃ '):	ND		Iron (Fe ²⁺):	8.6	0.3
		Phosphate (PO ₄ 3·):	ND		Manganese (Mn²+):	0.7	0.0
		Sílica (SiO ₂):	ND		Lead (Pb ²⁺):	ND	
]			Zinc (Zn ²⁺):	0.0	0.0
Alkalinity by Titration: ** mg/L	meq/L	l					
Bicarbonate (HCO ₃ '): 48	8.0 8.0				Aluminum (Al ³⁺):	ND	
Carbonate (CO ₃ ²⁻):	ND				Chromium (Cr ³⁺):	ND	
Hydroxide (OH'):	ND			1	Cobait (Co ²⁺):	ND	
		Organic Acids:	mg/L*	meq/L	Copper (Cu ²⁺):	ND	
aqueous CO2 (ppm):	400.0	Formic Acid:	ND		Molybdenum (Mo ²⁺):	ND	
aqueous H₂S (ppm):	51.0	Acetic Acid:	ND		Nickel (Ni ²⁺):	ND	
aqueous O ₂ (ppb):	ND	Propionic Acid:	ND		Tin (Sn ²⁺): .	ND	
		Butyric Acid:	ND		Titanium (Ti ²⁺):	ND	
Calculated TDS (mg/L):	89833	Valeric Acid:	ND		Vanadium (V²⁺):	ND	
Density/Specific Gravity (g/cm³):	1.0577	1			Zirconium (Zr ²⁺):	ND	
Measured Density/Specific Gravity	1.0645						
Conductivity (mmhos):	ND			1	Total Hardness:	7688	N/A
Resistivity:	ND	Į.					
MCF/D:	No Data				•		
BOPD:	No Data				l		
BWPD:	. No Data	Anion/Cation Ratio:		0.98	ND = Not	Determined	

Cond	itions	Barite	(BaSO ₄)	Calcite	e (CaCO ₃)	Gypsum (CaSO ₄ ·2H ₂ O)		Anhydrite (CaSO ₄)	
Temp	Press.	Index	Amt (ptb)	Index	Amt (ptb)	Index	Amt (ptb)	Index	Amt (ptb)
80°F	15 psi	0.45	0.151	1.05	85.248	-0.34	0.000	-0.55	0.000
99°F	24 psi	0.31	0.120	1.09	87.070	-0.33	0.000	-0.46	0.000
118°F	34 psi	0.19	0.083	1.14	90.014	-0.32	0.000	-0.36	0.000
137°F	43 psi	0.09	0.042	1.21	93.173	-0.31	0.000	-0.27	0.000
156°F	53 psi	-0.01	0.000	1.29	96.306	-0.30	0.000	-0.16	0.000
174°F	62 psi	-0.08	0.000	1.37	99.349	-0.29	0.000	-0.05	0.000
193°F	72 psi	-0.15	0.000	1.46	102.291	-0.28	0.000	0.06	81.468
212°F	81 psi	-0.21	0.000	1.55	105.324	-0.26	0.000	0.18	215.776
231°F	91 psi	-0.25	0.000	1.65	108.308	-0.25	0.000	0.29	328.075
250°F	100 psi	-0.30	0.000	1.75	111.150	-0.24	0.000	0.41	420.037

Cond	Conditions Celestite (SrSO ₄)		Halit	Halite (NaCl)		Iron Sulfide (FeS)		Iron Carbonate (FeCO ₃)	
Temp	Press.	index	Amt (ptb)	Index	Amt (ptb)	Index	Amt (ptb)	Index	Amt (ptb)
80°F	15 psi	-0.04	0.000	-1.61	0.000	2.97	4.723	0.26	2.612
99°F	24 psi	-0.03	0.000	-1.62	0.000	2.85	4.721	0.35	3.241
118°F	34 psi	-0.02	0.000	-1.64	0.000	2.78	4.720	0.45	3.836
137°F	43 psi	-0.01	0.000	-1.64	0.000	2.74	4.719	0.55	4.309
156°F	53 psi	0.00	0.694	-1.65	0.000	2.72	4.719	0.64	4.670
174°F	62 psi	0.02 ·	3.710	-1.65	0.000	2.72	4.719	0.72	4.942
193°F	72 psi	0.05	7.330	-1.65	0.000	2.73	4.719	0.80	5.147
212 ° F	81 psi	0.08	11.439	-1.65	0.000	2.76	4.720	0.88	5.316
231°F	91 psi	0.11	15.880	-1.65	0.000	2.81	4.721	0.94	5.446
250°F	100 psi	0.15	20.476	-1.64	0.000	2.86	4.722	1.00	5.544

Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the eight (8) scales.

Note 3: Saturation Index predictions on this sheet use pH and alkalinity; %CO2 is not included in the calculations.



SenleSoftPitzerTM SSP2010

Comments:



Permian Basin Area Laboratory 2101 S Market Street Bldg. B

Report Date:

3/20/2015

Complete Water Analysis Report _{SSP v.8}

Customer:	ENDURANCE RESOURCES LLC	Sample Point Name	Federal 19 # 1 SWD
District:	New Mexico	Sample ID:	201501009579
Sales Rep:	Wayne C Peterson	Sample Date:	2/25/2015
Lease:	DELEWARE BASIN	Log Out Date:	3/20/2015
Site Type:	Facility	Analyst:	Samuel Newman
Sample Point Description:	TRANSFER PUMP		

ENDURANCE RESOURCES LLC, DELEWARE BASIN, Federal 19 # 1 SWD

Field Data				Analysis	f Sample		
		Anions:	mg/L	meq/L	Cations:	mg/L	meq/L
Initial Temperature (*F):	250	Chloride (Cl):	72820.3	2054.2	Sodium (Na ⁺):	40648.5	1768.9
Final Temperature (*F):	80	Sulfate (SO ₄ 2-):	1783.0	37.1	Potassium (K*):	722.4	18.5
Initial Pressure (psi):	100	Borate (H ₃ BO ₃):	234.0	3.8	Magnesium (Mg ^{2*}):	897.9	73.9
Final Pressure (psi):	15	Fluoride (F ⁻):	ND		Calcium (Ca ²⁺):	5839.0	291.4
		Bromide (Br):	ND		Strontium (Sr ²⁺):	304.2	6.9
pH:		Nitrite (NO ₂ -):	ND		Barium (Ba ²⁺):	0.0	0.0
pH at time of sampling:	7.0	Nitrate (NO ₃ "):	ND		Iron (Fe ²⁺):	64.7	2.3
		Phosphate (PO ₄ 3-):	ND		Manganese (Mn ²⁺):	1,1	0.0
		Silica (SiO ₂):	ND		Lead (Pb ²⁺):	ND	
					Zinc (Zn²+):	0.0	0.0
Alkalinity by Titration: mg	/L meg/L			i			
Bicarbonate (HCO ₃):	488.0 8.0	1			Aluminum (Al ³⁺):	ND	
Carbonate (CO ₃ ²):	ND				Chromium (Cr ³⁺):	ND	
Hydroxide (OH'):	ND				Cobalt (Co2+):	ND	
		Organic Acids:	mg/L	meq/L	Copper (Cu ²⁺):	ND	
aqueous CO2 (ppm):	400.0	Formic Acid:	ND	erer was to the wearings.	Molybdenum (Mo ²⁺):	ND	
aqueous H₂S (ppm):	68.0	Acetic Acid:	ND		Nickel (Ni ²⁺):	ND	
aqueous O2 (ppb):	ND	Propionic Acid:	ND		Tin (Sn ²⁺):	ND	
ì		Butyric Acid:	ND		Titanium (Ti ²⁺):	ND	
Calculated TDS (mg/L):	123803	Valeric Acid:	ND		Vanadium (V²+):	ND	
Density/Specific Gravity (g/cm ³): 1.0805	<u>.</u>			Zirconium (Zr ²⁺):	ND.	
Measured Density/Specific Gra	vity 1.0877	,					
Conductivity (mmhos):	NE	al .			Total Hardness:	18643	N/A
Resistivity:	NE	N .					
MCF/D:	No Data				İ		
BOPD:	No Data						
BWPD:	No Data	Anion/Cation Ratio:		0.97	ND = Not	Determined	

Cond	Conditions Bari		(BaSO ₄)	Calcite (CaCO ₃)		Gypsum (CaSO ₄ ·2H ₂ O)		Anhydrite (CaSO ₄)	
Temp	Press.	Index	Amt (ptb)	Index	Amt (ptb)	Index	Amt (ptb)	Index	Amt (ptb)
80°F	15 psi		0.000	1.49	106.196	-0.03	0.000	-0.21	0.000
99°F	24 psi		0.000	1.51	106.669	-0.01	0.000	-0.12	0.000
118°F	34 psi		0.000	1.56	107.754	0.00	0.000	-0.02	0.000
137°F	43 psi		0.000	1.61	108.961	0.01	25.047	0.08	135.473
156°F	53 psi		0.000	1.67	110.192	0.02	49.911	0.19	282,401
174°F	62 psi		0.000	1.74	111.443	0.03	74.606	0.29	405.899
193°F	72 psi		0.000	1.81	112.729	0.04	98.558	0.40	507.573
212°F	81 psi		0.000	1.88	114.165	0.06	120.664	0.52	589.633
231°F	91 psi		0.000	1.96	115.692	0.06	139.477	0.63	654.685
250°F	100 psi		0.000	2.04	117.245	0.07	153.306	0.74	705.459

Cond	itions	Celestite (SrSO ₄)		Halit	Halite (NaCl)		fide (FeS)	Iron Carbonate (FeCO ₃)	
Temp	Press.	Index	Amt (ptb)	Index	Amt (ptb)	Index	Amt (ptb)	Index	Amt (ptb)
80°F	15 psi	0.41	125.399	-1.31	0.000	4.01	35.659	1.18	40.238
99°F	24 psi	0.42	127.780	-1.33	0.000	3.86	35.654	1.26	41.175
118°F	34 psi	0.43	129.921	-1.34	0,000	3.77	35.651	1.35	42.105
137°F	43 psi	0.44	132.244	-1.35	0.000	3.72	35.650	1.43	42.869
156°F	53 psi	0.46	135.010	-1.35	0.000	3.68	35.649	1.51	43.468
174°F	62 psi	0.47	138.335	-1.36	0.000	3.66	35.649	1.58	43.930
193°F	72 psi	0.50	142.220	-1.36	0.000	3.66	35.649	1.64	44.283
212°F	81 psi	0.52	146.576	-1.36	0.000	3.67	35.651	1.69	44.581
231°F	91 psi	0.55	151.252	-1.36	0.000	3.69	35.653	1.74	44.817
250°F	100 psi	0.58	156.061	-1.36	0.000	3.72	35.655	1.77	44.992

Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the eight (8) scales. Note 3: Saturation Index predictions on this sheet use pH and alkalinity, %CO₂ is not included in the calculations.



* EESI & ScaleSoftPitzerTM SSP2010

Comments:			