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

APPLICATION OF MANZANO LLC FOR APPROVAL OF A PRESSURE MAINTENANCE PROJECT AND AUTHORIZATION TO INJECT, LEA COUNTY, NEW MEXICO.

CASE NO. 22458

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EXHIBIT INDEX

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A-2	Plat of Project Area
A-3	C-108
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C-2	H2S Contingency Plan

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

APPLICATION OF MANZANO LLC FOR APPROVAL OF A PRESSURE MAINTENANCE PROJECT AND AUTHORIZATION TO INJECT, LEA COUNTY, NEW MEXICO.

CASE NO. 22458

SELF-AFFIRMED STATEMENT OF NICK C. MCCLELLAND

- 1. I am the Land Manager at Manzano LLC ("Manzano"). I am over 18 years of age, have personal knowledge of the matters addressed herein, and am competent to provide this Self-Affirmed Statement. I have previously testified before the New Mexico Oil Conservation Division ("Division"), and my qualifications as an expert in petroleum land matters were accepted and made a matter of record.
- 2. I am familiar with the Application in this case and with the land matters pertaining to this Application. Copies of the application and proposed notice are attached as **Exhibit A-1**.
- 3. Manzano's Application seeks an order: (1) approving a pressure maintenance project for the injection of produced gas through the Vince BGH #1 well into the Jenkins San Andres pool (Pool Code 33950) within the San Andres formation in a project area ("Project Area") comprised of the SE/4 and E/2NE/4 of Section 30, and the E/2SE/4 of Section 19, Township 9 South, Range 35 East, NMPM, Lea County, New Mexico; and (2) authorizing Manzano to convert the Vince BGH #1 well from a producing well to an injector.
- 4. Manzano operates the following described wells within or near the Project Area currently producing from the Jenkins San Andres Pool:

MANZANO LLC

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Case No. 22458

Exhibit A

- a. Sodbuster 21 Fee #4H (API 30-025-43704) horizontally drilled from a surface hole location at 200 FSL, 1650 FWL in Section 21 to a bottom hole location at 330 FNL, 1650 FWL in Section 21;
- b. Rag Mama 30-19 Fee #1 (API 30-025-44067) horizontally drilled from a surface hole location at 25 FSL, 528 FEL in Section 30 to a bottom hole location at 2303 FSL, 394 FEL in Section 19; and
- c. Vince BGH No. 1H (API No. 30-025-37104) ("Vince") vertically drilled at 1980 FSL, 1750 FEL (Unit J) of Section 30.
- 5. The wells were initially drilled as producers within the San Andres formation.
- 6. The perforated interval of the Rag Mama 30-19 Fee #1 is 5,250' to 12,123'; the perforated interval of the Sodbuster 21 Fee #4H is 5,150' to 9,330'; and the perforated interval of the Vince BGH No. 1H is 4840' to 4850'.
- 7. The Vince well currently produces 2 BOPD and 31 BWPD and is deemed uneconomic. Therefore, Manzano proposes to convert the well from a producer into an injection well to provide pressure maintenance support for the Rag Mama 30 19 Fee #1 well. Converting the well from a producer to an injector will also reduce flaring.
- 8. Manzano plans to inject produced gas from the Sodbuster 21 Fee #4 and Rag Mama 30-19 Fee #1 into the San Andres formation through a closed system using the Vince BGH No. 1H at depths of 4840' to 4850' within the San Andres formation.
- 9. Accordingly, Manzano proposes the unitized interval be defined as the Jenkins San Andres pool (Pool Code 33950) within the San Andres formation at depths of 4840' to 4850' as defined on the Manzano Vince BGH #1 well log provided on page 24 of Form C-108.

- 10. **Exhibit A-2** is a plat of the Project Area which includes a ½ mile area of review. The exhibit depicts the Project area in red and identifies the status of the lands surrounding the Project Area. The exhibit also identifies the Sodbuster 21 Fee #4H and Rag Mama 30-19 Fee #1 well as black lines and the Vince well as a green circle within the Project Area. The exhibit also identifies the area of injection for the Vince well is approximately 48.4 acres.
- 11. **Exhibit A-3** includes a copy of Manzano's Application for Authorization to Inject ("Form C-108"). I am generally familiar with the land matters addressed in the Form C-108.
- 12. Page 32 of Form C-108 contains a land map of the Project Area that identifies surface and mineral ownership interests entitled to notice within the area of review and includes applicable lease numbers. There are no other operators within a ½ mile area of review radius.
- 13. Page 12 of Form C-108 is an area of review map of the Project Area that depicts the producing wells and other wells within the ½ mile radius areas of review that penetrate the proposed injection zone. Pages 13-18 of Form C-108 provide detailed well information for the wells within the areas of review.
- 14. Manzano conducted a diligent, good-faith effort to identify the correct addresses of persons entitled to notice and has complied with the Division's notice requirements.
- 15. Notice of the Division's hearing was provided to all affected parties at least 20 days prior to the hearing date. A sample of the hearing notice letter and the associated return receipts are attached as **Exhibit A-4**.
- 16. Notice of the hearing was also published more than ten business days prior to the hearing date. The affidavit of publication is attached as **Exhibit A-5**.
- 17. The exhibits referenced above were either prepared by me or under my supervision or were compiled from company business records.

- 18. In my opinion, the granting of Manzano's application would serve the interests of conservation, the prevention of waste, and the protection of correlative rights.
- 19. I understand this Self-Affirmed Statement will be used as written testimony in this case. I affirm that my testimony in paragraphs 1 through 18 above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.

Nick C. McClelland

1/3/2Z

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

APPLICATION OF MANZANO LLC FOR APPROVAL OF A PRESSURE MAINTENANCE PROJECT AND AUTHORIZATION TO INJECT, LEA COUNTY, NEW MEXICO.

Case No. 22458

APPLICATION

In accordance with NMAC 19.15.27.8, Manzano LLC ("Applicant") (OGRID No. 231429) files this application with the Oil Conservation Division for an order: (1) approving a pressure maintenance project for the injection of produced gas through the Vince BGH #1 well into the San Andres formation in a project area ("Project Area") comprised of the SE/4 and E/2NE/4 of Section 30, and the E/2SE/4 of Section 19, Township 9 South, Range 35 East, NMPM, Lea County, New Mexico; and (2) authorizing Manzano to convert the Vince BGH #1 well from a producing well to an injector. In support of its application, Applicant states:

- 1. Applicant operates the following described wells within or near the Project Area:
 - the Sodbuster 21 Fee #4H (API 30-025-43704) with a surface hole location at 200 FSL, 1650 FWL of Section 21 and a bottom hole location at 330 FNL, 1650 FWL of Section 21;
 - the Rag Mama 30-19 Fee #1 (API 30-025-44067) with a surface hole location at 25 FSL, 528 FEL of Section 30 and a bottom hole location at 2303 FSL, 394 FEL of Section 19; and
 - The Vince BGH No. 1H (API No. 30-025-37104) located at 1980 FSL, 1750
 FEL (Unit J) of Section 30.
- 2. The wells are currently producing from the Jenkins San Andres Pool (Pool No. 33950).

MANZANO LLC

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Case No. 22458

Exhibit A-1

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- 3. Applicant proposes to convert its Vince BGH No. 1H well from a producer into an injection well for pressure maintenance operations. Applicant plans to inject produced gas from the Sodbuster 21 Fee #4 and Rag Mama 30-19 Fee #1 into the San Andres formation through a closed system using the Vince BGH No. 1H. Applicant does not anticipate compatibility issues.
 - 4. The injection interval of the Vince BGH No. 1H is 4840 feet to 4850 feet.
- 5. Injection will provide pressure maintenance support for the Rag Mama 30 19 Fee #1 well and will also reduce flaring.
- 6. The expected average injection rate of produced gas into the Vince BGH No. 1H is 150 MCFGPD. The expected maximum injection rate is 1,000 MCFGPD to provide Manzano the option to inject more gas as the GOR increases or if Manzano drills additional wells in the Jenkins San Andres Pool.
- 7. The expected average injection pressure of produced gas into the Vince BGH No. 1H is 500 psi and the proposed maximum injection pressure is 950 psi.
- 8. Applicant's proposed pressure maintenance project can be conducted in a safe and responsible manner without causing waste, impairing correlative rights or endangering fresh water, public health or the environment.
- 9. Approval of this application will be in the best interest of conservation, the prevention of waste and the protection of correlative rights.
 - 10. A copy of the applicable C-108 is attached as Exhibit A.

WHEREFORE, Applicant requests this application be set for hearing on January 6, 2022, and after notice and hearing, the Division enter an order: (1) approving a pressure maintenance project for the injection of produced gas through the Vince BGH #1 well into the San Andres formation in the Project Area; and (2) authorizing Manzano to convert the Vince BGH #1 well from a producer to an injector.

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Respectfully submitted,

HINKLE SHANOR LLP

<u>/s/ Dana S. Hardy</u>

Dana S. Hardy
Michael Rodriguez
P.O. Box 2068
Santa Fe, NM 87504-2068
Phone: (505) 982-4554
Facsimile: (505) 982-8623
dhardy@hinklelawfirm.com
mrodriguez@hinklelawfirm.com
Counsel for Manzano LLC

This is to notify all interested parties, including Donivan D. Crockett; Hayden G. Crockett; William Harrel Delafield, Jr.; Mary Ann Delafield Frazier; Gleason Wildcats, LLC; Donald Joseph Marczeski; Dorothy Ann Middaugh; Margaret Ann Morgan Lilly, Edward R. Lilly; Patricia Ann Morgan McNally; Leo Patrick Morgan, Jr.; Mary Carol Morgan; Sharon Y. Weisler; Crayton Weisler; William Marvin Zahn, Jr.; Stephanie Zahn; Darwin D. Crockett; Dorothy Fitzgerald; Walta Neuner Ocker; Keith Z. Neuner; Robert Franklin White, Sr., Rebecca Ann Gallun, Trustee of the Rebecca Ann Gallun Exempt Trust; Everett Bruce Lomax, Trustee of the Everett Bruce Lomax Exempt Trust; Kay Lomax Jerin, Trustee of the Kay Lomax Jerin Exempt Trust; Kathryn Ann Barwick Fox; Maxine E. Barber; Tom Barber; Rozella M. Jones; Arville O. Glenn, Jr.; Arlis E. Schleiger; Worth Fullingim; Rena F. Kerr; Rodean Gleason; Beal Gleason; Cleo Dickinson; James Don Dickinson; Barbara S. Dickinson; Grace G. Glenn; Prosperity State Bank, Successor to American State Bank, Trustee of the Willa Ruth Simmons Trust; Kenneth Edward Bennett and Frieda Johanna Bennett, Successors Trustees of the Bennett Family Living Trust; Lawrence A. Wangler, Trustee of the Wangler Trust; Sherry McCray, Trustee, McCray Family Trust; Oliver Falls; Melissa Glenn; Gerald Glenn; Bonnie Downing; Michael Goolsby; Cindy Corkins; Phillip Corkins; Melanie Caywood; Patsy Jean Howard Guinn; Doug Guinn; Dolores Davis; Don Glenn; Clark A. Glenn; Carolyn Taylor; Rex Glenn; Brenda Sue Ehlert Hayden; Marilyn K. Glenn; Toni Martin; Laura Oglesby; Claudia Moyers; Jennifer Glenn; Cliff Glenn; Scott Alan Frost; Glenda King; Laura Hand; Alice Reed; Gary McCray; Janelle McCray; William E. Glenn, Jr.; Patricia Horton; Lance Jackson; Tiffany Latner; Amanda McCasland; Amelia Jackson; Kathryn Ann Barwick Fox; Alvin Simpson; Christine Simpson; Worth Fullingim; Lawrence A. Wangler, Trustee of the Wangler Trust; Cindy Corkins; Phillip Corkins; Melanie Caywood, the Bureau of Land Management; the New Mexico State Land Office; and their successors and assigns, that the New Mexico Oil Conservation Division will conduct a hearing on an application submitted by Manzano LLC (Case No. 22458). During the COVID-19 Public Health Emergency, state buildings are closed to the public and hearings will be conducted remotely. The hearing will be conducted on January 6, 2022, beginning at 8:15 a.m. To participate in the electronic hearing, see the instructions posted on the docket for that date: https://www.emnrd.nm.gov/ocd/hearing-info/. Applicant seeks an order: (1) approving a pressure maintenance project for the injection of produced gas through the Vince BGH #1 well into the San Andres formation in a project area ("Project Area") comprised of the SE/4 and E/2NE/4 of Section 30, and the E/2SE/4 of Section 19, Township 9 South, Range 35 East, NMPM, Lea County, New Mexico; and (2) authorizing Manzano to convert the Vince BGH #1 well from a producing well to an injector. Applicant operates the following described wells within or near the Project Area:

- the Sodbuster 21 Fee #4H (API 30-025-43704) with a surface hole location at 200 FSL, 1650 FWL of Section 21 and a bottom hole location at 330 FNL, 1650 FWL of Section 21;
- the Rag Mama 30-19 Fee #1 (API 30-025-44067) with a surface hole location at 25 FSL,
 528 FEL of Section 30 and a bottom hole location at 2303 FSL, 394 FEL of Section 19;
 and
- The Vince BGH No. 1H (API No. 30-025-37104) located at 1980 FSL, 1750 FEL (Unit J) of Section 30.

The wells are currently producing from the Jenkins San Andres Pool (Pool No. 33950). Applicant proposes to convert its Vince BGH No. 1H well from a producer into an injection well for pressure maintenance operations. Applicant plans to inject produced gas from the Sodbuster 21 Fee #4 and Rag Mama 30-19 Fee #1 into the San Andres formation through a closed system using the Vince BGH No. 1H. Applicant does not anticipate compatibility issues. The injection interval of the

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Vince BGH No. 1H is 4840 feet to 4850 feet. Injection will provide pressure maintenance support for the Rag Mama 30 19 Fee #1 well and will also reduce flaring. The expected average injection rate of produced gas into the Vince BGH No. 1H is 150 MCFGPD. The expected maximum injection rate is 1,000 MCFGPD to provide Manzano the option to inject more gas as the GOR increases or if Manzano drills additional wells in the Jenkins San Andres Pool. The expected average injection pressure of produced gas into the Vince BGH No. 1H is 500 psi and the proposed maximum injection pressure is 950 psi. Applicant's proposed pressure maintenance project can be conducted in a safe and responsible manner without causing waste, impairing correlative rights or endangering fresh water, public health or the environment. The wells are located approximately 18.1 miles north of Tatum, New Mexico.

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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Geological & Engineering Bureau -1220 South St. Francis Drive, Santa Fe, NM 87505

REVIEWER:



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: Manzano, LLC	OCDID Name I am 201 (00
Well Name: VINCE BGH #1	OGRID Number: 231429
	API: 30-025-37104
Pool: JENKINS SAN ANDRES	Pool Code: 319660
	REQUIRED TO PROCESS THE TYPE OF APPLICATION ED BELOW
1) TYPE OF APPLICATION: Check those which apply	y for [A]
A. Location – Spacing Unit – Simultaneous Dec	dication
□NSL □ NSP(project area)	□NSP(PRORATION UNIT) □SD

В.	Check one only	/ for [1] or	[11]				
	[1] Comminglin	g - Storag	ge – Measi	Jrement			
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	WFX ■PMX	SWD IPI	□ EOR	□ PPR	
A. Offs B. Roy C. App	DN REQUIRED TO: Cet operators or least alty, overriding royalication requires pufication and/or confication	heck those which se holders alty owners, rever ublished notice	n apply. nue owners	□PPR	FOR OCD ONLY Notice Complete Application Content
E. Noti	fication and/or cor	ncurrent approve	al by SLO		Complete
F. 🔳 Surf	ace owner				
G. For a	all of the above, pr	oof of notification	n or publica	ation is attache	d, and/or,

H. ☐ No notice required 3) CERTIFICATION: I hereby certify that the information submitted with this application for

administrative approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and

notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

9/28/2021	
ate	

575-623-1996 EXT. 302

Phone Number

JWORRALL@MANZANOENERGY.C

e-mail Address

MANZANO LLC

Case No. 22458 ELLISIA A A

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September 28, 2021

New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

New Mexico Oil Conservation Division 1625 N. French Drive Hobbs, NM 88240

RE: Gas Injection Application Manzano, LLC Vince BGH #1

Manzano, LLC hereby submits an application to convert the Vince BGH #1 to a gas injection well. Accordingly, please find enclosed an original and one copy of our application Form C-108 with attachments. A third copy has been sent to the Division Office in Hobbs. A Legal Notice of our application has been filed with the Hobbs Sun newspaper.

Should you have any questions regarding our application, I can be reached at 575-623-1996 ext. 302 or 575-420-5853 cell. Thank you for your assistance in handling our application.

Sincerely,

On belight of Manzano, LLC

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STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

Application qualifies for administrative approval?

PURPOSE:

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

FORM C-108 Revised June 10, 2003

Storage

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Disposal

APPLICATION FOR AUTHORIZATION TO INJECT

Yes

Pressure Maintenance

X

Secondary Recovery

II.	OPERATOR: MANZANO, LLC
	ADDRESS: P.O. BOX 1737, ROSWELL, NM 88202-1737
	CONTACT PARTY: JOHN WORRALL PHONE: 575-623-1996
III.	WELL DATA: Complete the data required on the reverse side of this form for each well proposed for injection. Additional sheets may be attached if necessary.
IV.	Is this an expansion of an existing project? Yes X No If yes, give the Division order number authorizing the project:
V.	Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.
VI.	Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.
VII.	Attach data on the proposed operation, including:
	 Proposed average and maximum daily rate and volume of fluids to be injected; Whether the system is open or closed; Proposed average and maximum injection pressure; Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and, If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).
*VIII	. Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.
IX.	Describe the proposed stimulation program, if any.
*X.	Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted).
*XI.	Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.
XII.	Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.
XIII.	Applicants must complete the "Proof of Notice" section on the reverse side of this form.
XIV.	Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.
	NAME: JOHN WORRALL TITLE: MANAGER
	SIGNATURE: DATE: 9/27/21
*	E-MAIL ADDRESS: JWORRALL@MANZANOENERGY.COM If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be resubmitted. Please show the date and circumstances of the earlier submittal:
וופוח	RIBUTION: Original and one copy to Santa Fe with one copy to the appropriate District Office

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III. WELL DATA

- A. The following well data must be submitted for each injection well covered by this application. The data must be both in tabular and schematic form and shall include:
 - (1) Lease name; Well No.; Location by Section, Township and Range; and footage location within the section.
 - (2) Each casing string used with its size, setting depth, sacks of cement used, hole size, top of cement, and how such top was determined.
 - (3) A description of the tubing to be used including its size, lining material, and setting depth.
 - (4) The name, model, and setting depth of the packer used or a description of any other seal system or assembly used.

Division District Offices have supplies of Well Data Sheets which may be used or which may be used as models for this purpose. Applicants for several identical wells may submit a "typical data sheet" rather than submitting the data for each well.

- B. The following must be submitted for each injection well covered by this application. All items must be addressed for the initial well. Responses for additional wells need be shown only when different. Information shown on schematics need not be repeated.
 - (1) The name of the injection formation and, if applicable, the field or pool name.
 - (2) The injection interval and whether it is perforated or open-hole.
 - (3) State if the well was drilled for injection or, if not, the original purpose of the well.
 - (4) Give the depths of any other perforated intervals and detail on the sacks of cement or bridge plugs used to seal off such perforations.
 - (5) Give the depth to and the name of the next higher and next lower oil or gas zone in the area of the well, if any.

XIV. PROOF OF NOTICE

All applicants must furnish proof that a copy of the application has been furnished, by certified or registered mail, to the owner of the surface of the land on which the well is to be located and to each leasehold operator within one-half mile of the well location.

Where an application is subject to administrative approval, a proof of publication must be submitted. Such proof shall consist of a copy of the legal advertisement which was published in the county in which the well is located. The contents of such advertisement must include:

- (1) The name, address, phone number, and contact party for the applicant:
- (2) The intended purpose of the injection well; with the exact location of single wells or the Section, Township, and Range location of multiple wells;
- (3) The formation name and depth with expected maximum injection rates and pressures; and,
- (4) A notation that interested parties must file objections or requests for hearing with the Oil Conservation Division, 1220 South St. Francis Dr., Santa Fe, New Mexico 87505, within 15 days.

NO ACTION WILL BE TAKEN ON THE APPLICATION UNTIL PROPER PROOF OF NOTICE HAS BEEN SUBMITTED.

NOTICE: Surface owners or offset operators must file any objections or requests for hearing of administrative applications within 15 days from the date this application was mailed to them.

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Answers to FORM C-108. Application of Manzano, LLC to inject gas into the VINCE BGH #1.

- III. The well data for the proposed injection well is attached along with the current and proposed wellbore diagram.
- V. Attached is the Area of Review map identifying six total wells within the ½ mile radius of the Injection well including the injection well, one producing oil well, and four plugged and abandoned wells.
- VI. The table of well data shows casing and cement information, the perforated intervals, and the plugging and abandonment information. Wellbore diagrams are attached for the five wells within the Area of Review.
- VIII. 1. Manzano, LLC proposes to inject an average of 150 MCFGPD into the well. The maximum daily rate requested is 1000 MCFGPD to give Manzano the option to inject more gas as the GOR increases or if Manzano drills additional wells in the Jenkins San Andres pool.
- 2. The system is closed. There are two source wells and one injection well, all in the same reservoir, the San Andres P-1 dolomite.
- 3. The proposed average injection pressure is 500 psi, the proposed maximum injection pressure is 950 psi.
- 4. Source Wells: The gas to be injected is produced in the only two active wells in the Jenkins San Andres pool. It will be injected into the same zone in the injection well. There should no compatibility issues. These two source wells currently produce 59 BOPD, 129 MCFGPD, and 1068 BWPD.
- a. Manzano, LLC Rag Mama 30 19 Fee #1 (API 30-025-37104) located at 25 FSL, 528 FEL Sec. 30-T9S-R35E.
- b. Manzano, LLC Sodbuster 21 Fee #4H (API 30-025-43704) located at 200 FSL, 1650 FWL Sec. 21-T9S-R35E.
- 5. Gas analyses from the two source wells are attached.
- VIII. Geologic Information of the Injection zone: See the attached log section cross section. The gas will be injected into the San Andres P-1 dolomite in existing perforations at 4840 to 4850 feet in the Vince BGH #1. This well will be converted from an existing oil producer to a gas injector for the purpose of maintaining reservoir pressure, to allow for more oil to be produced from the reservoir. The well currently produces 2 BOPD and 31 BWPD and is uneconomic. Reservoir: The San Andres formation is present from 4000 to 5460 feet in this well. The interval from 4810 to 4900 is known as the P-1 dolomite, which is a fine crystalline dolomite with 4% to 12% porosity, and 20 to 100 ohm-m of resistivity. The interval has up to 100 feet of porosity greater than 6% (See attached isopach map). Oil and gas is stratigraphically trapped where this

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reservoir pinches out northward into anhydrite. The zone is also overlain by anhydrite, and underlain by a tight limestone.

Water Aquifer: The water aquifer in the area are the Ogalalla red beds. Attached is a map ("Figure 4") from Atkins Engineering of Roswell showing the top of the aquifer is present at 4025 feet above sea level. The Vince BGH #1 well has a drill floor elevation of 4183 feet, which means water is found in the red beds at 158 feet. Atkins Engineering indicates there is approximately 25 feet of water in this area

IX. No additional stimulation is planned. The zone has already been acidized with 41,000 gallons of 15% NEFE acid.

X. Logs of this well are attached.

XI. There are no water wells within one mile of the proposed injection well. Attached is a map from Atkins Engineering ("Figure 3") which identifies the nearest water wells, all of which are located 2.5 to 3 miles from the injection well.

XIII. An Affidavit is attached.

XIV. Attached is a Land Map showing that there are no other operators within the $\frac{1}{2}$ mile Area of Review radius. A copy of the application has been sent by certified mail to the surface owner, CJ. Kinsolving. A receipt is attached.

Attached is the Legal Notice filed with the Hobbs News Sun.

Other Attachments to this application:

Injection Well Data Sheet

Injection Well Current Wellbore Diagram

Injection Well Proposed Wellbore Diagram

Area of Review Map

Table of Well Data

Wellbore Diagrams of other five wells within the Area of review

Gas Analysis - Manzano, LLC Rag Mama 30 19 Fee #1H

Gas Analysis – Manzano, LLC Sodbuster 21 Fee #4H

Log Cross Section of the P-1 Dolomite

Net Porosity Isopach Map of the P-1 Dolomite

Map of Top of Water in the Ogallala Red Beds from Atkins Engineering

Location Map of Fresh Water Wells from Atkins Engineering

Land Map

Affidavit

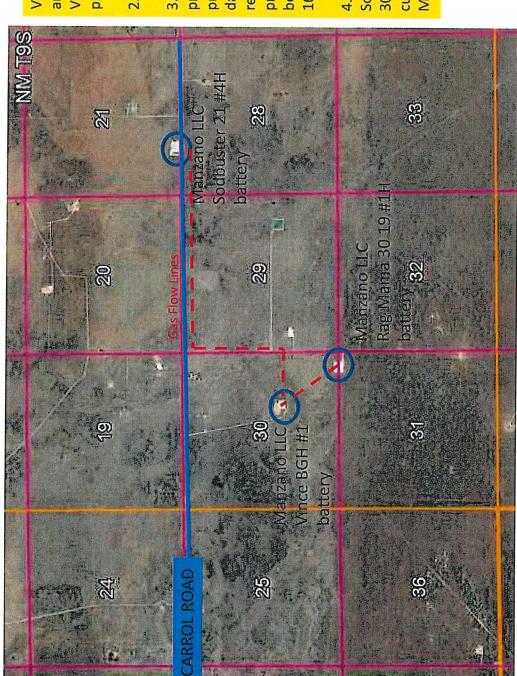
Legal Notice in the Hobbs News Sun

Proof of Notice to the Surface Owner Charles Kinsolving

Proof of Notice to the Bureau of Land Management Carlsbad Office

Statement on Seismicity Analysis

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- VIII. 1. Manzano proposes to inject an average of 150 Mcfgpd into the Vince BGH #1. The maximum proposed rate is 1000 MCFGPD.
- 2. The system is closed.
- 3. The average proposed injection pressure is 500 psi. The maximum proposed pressure is 950 psi. A 10 day shut in test on the Vince, revealed the current bottomhole pressure is 378 psi. The original bottomhole pressure is calculated as 1697 psi.
- 4. Gas will be sourced by the Sodbuster 21 #4H and the Rag Mama 30 19 Fee #1H wells. These wells currently produce 59 BOPD, 129 MCFGPD and 1068 BWPD.

INJECTION WELL DATA SHEET

OPERATOR: MANZANO, LLC

Side 1

WELL NAME & NUMBER: VINCE BGH #1

UNIT LETTER FOOTAGE LOCATION WELL LOCATION: 1980 FSL, 1750 FEL

SECTION

WELLBORE SCHEMATIC (SEE ATTACHED)

WELL CONSTRUCTION DATA Surface Casing

RANGE R35E

TOWNSHIP

13 3/8" Casing Size: 17 1/2" Hole Size:

975 or SX. 426 Cemented with:

£

CIRC.

Method Determined: SURFACE Top of Cement:

Intermediate Casing

.8/5 6 Casing Size: 12 1/4" Hole Size:

8

01 SX. 1103 Cemented with:

£

2500

CIRC. Method Determined: SURFACE Top of Cement:

Production Casing

Casing Size: 8 3/4" Hole Size:

5 1/2"

3200 or SX. 1420 Cemented with:

£,

CALC.

Method Determined: 3645 Top of Cement:

12650 Total Depth: Injection Interval

4850 (PERFS) feet to 4840

(Perforated or Open Hole; indicate which)

Side 2

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Tul	Tubing Size:	2 7/8"	Lining Material:
T	Type of Packer:	ARROWSET 1-X	
Pa	Packer Setting Depth:	epth:4750	
ð	her Type of Th	Other Type of Tubing/Casing Seal (if applicable):	Je):
		Ad	Additional Data
ij.	Is this a new	Is this a new well drilled for injection?	Yes X No
	If no, for wk	If no, for what purpose was the well originally drilled?	nally drilled?
	DEVON	DEVONIAN OIL WELL	
75	Name of the	Name of the Injection Formation: SAN	SAN ANDRES
3.	Name of Fie	Name of Field or Pool (if applicable): JENKINS SAN ANDRES	ENKINS SAN ANDRES
4.	Has the well intervals and SET CIBP A 3. ATOKA 1	ever been perforated in any c l give plugging detail, i.e. sacl T 12620. 20 CMT ON TOP 2. PERFS 11607-11621, 11655-116	Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) used. 1. DEVONIAN UPHOLE SET CIBP AT 12620. 20 CMT ON TOP 2. WOODFORD 12534-12592 SET CIBP AT 12500 30' CMT. 3. ATOKA PERFS 11607-11621, 11655-11664. SQUEEZED. 4. SAN ANDRES 4840-50.
5.	Give the nar injection zor	ne and depths of any oil or ga	Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area: SAN ANDRES IS PRODUCTIVE. TOP IS 4000. BOUGH C
	FORMERL	Y PRODUCED, NOW INAC	FORMERLY PRODUCED, NOW INACTIVE IN AREA, TOP IS 9738, DEVONIAN(TOP OF
	12650) PRC	12650) PRODUCES IN SECTION 20.	

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CURRENT WELLBORE DIAGRAM PROPOSED INJECTION WELL

Well Name: \Vince BGH No. 1 F	FleId:wildcat
Location: 1980'ESL & 1750' FEL Sec. 30-9S	-36E_Lea-Co_NM
UL. 4165 AGL:	KB: 4183'
Spud Date:4/25/05 Comp	letion Date:
Comments:	

Casing Progr	am
Size/Wt/Grade/Conn	Depth Set
13 3/8" 48# H40	426'
9 5/8" 36& 40 # J55	4149'
7" 26/ J55, L80, HCP110	12650'
	·
	-

13 3/8" csg @ 426'. Cmtd w/ 440 sx. Cmt circ.

TOC 3645' by calc.

9 5/8" csg @ 4149'. Cmld w/ 1303 sx. Cmt circ.

San Andres perfs 4840'-50'

RBP at 4921

Aloka perís 11607-21' & 11655-64' SQUEEZED

Woodford Sand perfs 12534-12592'

7" csg @ 12650', Cmld 1st stg w/ 165 sx. Cmtd 2nd stg w/ 2090 sx.

Devonian open hole.

SKETCH NOT TO SCALE

DATE: 09/20/2021...

CIBP@12500'+35'cm

CIBP@12620'+20'cm

TD 12660

CIBP@12500'+35'cm

CIBP@12620'+20'cm

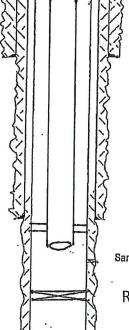
TD 12860

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PROPOSED WELLBORE DIAGRAM **PROPOSED INJECTION WELL**

	•				
Well Name:	-Vince BGH No	1	Field:_wildo	at	
	1980' FSL & 1750				
GL: 4165!	_ Zero:	AGL: .		(B: 🚣	1183'
Spud Date:	4/25/05	Corr	pletion Date	: _	
Comments:					

Casing Progr	am
Size/Wt/Grade/Conn	Depth Set
13 3/8" 48# H40	426'
9 5/8" 36& 40 # J55	4149'
7" 26/ J55, L80, HCP110	12650'



13 3/8" csg @ 426'. Cmtd w/ 440 sx. Cmt circ,

TOC 3645' by calc.

9 5/8" csg @ 4149'. Cmld w/ 1303 sx. Cmt circ.

San Andres perfs 4840'-50'

PROPOSED INJECTION

RBP at 4921

Use Existing Perfs at 4840 to 4850 feet Set Arrowset 1-X packer at 4750 feet. 2 7/8" tubing to 4800 feet.

Atoka perís 11607-21' & 11655-64' SQUEEZED

Woodford Sand perfs 12534-12592'

7" csg @ 12650', Cmld 1st stg w/ 165 sx. Cmld 2nd stg w/ 2090 sx.

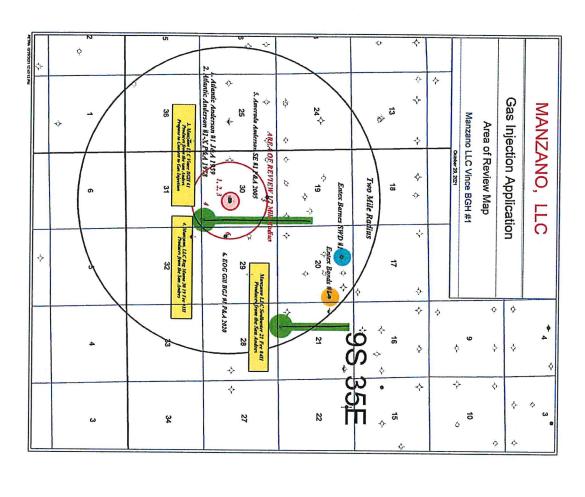
Devonlan open hole.

SKETCH NOT TO SCALE

DATE: 09/20/2021...

Released to Imaging: 12/8/2021 11:11:00 AM

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Manzano is applying to inject gas produced from the Manzano Sodbuster 21 Fee #4H and Manzano Rag Mama 30 19 Fee #1H wells into the Vince BGH #1 well. All three wells are currently perforated in the same P-1 dolomite reservoir. The two source wells currently produce a total of 59 BOPD, 129 MCFGPD and 1068 BWPD. Produced water is disposed in the Entex Barnes SWD #1 well. Gas is currently flared due to a lack of a pipeline. The proposed injection well, currently produces 2 BOPD and 31 BWPD and is deemed uneconomic. The purpose of this application is to comply with the new flare rule, while preventing waste, and recovering more oil from the reservoir by increasing the reservoir pressure.

Page 16 of 37

TABLE OF WELL DATA

PRIOR COMPLETION DEPTHS PRIOR COMPLETION DEPTHS PRIOR COMPLETION DEPTHS P&A INFORMATION P&A DATE	CURRENT COMPLETION, MD CURRENT COMPLETION, TVD	3RD STRING HOLE SIZE CASING SIZE SET AT SX CIVIT CIVIT TO HOW MEASURED	2ND STRING HOLE SIZE CASING SIZE SET AT SX CMT CMT TO HOW MEASURED	SPUD DATE TRUE VERTICAL DEPTH MEASURED DEPTH IST STRING HOLE SIZE CASING SIZE SET AT SX CMT CMT TO HOW MEASURED	WELLID# API NUMBER OPERATOR LEASE NAME WELL# WELLTYPE STATUS FOOTAGES SURFC UNIT SECTION TOWNSHIP RANGE
SET RETAINER AT 4151 SQUEEZED 200 SXS INTO PARTED CASING AT 4245 5 SXS ON RETAINER CUT OFF WELLHEAD WELD PLATE ON TOP	NONE JUNKED &ABANDONED	NONE NONE NONE NONE	12 1/4" 95/8" 4350 1600 1475 TEMP. SURVEY	2/1/1959 4752 4752 17 1/2" 13 3/8" 436 375 SURFACE CIRCULATED	1 30-025-02666 · ATLANTIC REFINING CO ANDERSON 1 DRY HOLE P&A 1,980 FSL, 1980 FEL J 30 95 35E
4846 to 4866 (San Andres) 250 sxs CMT 10025 to 9347 75 sxs cmt 5200 to 5050 30 sxs cmt plug 4520 to 4880 shot off 9 5/8" csg at 630 feet 35s sxs CMT, TOC at 485 50 sxs cmt TOC at 385 50 sxs cmt TOC at 385 50 sxs CMT TOC at 340 CUT OFF WELLHEAD WELD PLATE ON TOP 12/05/1973 Ist time 8/7/1978	NONE .	77/8" 51/2" 5050 325 NONE	12 1/4" 9 5/8" 4333 1500 1350 TEMP. SURVEY	3/1/1959 10025 1 10025 17 1/2" 13 3/8" 408 375 SURFACE CIRCULATED	2 30-025-02667 ATLANTIC REFINING CO ANDERSON 1-X OIL P&A 1980 FSL, 1880 FEL J 30 95 35E
12534 TO 12592 11607 TO 11664 WELLBORE DIAGRAM ATTACHED	4840 TO 4850 4840 TO 4850	8 3/4" 5 1/2" 12650 1420 3645 CALCULATED	12 1/4" 9 5/8" 4145 1103 SURFACE CIRCULATED	4/25/2005 12,655 12,655 17.1/2" 13.3/8" 426 240 SURFACE CIRCULATED	3 30-025-37104 MANZANO, LLC VINCE BGH 1 OIL ACTIVE 1980 FSL, 1750 FEL J 30 9S
NONE .	5250 TO 12123 4847 TO 4804	NONE NONE	77/8" 5.5" 12160 2100 SURFACE CIRCULATED	11/30/2017 4847 12,160 12,1/4" 85/8" 85/8" 2268 950 SURFACE CIRCULATED	30-025-44067 MANZANO, LLC RAG MAMA 30-19 FEE 1H OIL ACTIVE 25 FSL, 528 FEL P 30 95 35E
4771 to 4901 9737 TO 9755 12634 TO 12655 CIBP set at 12,584 Retainer set at 8175 ft Perf at 4300 and 4985, Sqzd 120 sos 4300-4985 50 SXS CMT 4200 TO 4090 60 SXS CMT 2260 TO 2058 60 SXS CMT 525 TO 378 45 SXS CMT 60 TO SURF	NONE	77/8" 7" 0 TO 9952 51/2' 9952 TO 12688 800 7833 TEMP. SURVEY	11" 8 5/8" 4315 1400 2417 TEMP. SURVEY	1/15/1963 12,690 17,690 17,1/2" 13,3/8" 400 500 SURFACE CIRCULATED	30-025-20488 AMERADA PETROLEUM ANDERSON SE 1 OIL WELL P&A 660 FNL, 1980 FEL C 30 95 35E
SET CIBP AT 12615 30 SXS CMT 12377 TO 12615 55 SXS CMT 11934 TO 11487 25 SXS CMT 10956 TO 9853 30 SXS CMT 7786 TO 7542 25 SXS CMT 7521 TO 5268 40 SXS CMT 4282 TO 3877 25 SXS CMT 2887 TO 2634 25 SXS CMT 523 TO 270 40 SXS CMT 523 TO 570 40 SXS CMT 523 TO 50RF CUT OFF WELLHEAD 4/16/2020	NONE	83/4" 51/2" 12660 3400 3670 CALCULATED	12 1/4" 9 5/8" 4170 1575 SURFACE CIRCULATED	8/1/2005 12,670 12,670 17,1/2" 13,3/8" 420 440 SURFACE CIRCULATED	6 30-025-37103 EOG RESOURCES GILL BGJ 1 OIL WELL P&A 1650 FSL, 660 FWL L 29 95

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	Т—								
			mpany:	EOG RESOURCES				Prospect:	JENKINS
_				GILL BGJ #1				TD (MD/TVD):	12670
General	-		County:					Elevation:	4175 (KB)
en			State:	NEW MEXICO			L	atitude & longitude:	
6	_	APIN	lumber:	30-025-37103			Secti	on-Township-Range	29-T9S-R35E
	<u> </u>							Surface Location:	1650 Fsl, 660 Fel
							Во	ttom Hole Location:	Same
DIREC	TIONS:								
FORM	NOITA	Р	ERFS	Casing Profile	Hole Size	Casing Sp	ecificaltons		
					Size			P&A 4/16/2020. Cut	P&A INFORMATION off Wellhead
		-						40 sxs 270 to surface 25 sxs 523 to 270	
					17 1/2"	13 3/8" set at	420	25 SXS 525 to 270	
					1	1			
								25 sxs 2887 to 2634	
		-	\vdash						
			\vdash					40 sxs 4282 to 3877	
			L		12 1/4"	9 5/8" set at 4:	170	10 3/3 4202 (0 30//	
						CMT with 1575			
								-	
								25 sxs 5521 to 5268	
_				White a country				70 ava 7700 to 7540	
						-		30 sxs 7786 to 7542	
	-								
			\vdash						
								25 sxs 10056 to 9853	
-								55 sxs 11934 to 11486	
Ato	ка	11603	11877					33 3A3 11334 to 11400	,
					8 3/4"	5 1/2" to 12660.]	
						Cmt with 3400 s TOC 3670 calcul			
Devonía	n (OH)	12660	12670		TD 1267		ateu,	30 sxs 12377 to 12615	
				His chiefs that	<u> </u>			CIBP at 12615	
-	This we	ll prod	uced 160,	828 BO, 1,968 MCFG and 8,	083,377	BW from the	Devonian.		
S	lt produ	iced 16	11 BO, 1.	36,796 MCFG and 180 BW f	rom Atok	a perforation.	s		
Comments	lt was r	lugaea	and aba	ndoned in 2020.					
E L		3330					***************************************		
ŭ						-			
-									
- 1									-

	T	Co	mpany	AMERADA PETROLEUM					
		Wel	I Name	ANDERSON SE #1				Prospect:	
-			County:					TD (MD/TVD):	
General								Elevation:	
je		ADIA	Jumbar	NEW MEXICO	-			Latitude & longitude:	
ا	-	APIN	iumper:	30-025-20488			Sect	ion-Township-Range	30-T9S-R35E
								Surface Location:	660 Fnl, 1980 Fel
DIDEC	TIONS						В	ottom Hole Location:	Same
DIREC	TIONS:								
FORM	IATION	P	ERFS	Casing Profile	Hole Size	Cas	ng Specificaltons		P&A INFORMATION
					17 1/2"	13 3/8"	set at 400	P&A 6/16/2005. Cut 45 sxs 60 to surface 60 sxs 525 to 378	
								60 sxs 2260 to 2058	
					11"		t at 4315. sxs TOC at 2417	50 sxs 4200 to 4090	
San A	ndres	4771	4901		T	1			
						4985 120 s	Perf 4300 and and pump xs cement eze behind 7".		
Cisé	ro .	9737	9755					Retainer set at 8175 (it
									-
					5	Ran 7" t0 9 5 1/2" 992: Cmt with 8	2 to TD 300 sxs	CIBP at 12504	
Devon	lan	12634	12655			100 /833	calculated.	Perf	
mments	t produ	ced 66 produc	61,189BO ed 459 B	189 BO, 4,1728 MCFG and 58 , 1,016,582 MCFG and 451,4 O from the San Andres. Indoned in 2005.					

		Con	npany:	Atlantic Refining				Prospect:	lenkins
		Well	Name:	Anderson #1				TD (MD/TVD):	
g		С	ounty:	Lea				Elevation:	
General				New Mexico			La	titude & longitude:	41/3 (21)
Ge		API Nu	mber:	30-025-02666				n-Township-Range	30-T9S-R35F
								Surface Location:	
							Bot	tom Hole Location:	
DIRECT		Dej	pth	Casing Profile	Hole				
101111	ation	MD	TVD	Casing Profile	Size	Cas	ing Specificaitons		P&A Info.
							**************************************	3-5-1959 Cut off wel weld plate on top Skid rig to Anderson	
					17 1/2		3/8 at 426 feet. with 426 sxs		
	П				12 1/4	Set 9 5/	8" at 4350 feet. with 1500 sxs 475 by Temp.	Casing parted at 427	5. Squeezed part with 200 sxs cmt.
					Surv.	TOC at 1	475 by Temp.		
				-	7 7/8"	J&A 47	52 ft TD	Junked and abandon	ed at TD of 4753 feet.
				T	,-				, -
									-
				_				•	
		-					**	51	
		_							
^	Vo com	pletion	attemp	ted after intermediate casing	parted (ansd the	e well was junked ar	nd abandoned.	
_ _ي									5
nent									
Comments									
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		Cor	mpany:	Atlar	itic F	Refinin	q										p	rospe	ct: 16	onkin	c		-			_
		Well	Name:	Ande	rson	#1-X											TD (M									_
g		C	County:	Lea														evatio						-		
General			State:		Mex	ico									1=	atitud				1/5	DFJ					
Ge		API N	umber:	30-02	5-02	667					_			S.		on-To				0 700						
						-								31	ecui											_
											_						face L							_		_
DIRECT	IONS:			-											Bot	tom l	iole L	ocatio	on: 19	980 F	SL, 1	880 F	EL			_
ZON	E of	Do	nth			Casir	g Profile				ole	Cas	ing Specif	icaiton	s											
PER	RFS	De	pth		- - 1			er park	\$400.00 F. Cont. 6.00.		ze					50 s	8/7/19 ss TOC ss TOC	at 385	it off	&A well	Info hellh	ead				
											1/2	Cement	/8 at 408 f with 375 s ent to surf	xs		Cut 9	5/8 a	t 630 f	eet. 3	35 sx:	s 646	to 60	8.			
							3																			
				100			3			12 1			" at 4333 f		-	-	-					-				\dashv
	_											TOC at 13	50 by Tem	ip. Surv												-
San An	ndres	4846	4866				4					Ran 5/12" to 5050 f	at 5050 to casing line eet. ith 325 sxs	er 4272		30s s	ks 462	0 to 48	380							
																0										
																										4
								3																	-	\dashv
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	$\neg \uparrow$											50 eve :	olug 100:	25 +0 1	2217	,										\dashv
	\neg									7 7/8			5 Did no												•	\dashv
8 v	Vell pro	duced .	11,352 E	30 745	4 M	CFG an	d 22769	BW fo	m Sa	n Andi	res	4846 to	4866.	1	عمام	10 10		Г	Т	$\overline{}$				T-		\dashv
It	t was or	iginally	v plugge	d and	aban	doned	12/05/1	973.	П		\neg			工										+	-	1
lt	t was re	entere	d in 197.	3 but o	perc	tor cou	ıld not ti	e onto	95/	8" casi	ing .	stub and	was rep	olugge	d 8/	7/197	3 as sh	own.								
+		-		++	+	+		HH	+	+-	+			+]
-+	-+	\dashv		++	+	+		HH	+	\vdash	+	-		+				_	-	+			-	_	-	4
				ш	Ш			Ш																		⅃

	Co	mpany:	Manzano, LL	<u></u>								
			Rag Mama 3		#1U				Prospect:			
<u>a</u>		County:	Lea	O-13 LE6	47H					12160'MD/4850'TVD		
General								1.		4159' GL & 4180' KB (21'KB)		
eg	API N	umber:	Casing Profile					103.393294/33.498036				
		-	30 023 11007					Section	on-Township-Range			
				on dirt road for 1.0 miles thru cat			De		25' FSL & 528' FEL-Sec 30-9s-35e			
IRECTIONS: urn south o	From Ta	atum, NI e road, G	VI go north on I	Hwy 206 to	Cro	ssroads, illes thru	, @ Cross	roads turn west o	nto CR170/Carrol Road	2310' FSL & 400' FEL-Sec 19-9s-35e d, Go west on CR170 for 3 miles &		
Formation	MD	epth TVD	Casing	Profile			Casi	ng Specificaltons		Mud Program		
			1000	0000					0'-3500': MW 8.4-10	+, Vis 30-32, WL 15		
-	-											
					12 1/	4"Ulterra U616S						
	12 1/4" 8 5/8							12 1/4"	8 5/8"	32#/ft J-55 LTC to 2275'	C/7503	T.CT. C. Iston. Is on the second
				22/3	5' Cement w/750sx 35:65:6 (12.9ppg/1.87cfs/10.1 200sx "C" (14.8ppg/1.33cfs/6.33gps)							
Top Rustler	2240	2240 2240				2003A C (14.04Pg/1.33cl/s/0.33gps)						
8 5/8"Cas	8 5/8"Casing @ 2275'											
Yates 2760 2760								22751 822 -	MW 10+, Vis 28-32, WL n/c			
8 5/8"Casing @ 2275'					7 7/8"	7 7/8	" Ulterra U616M	Cement 5 1/2" w/11 1000sx 5	.00sx 50:50:10 C (11.00ppg/2.81cfs) 0:50:2 C (14.5ppg/1.22cfs)			
							77/04	111		,		
					CURVE	7 7/8"		Ulterra U616M 0.0# LB0 BTC to	Cun	/e: 4265'-5170' (905')		
KOP	4265	4265			ರ			Surface				
Pi Marker	4620	4600										
op Pay Zone	4880	4770										
				The second second	and the same of the							
nd of Curve	5170	4840										
nd of lateral	12160	4805		1	\neg	Т						
-,	22,00	7003			젊			Ulterra U616M	TD Latera	il @ 12160'MD/4805'TVD		
					ATE	7 7/8"	5.5" 20	0.0# L80 BTC to	Lateral: !	5180' - 12180'MD (6990')		
Comments					LATERAL	7 7/8"				2000		



Certificate of Analysis Number: 6030-21070001-001A

Artesia Laboratory 200 E Main St. Artesia, NM 88210 Phone 575-746-3481

Manzano Energy Manzano Energy 300 W 2nd St Roswell, NM 88201

Station Name: Rag Mamma Heater Station Number: Heater treater

Station Location: Manzano Sample Point: Heater Ball Valve Instrument:

6030_GC6 (Inficon GC-3000 Micro)

Last Inst. Cal.: Analyzed:

06/28/2021 0:00 AM 07/01/2021 10:35:01 by EJR Sampled By: Sample Of:

Cylinder No:

Cameron Rivera Gas Spot 06/30/2021 09:30

July 01, 2021

Sample Date: Sample Conditions: 20 psig Ambient: 70 °F Effective Date: 06/30/2021 09:30 Method:

GPA-2261M 5030-00488

Analytical Data

Components	Un-normalized Mol %	Mol. %	Wt. %	GPM at 14.696 psia		
Hydrogen Sulfide	0.000	2.10000	2.716		GPM TOTAL C2+	5.858
Nitrogen	4.465	4.45505	4.735		GPM TOTAL C3+	3.496
Methane	60.630	60.49464	36.823		GPM TOTAL iC5+	1.054
Carbon Dioxide	13.129	13.09975	21.874		5. III 1617 IE 1661	1.004
Ethane	8.833	8.81352	10.055	2.362		
Propane	5.586	5.57395	9.326	1.539		
Iso-butane	0.829	0.82725	1.824	0.271		
n-Butane	2.005	2.00043	4.412	0.632		
lso-pentane	0.693	0.69106	1.892	0.253		
n-Pentane	0.667	0.66571	1.822	0.242		
Hexanes Plus	1.282	1.27864	4.521	0.559		
	98.119	100.00000	100.000	5.858		
Calculated Physical I	Properties	Total		C6+		
Relative Density Real	Gas	0.9138		3.2176		
Calculated Molecular V		26.36		93.19		
Compressibility Factor		0.9955				
GPA 2172 Calculation						
Calculated Gross BT	U per ft³ @ 14.696 p	sia & 60°F				
Real Gas Dry BTU		1138		5129		
Water Sat. Gas Base B		1118		5040		
Ideal, Gross HV - Dry a		1132.7		5129,2		
Ideal, Gross HV - Wet		1112.7		5039.7		
Comments: H2S Fiel	ld Content 2.1 %			•		

Data reviewed by: Eric Ramirez, Analyst

Quality Assurance:

Received by OCD: 12/7/2021 3:52:20 PM Received by OCD: 1/4/2022 4:21:17 PM

The above analyses are performed in accordance with ASTM, UOP, GPA guidelines for quality assurance, unless otherwise stated.

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Certificate of Analysis

Number: 6030-21070001-003A

Artesia Laboratory 200 E Main St. Artesia, NM 88210 Phone 575-746-3481

Manzano Energy Manzano Energy 300 W 2nd St Roswell, NM 88201

Station Name: Sodbuster Heater Station Number: Heater Treater Station Location: Manzano Sample Point: Heater Ball Valve

Instrument: Last Inst. Cal.: 06/28/2021 0:00 AM

6030 GC6 (Inficon GC-3000 Micro)

Analyzed:

07/01/2021 11:34:42 by EJR

Sampled By: Sample Of: Sample Date: Cameron Rivera Gas

Spot 06/30/2021 09:15 Sample Conditions: 20 psig Ambient: 70 °F

July 01, 2021

Effective Date: Method:

Cylinder No:

06/30/2021 09:15 GPA-2261M

1111-002209

Analytical Data

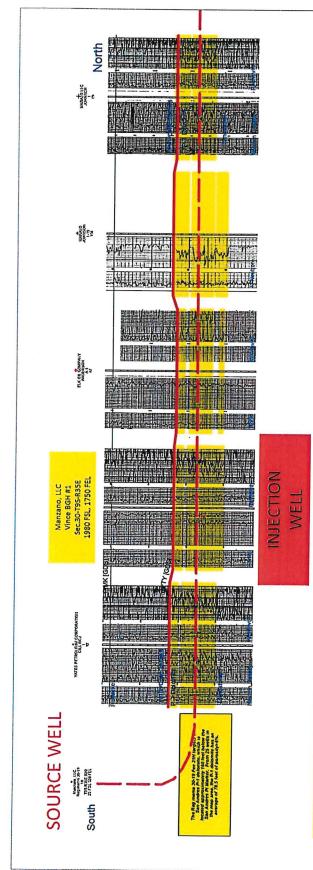
Components Un	-normalized Mol %	Mol. %	Wt. %	GPM at 14.696 psia		
Hydrogen Sulfide	0.000	2.40000	2.991		GPM TOTAL C2+	5.431
Nitrogen	7.990	8.17264	8.371		GPM TOTAL C3+	3.311
Methane	54.324	55.56411	32.591		GPM TOTAL iC5+	1.18
Carbon Dioxide	15.374	15.72463	25.302		O. III 101712 100	1.100
Ethane	7.736	7.91305	8.700	2.120		
Propane	4.769	4.87800	7.865	1.346		
Iso-butane	0.670	0.68499	1.456	0.225		
n-Butane	1.716	1.75559	3.731	0.555		
Iso-pentane	0.559	0.57135	1.507	0.209		
n-Pentane	0.600	0.61360	1.619	0.223		
Hexanes Plus	1.684	1.72204	5.867	0.753		
	95.422	100.00000	100.000	5.431		
Calculated Physical Prope	erties	Total		C6+	-	
Relative Density Real Gas		0.9482		3.2176		
Calculated Molecular Weigh	nt	27.35		93.19		
Compressibility Factor		0.9956				
GPA 2172 Calculation:						
Calculated Gross BTU per	r ft³ @ 14.696 p	sia & 60°F				
Real Gas Dry BTU		1059		5129		
Water Sat. Gas Base BTU		1041		5040		
Ideal, Gross HV - Dry at 14.	696 psia	1054.6		5129.2		
Ideal, Gross HV - Wet		1036.0		5039.7		
Comments: H2S Field Co	ntent 2.4 %					

Data reviewed by: Eric Ramirez, Analyst

Quality Assurance:

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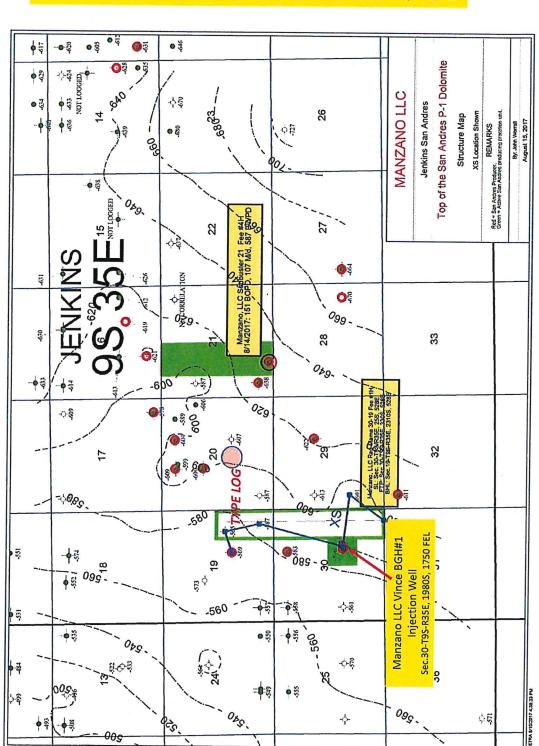
The above analyses are performed in accordance with ASTM, UOP, GPA guidelines for quality assurance, unless otherwise stated.



section is the San Andres Pi Marker, a regional volcanic ash bed which is the datum for the cross section. The ohm-m of resistivity. The interval can exhibit up to 100 feet of porosity> 6% (see isopach map). Oil and gas is stratigraphically trapped where this reservoir pinches out northward into anhydrite. The zone is also overlain VIII. This is a south to north stratigraphic cross section depicting the logs of the vertical wells adjacent to the Rag Mama 30 19#1H lateral. The location of these wells is shown on the P-1 dolomite isopach and structure in the Manzano LLC Vince BGH#1. The well will be converted to injection; it currently produces 2 BOPD and map. The gas will be injected into the San Andres P-1 dolomite in existing perforations at 4840 to 4850 feet P-1 dolomite (yellow) is a fine crystalline dolomite reservoir, with typically 4 to 12% porosity, and 20 to 100 31 BWPD. The San Andres formation is present from 4000 to 5460 feet in this well. Shown on this cross by anhydrite, and underlain by tight limestone. MANZANO LLC

Case No. 22458

Exhibit A-4

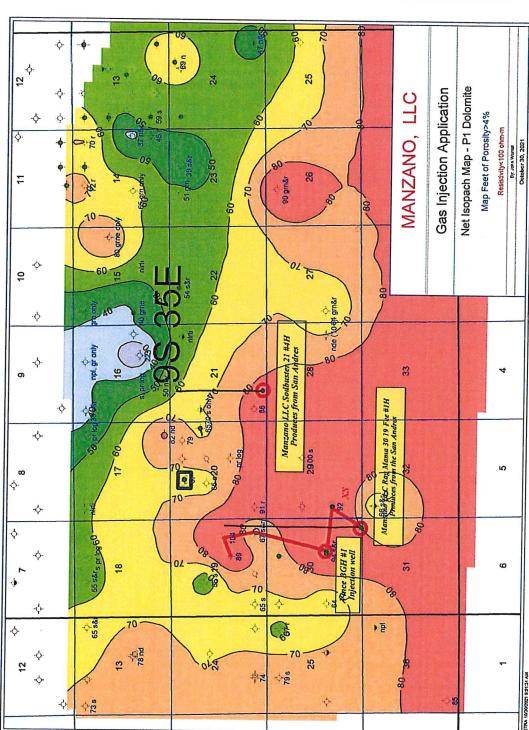


VIII. GEOLOGY

feet of east dip per mile (a relatively flat with only 40 This is a structure map on showing the reservoir is top of the P-1 dolomite half degree slope).

Manzano produces oil from historically produced oil or other red wells have been gas from this reservoir, or exhibit shows. Currently, plugged and abandoned. the two horizontal wells and the Vince #1. The Wells in red have

The location of the cross section is shown on this map.

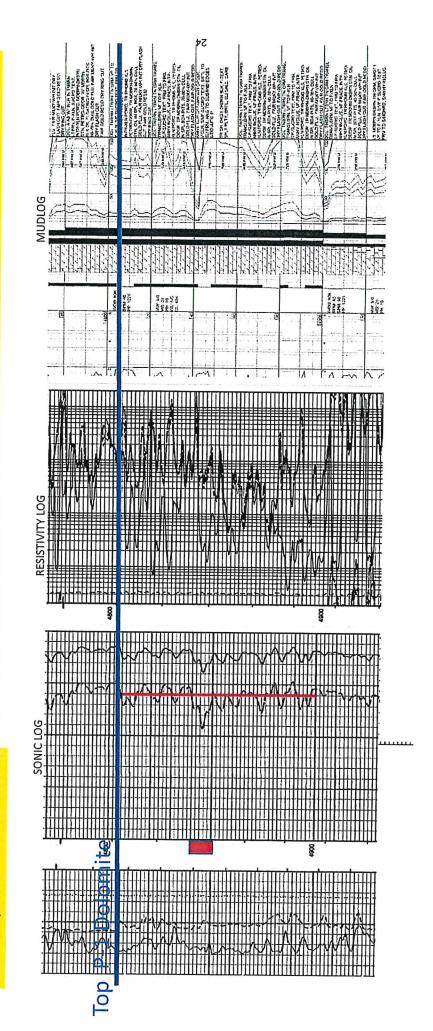


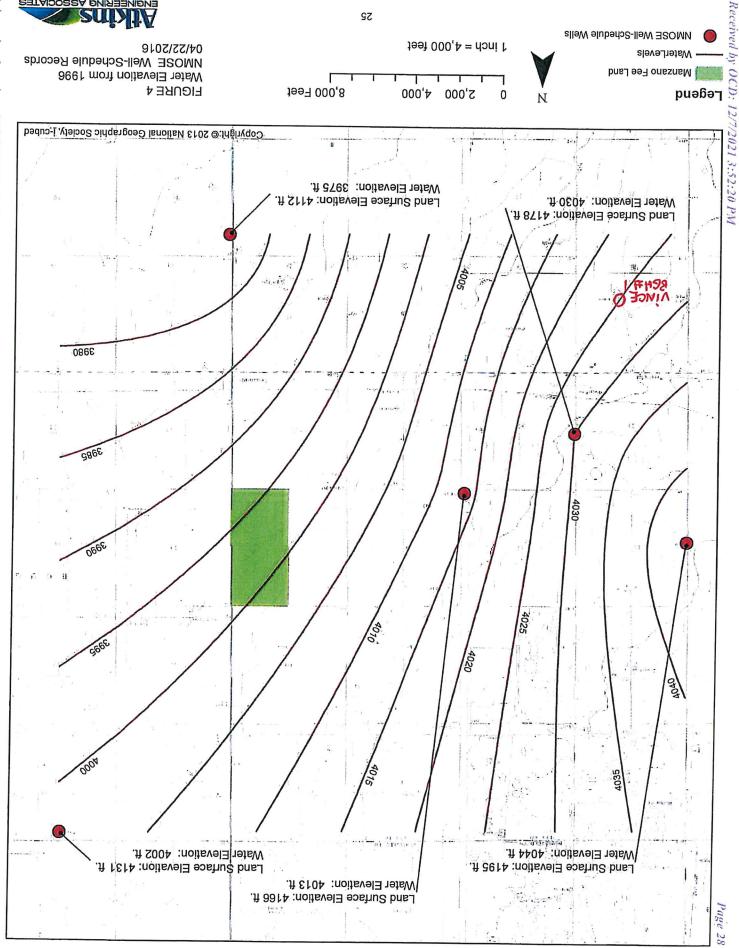
23 This is a net isopach of < 100 ohm-m. It shows the zone is present but resistivity log showing the P-1 dolomite has reservoir. Northward dolomite, which sets porosity >4% and/or porosity grades into up the stratigraphic tight anhydrite and the P-1 dolomite up to 100 feet of showing feet of anhydrite filled trap.

location is shown along with the injection well and the two source The cross section wells.

Injection will be through existing perforations at 4840 to 50 feet. Logs show the pay is a dolomite with good porosity and X. Log Data of the Manzano Vince BGH #1 located in Section 30-T9S-R35E, 1980 FsI, 1750 FeI.

resistivity from 4810 to 4900 ft.





Atiking Associates Engineering Associates

1 inch = 4,000 feet

NMOSE Well-Schedule Wells

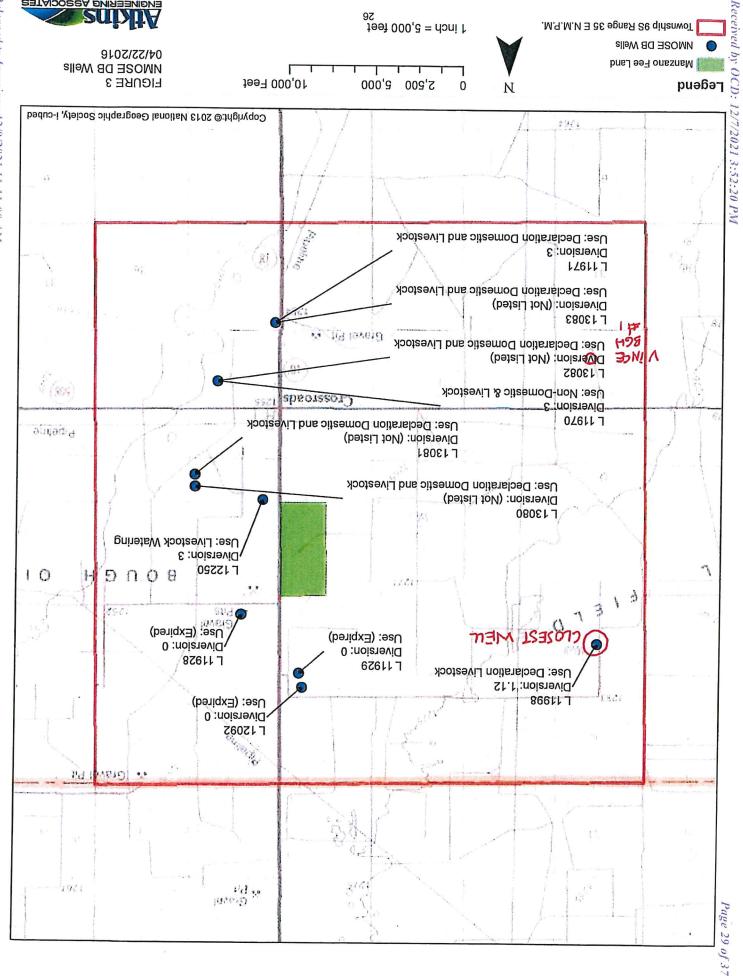
WaterLevels

Manzano Fee Land

ENGINEERING ASSOCIATES

AIKIDS

Township 9S Range 35 E N.M.P.M.



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October 1, 2021 LEGAL NOTICE

302. .txə 8661-623-378 is Worrall at Manzano, LLC please contact John you have any questions within 15 days. Should New Mexico 87505 Francis Drive, Santa Fe, Division, 1220 South St. the Oil Conservation requests for hearing with 0 L objections Interested parties may pressure of 950 psi. maximum ggug tste of 1000 MCFGPD mumixem is 1991 0284 of Andres dolomite at 4840 injected in the San Mexico. Gas will be in Lea County, New and 1750 from east line tonil dinos mori 0861 Section 30-T9S-R35E, The well is located at pressure maintenance, of reservoir bribose BGH #1 well for the Manzano, LLC Vince inject gas into the Conservation Division to with the New Mexico Oil has filed an application Box 1737 Roswell, UM Manzano, LLC of P.O.

#36902

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ROSWELL, NM 88202-2107 P.O. BOX 2107 MANZANO OIL CORPORATION KEN BARBIE

36902 BGH#1

10/1/2021	10/1/2021	ŀ	79,28	32.67
				00.1
				6.25
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	11612		T	(name)

Payment Reference:

:txeT bA

October 1, 2021 LEGAL NOTICE

Description

Sort Line:

42.64 **Total Due** 00.0 Prepaid: 42.64 :J9N 2.72 Тах: 39.92 :lstoT

for hearing with the Oil Conservation Division, 1220 South St. Francis pressure of 950 psi. Interested parties may file objections or requests 1980 from south line, and 1750 from east line in Les County, New Mexico. Gas will be injected in the San Andres dolomite at 4840 to 4850 feet at maximum rate of 1000 MCFGPD and a maximum rate of 1000 MCFGPD and a maximum Manzano, LLC Vince BGH #1 well for the purpose of reservoir pressure maintenance. The well is located at Section 30-T9S-R35E, with the New Mexico Oil Conservation Division to inject gas into the Manzano, LLC of P.O. Box 1737 Roswell, NM has filed an application

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LEGAL NOTICE

Manzano, LLC of P.O. Box 1737 Roswell, NM has filed an application with the New Mexico Oil Conservation Division to inject gas into the Manzano, LLC Vince BGH #1 well for the purpose of reservoir pressure maintenance. The well is located at Section 30-T9S-R35E, 1980 from south line, and 1750 from east line in Lea County, New Mexico. Gas will be injected in the San Andres dolomite at 4840 to 4850 feet at maximum rate of 1000 MCFGPD and a maximum pressure of 950 psi. Interested parties may file objections or requests for hearing with the Oil Conservation Division, 1220 South St. Francis Drive, Santa Pe, New Mexico 87505, within 15 days. Should you have any questions please contact John Worrall at Manzano, LLC at 575-623-1996 ext. 302.

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October 25, 2021

New Mexico Oil Conservation Division Attention: Dylan Rose-Coss Geological and Engineering Bureau 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Ladies and Gentlemen,

RE: Application to Inject Gas into the Manzano, LLC Vince BGH State #1

The following statement is sent regarding the need for <u>Scismicity Analysis</u> for the proposed injection of gas into the caption well.

The injection gas will be placed back into the San Andres formation from which it comes.

The maximum proposed injection pressure is 950 PSI, which will be in perforations from 4840 to 4850 feet in the Vince BGH State #1. This maximum pressure is only a .196 PSI/ft pressure gradient, which is well below the normal pressure gradient for the formation of .35 psi/ft, and way below the expected .9 to 1.0 psi/ft frac gradient for the formation. Second, the zone of injection is 8000 feet above the Precambrian Basement in this area. For both of these reasons, there is no need for an analysis of the potential for induced seismic activity in this area. Should you have any questions, regarding this issue or statement, please advise.

John G. Worrall Geologist

Sincerely,

30

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Form C-108 Item XII.

Manzano, LLC Vince BGH #1

<u> TIVAQITTA</u>

Manzano, LLC has examined the geological and engineering data associated with the proposed injection well and find no evidence of open faults or other hydrologic connections between the injection zone and good sources of drinking water.

Sincerely,

Partner

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Manzano, LLC

32 Kinsolving, has been given showing lease ownership notice, as has the Bureau the only operator within Section 31. See attached. yellow. Manzano, LLC is the Area of Review. The Vince location, Charles XIV. This is a land map minerals in the N/2 of of Land Management surface owner of the who owns unleased of Manzano, LLC in



October 25, 2021

Bureau of Land Management 620 E. Greene Street Carlabad, NM 88220

To whom it may concern:

Attached for your notice is a copy of the permit filed with the New Mexico Oil Conservation Division, located at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The Bureau of Land Management manages unleased minerals within the area of interest. In this application, Manzano, LLC is proposing to reinject gas at 4840 to 4850 feet in the San Andres formation in the Vince BGH #1, located at 1980 FSL, 1750 FEL, in Section 30.of T9S-R35E. Should you have any questions, please contact me or Milce Hanagan at 575-623-1996. Thank you

John Worrall
On behalf of Manzano, LLC

Sincerely,

Barvice Type Carlice Mail Express Adult Signature Restricted Delivery Carlifled Mail Restricted Delivery Carlifled Mail Restricted Delivery Carlifled Mail Restricted Delivery Carlicet on Delivery Collect on Deliv	9590 9402 5491 9249 9341 08
A. Signafure A. Signafure A. Signafure B. Rebelyed by (Printed Mame) D. Is delivery address different from Item 17 1 10000 If YES, enter delivery address below:	SEMDER: COMPLETE THIS SECTION Complete Items 1, 2, and 3, Complete Items 1, 2, and 3, Complete Items 1, 2, and 3, Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Attach this card to the back of the mailpiece, or on the front if space permits. Attach Addressed to: Complete Management of the mailpiece, or on the front if space permits.

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September 28, 2021

Crossroads, NM 88114 HC 92 Box 509 Mr. Charles J. Kinsolving

Mr. Kinsolving,

Hanagan at 575-623-1996. Thank you. surface lands owned by you. Should you have any questions, please contact me or Mike formation in the Vince BGH #1, located at 1980 FSL, 1750 FEL, in Section 30 of T9S-R35E, on application, Manzano, LLC is proposing to reinject gas at 4840 to 4850 feet in the San Andres Division, located at 1220 South St. Francis Drive, Santa Fe, Mew Mexico 87505. In this Attached for your notice is a copy of the permit filed with the New Mexico Oil Conservation

Sincerely,

on behalf of Manzano, LLC