ENGINEER

LOGGEDINY

PMX

PMAM1726359182

ABOVE THIS LINE FOR DIVISION USE ONLY

# NEW MEXICO OIL CONSERVATION DIVISION - Engineering Bureau 1220 South St. Francis Drive, Santa Fe, NM 87505



		ADMINISTRATIVE AP	PLICATION CHECKLIS	ВТ
7	THIS CHECKLIST IS MA		LICATIONS FOR EXCEPTIONS TO DIVISION R AT THE DIVISION LEVEL IN SANTA FE	ULES AND REGULATIONS
Appli	[DHC-Down	ndard Location] [NSP-Non-Standa nhole Commingling] [CTB-Lease ol Commingling] [OLS - Off-Leas [WFX-Waterflood Expansion] [P	MX-Pressure Maintenance Expansi [IPI-injection Pressure Increase]	Commingling] surement] on]
[1]	TYPE OF AP [A]	PLICATION - Check Those Whic Location - Spacing Unit - Simulta NSL NSP SD	neous Dedication -OCCI d	Lental Permian Lta 7884
	Check [B]	One Only for [B] or [C]  Commingling - Storage - Measure  DHC CTB PLC		WEII -NORTH HOLES
	[C]	Injection - Disposal - Pressure Inc		C-15A4mi+#9231 30-015-36011
	[D]	Other: Specify Additional Injector v	within approved project area (R-6199-F)	-worth Hobby
[2]	NOTIFICATI [A]	ION REQUIRED TO: - Check Th  Working, Royalty or Overrid		ply G15A4wit#111 30-025-07373
	[B]	Offset Operators, Leaseholde	ers or Surface Owner .	- NOPTH HOLY
	[C]	Application is One Which Ro	equires Published Legal Notice	-North Hobby GISA Gnittq
	[D]	Notification and/or Concurre U.S. Bureau of Land Management - Commis	ent Approval by BLM or SLO	30-025-35989
	[E]	For all of the above, Proof of	Notification or Publication is Attach	ned, and/or,
	[F]	☐ Waivers are Attached		- Hubbs', Grayburg_
[3]		CURATE AND COMPLETE INI TION INDICATED ABOVE.	FORMATION REQUIRED TO PI	ROCESS THE TYPE 5
	oval is <mark>accurate</mark> a		ormation submitted with this applicate vledge. I also understand that <b>no act</b> is are submitted to the Division.	ion for administrative
	Note:	Statement must be completed by an indi	ividual with managerial and/or supervisory	capacity.
	Hood	(NOEW) Nor	Regulatory Specialist	09/18/17
Print	or Type Name	Signature	Title	Date
			April_Hood@Oxy.com e-mail Address	1



**September 18, 2017** 

State of New Mexico Energy, Minerals & Natural Resources Department Oil Conservation Division 1220 S. St. Frances Dr. Santa Fe, NM 87505

RE: Pressure Maintenance Project
North Hobbs Unit
Well No. 944
API 30-025-35999
Letter I, Section 29, T-18S, R-38E
Lea County, NM

RECEIVED OCD

To Mr. Richard Ezeanyim, Chief Engineer:

Occidental Permian Ltd. respectfully request administrative approval, without hearing, to commence injection (water, CO2, and produced gas) per the authorized Order No. R-6199-F. In support of this request please find the following documentation:

- Administrative Application Checklist
- Form C-108 with miscellaneous data attached
- An Injection Well Data Sheet with Wellbore Schematic
- Form C-102
- Map

\*\*\* Per Order No. R-6199-F, this application is eligible for administrative approval without notice or hearing \*\*\*

If you have any questions regarding this application, please contact me at 713-366-5771 or email april\_hood@oxy.com.

Sincerely

April Hood

**Regulatory Specialist** 

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

FORM C-108 Revised June 10, 2003

## **APPLICATION FOR AUTHORIZATION TO INJECT**

I.	PURPOSE:	Secondary Recovery lalifies for administrative approval?	X	Pressure	Maintenance	Disposal	Storage
П.		Occidental Permian LTD.		103			
		PO Box 4294 Houston, TX 77210					
	CONTACT PA	ARTY: April Hood				PHONE:	713-366-5771
Ш.	WELL DATA	: Complete the data required on the re Additional sheets may be attached if			m for each wel	proposed for injection	1.
IV.	Is this an expa If yes, give the	nsion of an existing project? X  Division order number authorizing the	Ye ne projec	es t:	No R-619	9-F (May 22, 2014)	
<b>V</b> .		that identifies all wells and leases with each proposed injection well. This cir					f mile radius circle
VI.	data shall inclu	ation of data on all wells of public reco ude a description of each well's type, o I well illustrating all plugging detail.					
VII.	Attach data on	the proposed operation, including:					
	<ol> <li>Whether the second of the secon</li></ol>	average and maximum daily rate and vone system is open or closed; average and maximum injection pressured an appropriate analysis of injection water; and, a is for disposal purposes into a zone not analysis of the disposal zone formation).	ıre; fluid and ot produ	l compatibili	ity with the rec	in one mile of the pro	posed well, attach a
*VIII.	Give the geole dissolved soli	oriate geologic data on the injection zo ogic name, and depth to bottom of all of ds concentrations of 10,000 mg/l or lestly underlying the injection interval.	undergro	und sources	of drinking wa	ter (aquifers containin	g waters with total
IX.	Describe the p	roposed stimulation program, if any.					
*X.	Attach approp	riate logging and test data on the well.	(If well	logs have b	een filed with t	he Division, they need	not be resubmitted).
*XI.		ical analysis of fresh water from two o posal well showing location of wells a				e and producing) with	in one mile of any
XII.		r disposal wells must make an affirmat vidence of open faults or any other hyd r.					
XIII.	Applicants mu	st complete the "Proof of Notice" sect	tion on th	ne reverse si	de of this form.		
XIV.	Certification: I belief.  NAME: Apri	Hood	bmitted v	with this app	lication is true		
	SIGNATURE	: HOW WOO	/				7
	E-MAIL ADD					_	
*		ion required under Sections VI, VIII, 3 e date and circumstances of the earlier					

#### 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.

WELL NAME & NUM	IBER:				
WELL LOCATION:	330 FNL & 330 FWL	D	20	18-S	38-E
	FOOTAGE LOCATION	UNIT LETTER	SECTION	TOWNSHIP	RANGE
<u>WELL.</u>	BORE SCHEMATIC		WELL C Surface	CONSTRUCTION DATA Casing	- see additional -production casing ar production liner information on well
		Hole Size: 16"		Casing Size: 12"	bore diagram
		Cemented with:500	sx.	or	ft³
		_ Top of Cement:135	5'	Method Determined:	
			Intermedia	ate Casing	
		Hole Size: 11 3/4"		Casing Size: 9"	
		Cemented with:	sx.	or	ft³
		Top of Cement: 135	5'	Method Determined:	Calculation
			Production	n Casing	
		Hole Size:8 3/4"		Casing Size: 7"	<del></del>
		Cemented with: 200	sx.	or	ft³
		Top of Cement: 283	<u>'</u>	Method Determined:	Calculation
		Total Depth: 4365			
•			<u>Injection</u>	Interval	
		<del>-</del> 4181'	fee	t to 4217' Perforate	d

(Perforated or Open Hole; indicate which)

Tub	sing Size: 2 3/8" Lining Material:						
Туј	De of Packer:						
Pac	ker Setting Depth: 3950'						
Oth	ner Type of Tubing/Casing Seal (if applicable):						
	Additional Data						
1.	Is this a new well drilled for injection?  Yes No						
	If no, for what purpose was the well originally drilled? Producer						
2.	Name of the Injection Formation: San Andres						
3.	Name of Field or Pool (if applicable): Hobbs; Grayburg - San Andres						
4.	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.						
	Squeezed with cement - 4181' - 4345'; Plugged back: 4242'-4270'						
5.	Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area:						
	Byers (Queen) @ +/- 3680						
	Glorieta @ +/- 5300						



## NHU 20-111 Current Wellbore Diagram (as of August-2017)

\*Note: Diagram not to scale

API (10):

30-025-07375

## Well History:

October 1932 – spud and complete, open hole production interval 4040'-4238'

Feb 1934 - Acid treat open hole

May 1955 - Installed / cemented 5" casing and perforate 4181'-4203'. Squeeze perfs 4181'-4203' and perforate 4200'-08', acidize perfs

May 1973 - Cement squeeze 4093'-4234', drill open hole from 4238' - 4275'

September 1974 - Drill to 4365' and install / cement 3-1/2" (actually 2-7/8") partial liner from 3977' -4364' and perforate 4331' - 4345'. Dump frac sand 4333' 4355', cement from 4323' - 4333'. Add perfs 4285' - 4311' (1 JSPF)

December 1974 - Squeeze perfs 4242'-4270', add perfs 4266' -4270' (2 JSPF) and acid treat

Only proposed work procedure found

1980 - 1986 - multiple pump failures May 1989 - Add perfs 4242' - 4250', 4252, 4257' (2JSPF)

March 1994 - Well TA'd, determined 3 ½" liner is actually 2 7/8" liner - CIBP at 4200 w 35 cont cop November 2013 - Return to production, couldn't

retrieve CIBP set during TA, pushed to 4271'. Added perfs 4181'-4217' (4 JPSF) - CIBP from 1994 - Do cont added or

September 2014 – ESP failure, replace pump

**Equipment in well:** 

Installed 09/2014: 2-3/8" tubing (116jts) and ESP,

intake set at 3817'

4200 - 1 27/8" CIBP @ 4271

2012 CIBP Still reported at 4200

**Perforation Summary:** 

Open: 4181'-83', 4192'-4217'

Squeezed: 4181'-4203', 4200'-08', 4242'-4270', 4285' - 4311', 4331' - 4345',

Plugged Back: 4242'-50', 4250', 4257', 4266' -4270'

Elevation: DF: 3662 GL: 3660.8'

12", 50#, @ 213'.

Cemented with 200 sacks Brodenhead Test

175 PSI Observed

8/11/2015 - Well

shut in -unable to determine whether 7"

9", 34#, @ 2796'. OF 9" Casing

Cemented with 500 sacks,

TOC at 1355'

TOL @ 3977'

7", 24# @ 4040'. Cemented with 200 sxs. TOC @ 2831'

5" casing (weight unknown) @ 4238'. Cemented with 395sxs. Ciruclated cement

2 7/8" CIBP @ 4235" Current PBTD 4235

2 7/8" liner (weight unknown) 4365'. Cemented with 50sxs

TD - 4,365'

'Appest 2001 - "Replaced well head \$ 3' of 5" csg" - Note on MIT



## NHU 20-111 Proposed Wellbore Diagram (as of September-2017)

\*Note: Diagram not to scale

API (10):

30-025-07375

#### Well History:

October 1932 – spud and complete, open hole production interval 4040'-4238'

Feb 1934 – Acid treat open hole

May 1955 – Installed / cemented 5" casing and perforate 4181'-4203'. Squeeze perfs 4181'-4203' and perforate 4200'-08', acidize perfs

May 1973 — Cement squeeze 4093'-4234', drill open hole from 4238' - 4275'

**September 1974** – Drill to 4365' and install / cement 3 ½" partial liner from 3977' – 4364' and perforate 4331' – 4345'. Dump frac sand 4333' 4355', cement from 4323' – 4333'. Add perfs 4285' – 4311' (1 JSPF) **December 1974** – Squeeze perfs 4242'-4270', add perfs 4266' -4270' (2 JSPF) and acid treat

Only proposed work procedure found 1980 – 1986 – multiple pump failures May 1989 – Add perfs 4242' - 4250', 4252, 4257' (2JSPF)

March 1994 – Well TA'd, determined 3 ½" liner is actually 2 7/8" liner

**November 2013** – Return to production, couldn't retrieve CIBP set during TA, pushed to 4271'. Added perfs 4181'-4217' (4 JPSF)

September 2014 – ESP failure, replace pump October 2017 – Convert to Injection

#### **Equipment in well:**

2-3/8" injection tubing with packer (depth TBD)

2 7/8" CIBP @ 4271'

### Perforation Summary:

Open: 4181'-83', 4192'-4217'

<u>Squeezed:</u> 4181'-4203', 4200'-08', 4242'-4270', 4285' - 4311', 4331' - 4345',

Plugged Back: 4242'-50', 4250', 4257', 4266' - 4270'

Elevation: DF: 3662'
GL: 3660.8'

GL: 3660.8'
12", 50#, @ 213'.
Cemented with 200 sacks

2-3/8" Duo-lined tubing

9", 34#, @ 2796'. Cemented with 500 sacks, TOC at 1355'

5" Injection Packer set range 3900'-3974' (plan is for bottom of packer to be as close to 3974' as possible)

TOL @ 3977'

7", 24# @ 4040'. Cemented with 200 sxs. TOC @ 2831'

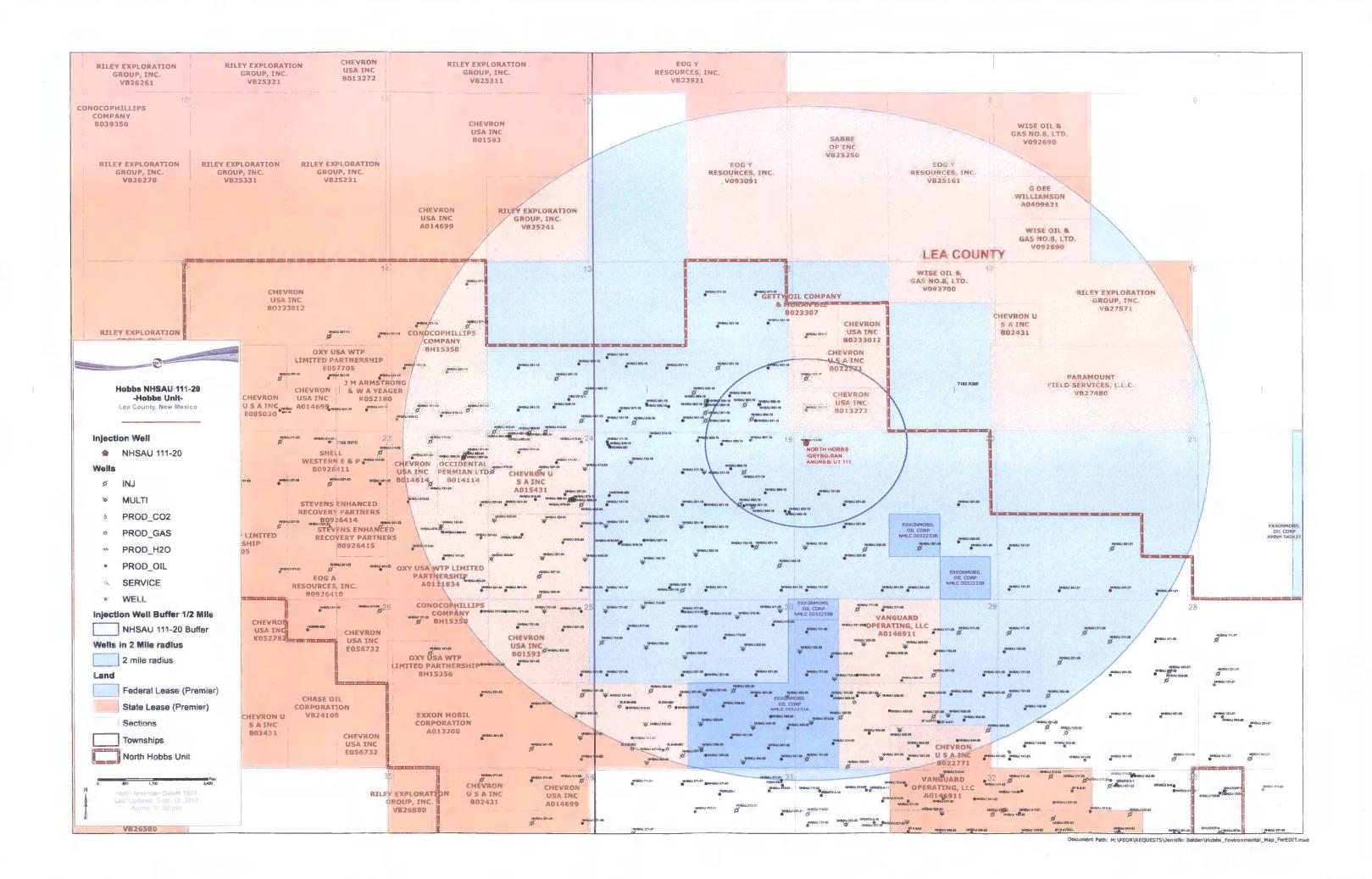
5" casing (weight unknow) @ 4238'. Cemented with 395sxs. Ciruclated cement

2 7/8" CIBP @ 4235'
Current PBTD 4235'

2 7/8" liner (weight unknown) 4365'. Cemented with 50sxs

**PBTD 4271' TD** – 4,365'

istrict   i25 N. French [	Or., Hobbs, N	≀M 88240		Energ		tate of N linerals d		Mexico tural Resource	HOBBS C	Revi	Form C-102 ised October 12, 2005
istrict II 101 W. Grand A istrict III 100 Rio Brazos istrict IV !20 S. St. Franc	Rd., Aziec,	NM 87410 Fe, NM 875	505	1	220 Sa	South S inta Fe,	St. Fr NM	N DIVISION ancis Dr. 87505 GE DEDICA	RECEIV	ED ]	ropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies AMENDED REPORT
	API Numb		T TOCA	<sup>2</sup> Pool		ND AC	REA	GE DEDICA	3 Pool Na		
30-	025-0737				920			Hobl	bs: Grayburg		dres
4 Property	y Code					5 Prop	erty Na				6 Well Number
195					N			/SA Unit			111
70GRII						•	ator Na				<sup>9</sup> Elevation
1579	84							nian Ltd.			3662' DF
						Surface					
IL or lot no.	Section	Township	Range	Lot	. Idn		om the		Feet from the	East/West l	
D	20	18-5	38-E			330		North	330	West	Lea
			II Bot	ttom Ho	ole Lo	ocation I	f Diff	erent From Su	rface		
JL or lot no.	Section	Township	Range	Lot	l. Idn	Feet fr	om the	North/South line	Feet from the	East/West	line County
Dedicated Acr	es la Joi	nt or Infill	14 Consolidatio	n Code	15 Orc	ier No.			•		
									or has a right to a contract with an electron or entered hereinfore entered Signature  Printed Name Mark Stee  18 SURVE  I hereby certify the was plotted from	full this well at a powner of such a along agreement at by the division.  L Step ephens  YOR CE has the well local field notes of ac supervision, amount of the well local field notes of ac supervision, amount of the well local field notes of ac supervision, amount of the well local field notes of ac supervision, amount of the well local field notes of ac supervision, amount of the well local field notes of ac	3/17/14 Date  ERTIFICATION train shown on this plat trial surveys made by I that the same is true
									Date of Survey Signature and Seal of	of Professional Sur	veyer





September 18, 2017

State of New Mexico Energy, Minerals & Natural Resources Department Oil Conservation Division 1220 S. St. Frances Dr. Santa Fe, NM 87505

RE: Pressure Maintenance Project
North Hobbs Unit
Well No. 111
API 30-025-07375
Letter D, Section 20, T-18S, R-38E
Lea County, NM

To Mr. Richard Ezeanyim, Chief Engineer:

Occidental Permian Ltd. respectfully request administrative approval, without hearing, to commence injection (water, CO2, and produced gas) per the authorized Order No. R-6199-F. In support of this request please find the following documentation:

- Administrative Application Checklist
- Form C-108 with miscellaneous data attached
- An Injection Well Data Sheet with Wellbore Schematic
- Form C-102
- Map

\*\*\* Per Order No. R-6199-F, this application is eligible for administrative approval without notice or hearing \*\*\*

If you have any questions regarding this application, please contact me at 713-366-5771 or email april hood@oxy.com.

Sincerely

**April Hood** 

**Regulatory Specialist** 

## C-108 Application Attachment Occidental Permian Ltd. North Hobbs Unit No. 111 Lea County, New Mexico

- V. Two maps are attached.
- VII. The area of review is attached. If cement tops were not available, the top of cement was calculated using 1.32 cubic feet/sack of cement and 70% fill.

1. Average Injection Rate

N/A

Maximum Injection Rate

5000 BWPD / 10000

- This will be a closed system.
- 3. Average Surface Injection Pressure N/A Maximum Surface Injection Pressure

**Produced Water** 

1100 PSI

CO<sub>2</sub>

1250 PSI

CO2 w/produced gas

1770 PSI

(In accordance with Order No. R-4934-F, effective 7/18/13)

- 4. Source Water San Andres Produced Water
  (Analysis previously provided at hearing, Case No. 14981)
- IX. Acid treatment of injection interval may be performed during well workover (approximately 2000 gal. of 15% HCL)
- XII. NA. This is a pressure maintenance project, not a disposal well.
- XIII. Per Order No. R-4934-F, this application is eligible for administrative approval without notice or hearing.

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

FORM C-108 Revised June 10, 2003

## **APPLICATION FOR AUTHORIZATION TO INJECT**

I.	PURPOSE:	Secondary Recovery	X		Maintenance	Disposal	Storage
	••	es for administrative approval?	<u> </u>	Yes		No	
П.	OPERATOR:	cidental Permian LTD.					
	ADDRESS: PC	Box 4294 Houston, TX 77210			<del></del>		
	CONTACT PART	Y: April Hood				PHONE:	713-366-5771
П.		mplete the data required on the re ditional sheets may be attached if			n for each well	proposed for injection	n.
IV.	Is this an expansion If yes, give the Div	n of an existing project? Xrision order number authorizing the	Ye: ne project	s :	No R-6199	9-F (May 22, 2014)	
V.		dentifies all wells and leases with proposed injection well. This cir					olf mile radius circle
VI.	data shall include a	of data on all wells of public reco description of each well's type, c I illustrating all plugging detail.					
VII.	Attach data on the	proposed operation, including:		•			
	<ol> <li>Whether the sy</li> <li>Proposed avera</li> <li>Sources and an produced wate</li> <li>If injection is formula.</li> </ol>	ge and maximum daily rate and vestem is open or closed; ge and maximum injection pressuappropriate analysis of injection r; and, or disposal purposes into a zone nessis of the disposal zone formation	ire; fluid and ot produc	compatibilit	y with the reco	nin one mile of the pro	posed well, attach a
*VIII.	Give the geologic dissolved solids of	e geologic data on the injection zo name, and depth to bottom of all oncentrations of 10,000 mg/l or le iderlying the injection interval.	undergro	und sources	of drinking wa	ter (aquifers containi	ng waters with total
IX.	Describe the propo	sed stimulation program, if any.					
*X.	Attach appropriate	logging and test data on the well.	(If well	logs have be	en filed with t	he Division, they nee	d not be resubmitted).
*XI.		unalysis of fresh water from two o Il well showing location of wells a				le and producing) with	nin one mile of any
XII.		posal wells must make an affirma ace of open faults or any other hyd					
XIII.	Applicants must co	omplete the "Proof of Notice" sect	ion on th	e reverse sid	e of this form.		
XIV.	Certification: I here belief.	eby certify that the information su	bmitted v	vith this appl	ication is true	and correct to the best	of my knowledge and
	NAME: April Ho	od O	1		TITLE	: Regulatory Specia	llist
	SIGNATURE:	GARIU NOW				DATE:09/18/	17
•	If the information r	April_Hood@Oxy.com equired under Sections VI, VIII, it and circumstances of the earlier					
DIST	RIBUTION: Origina	al and one copy to Santa Fe with o	ne copy	to the appro	oriate District	Office	

#### 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.
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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.

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  - (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.

## C-108 Application Attachment Occidental Permian Ltd. North Hobbs Unit No. 944 Lea County, New Mexico

- V. Two maps are attached.
- VII. The area of review is attached. If cement tops were not available, the top of cement was calculated using 1.32 cubic feet/sack of cement and 70% fill.

1. Average Injection Rate

Maximum Injection Rate 15000 BWPD / 30000

This will be a closed system.

3. Average Surface Injection Pressure N/A Maximum Surface Injection Pressure

Produced Water 1100 PSI

CO2 1250 PSI

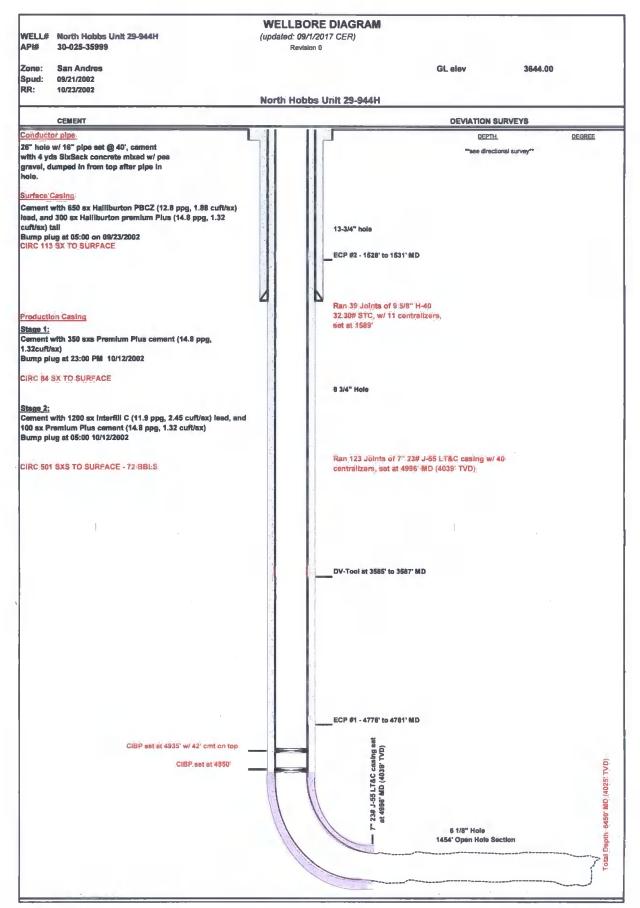
CO2 w/produced gas 1770 PSI

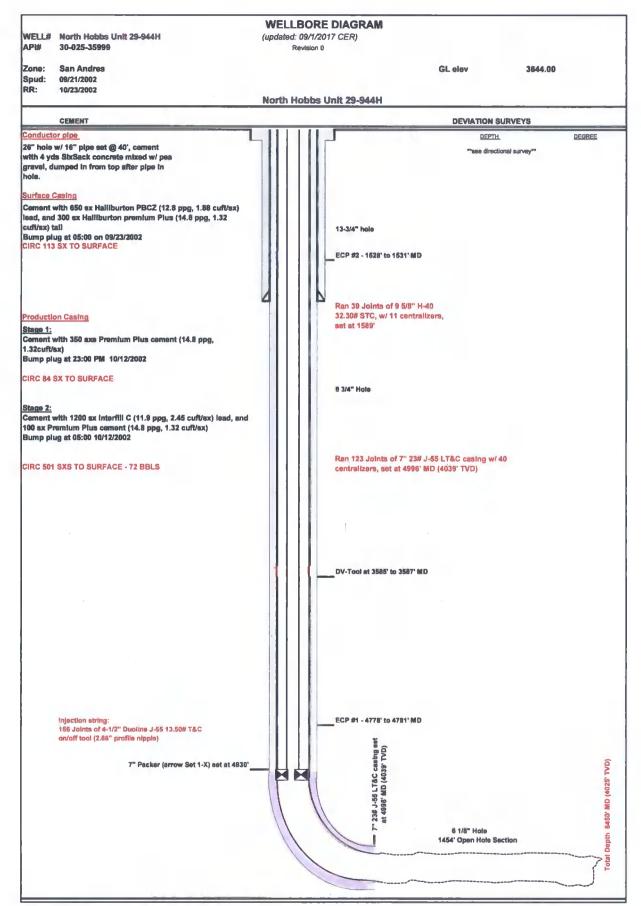
(In accordance with Order No. R-4934-F, effective 7/18/13)

- 4. Source Water San Andres Produced Water
  (Analysis previously provided at hearing, Case No. 14981)
- IX. Acid treatment of injection interval may be performed during well workover (approximately 30000 gal. of 15% HCL)
- XII. NA. This is a pressure maintenance project, not a disposal well.
- XIII. Per Order No. R-4934-F, this application is eligible for administrative approval without notice or hearing.

/ELL LOCATION: 1528' FSL & 854' FEL	1	29	18S	38E
FOOTAGE LOCATION	UNIT LETTER	SECTION	TOWNSHIP	RANGE
WELLBORE SCHEMATIC			CONSTRUCTION DATA Casing	<u>4</u>
	Hole Size:	- 3/4"	Casing Size:	9 - 5/8"
	Cemented with:		or	f
•	Top of Cement:	Surface	Method Determined	Circulated
		Intermedia	ate Casing	
	Hole Size:	8 - 3/4"	Casing Size: 7	•
	Cemented with:	1650 SX.	or	f
	Top of Cement:	Surface.	Method Determined:	Circulated
		Production	on Casing	
	Hole Size:6	- 1/8"	Casing Size: Open Ho	ole
	Cemented with:	sx.	or	fi
•	Top of Cement:		Method Determined:	
	Total Depth: 4996' M	MD - (4039' TVD)		
·	-	Injection	Interval	
	4996' M	D - (4039' TVD) fee	et to 6450' MD - (4025'	TVD) - OPEN HOL

Γul	bing Size: 4 - 1/2"	Lining Material: _	D	uoline		
Гу	pe of Packer: 7" x 4 1-2" 17-26# AS1-X Double Grip in	njection Packer				
Pac	cker Setting Depth: 4950' MD	<del></del>				
Otl	her Type of Tubing/Casing Seal (if applicab	ole):			<del> </del>	
	Ad	ditional Data				
l.	Is this a new well drilled for injection?	Ye	es _	х	No	
	If no, for what purpose was the well origin	nally drilled? Produc	er			
2.	Name of the Injection Formation:San Ar	ndres				
	Name of Field or Pool (if applicable): Ho	bbs; Grayburg - San Andres				
•	Has the well ever been perforated in any of intervals and give plugging detail, i.e. sacl	ks of cement or plug(	s) u	sed		No
	Give the name and depths of any oil or gain injection zone in this area:	s zones underlying or	ove	erlyin	g the	
	Byers (Queen) @ +/- 3680'	·				· · · · · · · · · · · · · · · · · · ·
	Glorieta @ +/- 5300'					





District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 South First, Artesia, NM 88210

District III 1000 Rio Brazos Rd., Azzec, NM 87410

District IV 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

Form C-102

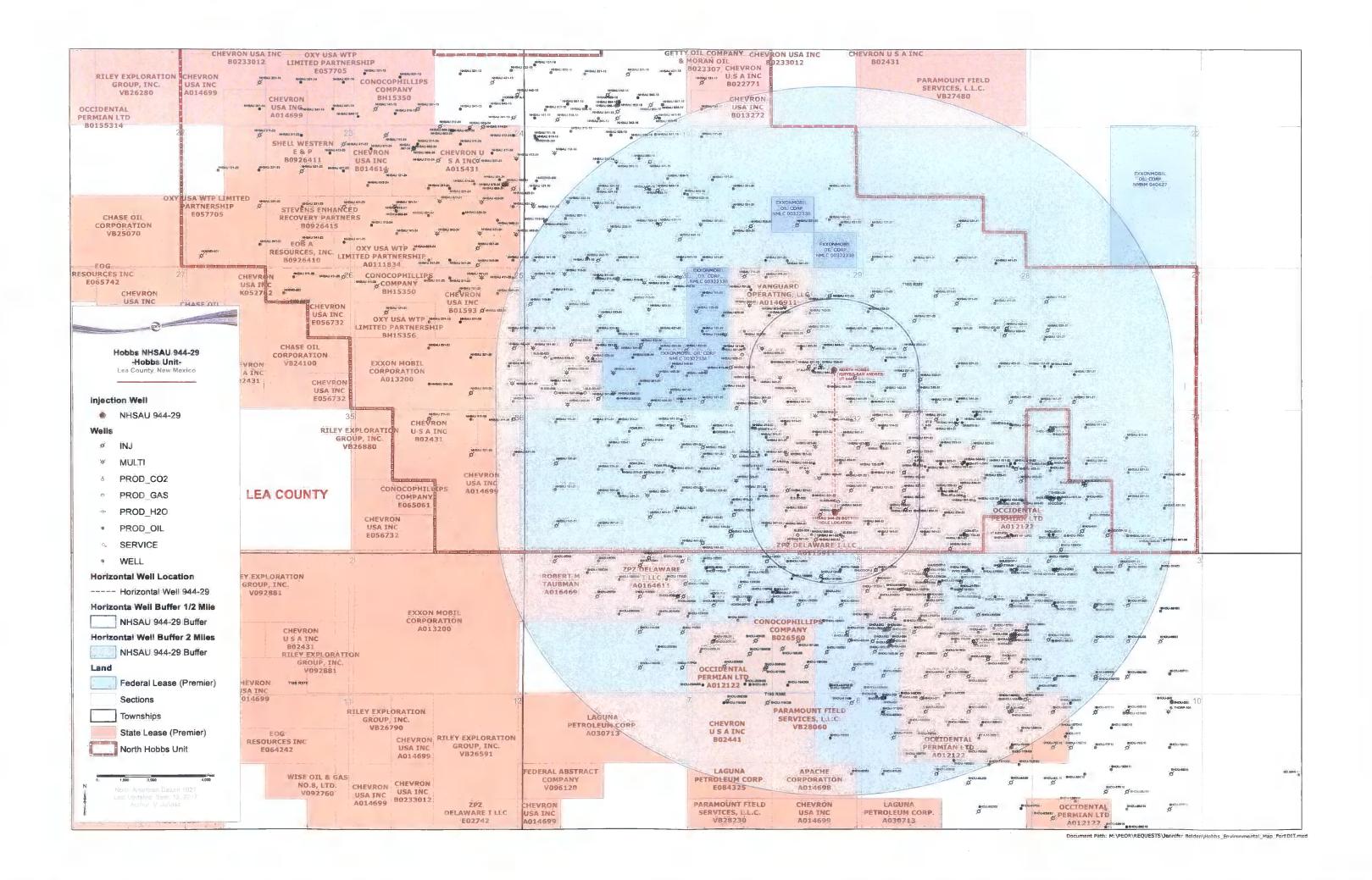
Revised October 18, 1994

Instructions on back

Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

X AMENDED REPORT Revised Pen. Pt. & BHL

	<u>.</u>	W	ELL LO	CATION	AND	ACI	REAGE	DEDIC	CATION P		evised	Pen. Pt. & l
	PI Numb			Pool Cod	_			h h	Pool I		A - 1	
30-0		5999		3192			Hobbs; Grayburg - San Andres					
Property Code Property Name 19520 North Hobbs (GSA) Unit								Unit			,	Well Number 944
								Elevation 3644'				
							Location					
UL or lot no.	Section	Townshi	Range	Lot Idn.	Feet from	the	North/Sou	th line	Feet from the	East/West	line	County
1	29	18-S	38-E		152	8	Sou	ıth	854	Ea	st	Lea
			Botte	om Ho					m Surface			
UL or lot no.	Section	Township	Range	Lot Idn.	Feet from	the	North/Sou	th line	Feet from the	East/West	line	County
Н	32	18-5	38-E		150	5	Nor	th	917	Ea	st	Lea
Dedicated Acres	Joint	or Infill	Consolidation	Code C	order No.					/.	Carlos.	The state of the s
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NO ALLOW	ABLE V								INTERESTS BY THE DI	1 -	EN CO	MACIDATEI
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		2021	21	4								shown on this plan
			917	<u> </u>		_						il surveys made by at the same is true
			6HL			ŀ			and correct	to the best of	my belief.	
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			161			_			Date of Sur	ey id Seal of Pro	faccional C-	TERROR
									J. Signame at	na ocasti PTO	CHANGE ST	a veyu
						_	7	//				
			330' UI	nit Bounda	ry Offset	Lina	/					
			North	Hobbs (GS	A) Unit Be	ounda	ry—+					
777	///	77	777		17/	ーオ	77		Certificate N	umber		



STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

FORM C-108 Revised June 10, 2003

## **APPLICATION FOR AUTHORIZATION TO INJECT**

I.	PURPOSE: Application qu	Secondary Recovery	X	Pressure M Yes	Maintenance	Disposal No	Storage
П.	OPERATOR:	Occidental Permian LTD.					
	ADDRESS: _	PO Box 4294 Houston, TX 77210					
	CONTACT P.	ARTY: April Hood				PHONE:	713-366-5771
Ш.	WELL DATA	a: Complete the data required on the rev Additional sheets may be attached if			n for each well	proposed for injection	i.
IV.		unsion of an existing project? X e Division order number authorizing the	Yes e project		No R-6199	-F (May 22, 2014)	
V.		that identifies all wells and leases withi each proposed injection well. This circ					f mile radius circle
VI.	data shall inclu	ation of data on all wells of public recoude a description of each well's type, co d well illustrating all plugging detail.					
VII.	Attach data or	the proposed operation, including:					
	<ol> <li>Whether the second of the secon</li></ol>	average and maximum daily rate and vone system is open or closed; average and maximum injection pressund an appropriate analysis of injection f water; and, is for disposal purposes into a zone not analysis of the disposal zone formation).	re; fluid and ot produc	compatibili	ty with the rece	n one mile of the prop	oosed well, attach a
*VIII.	Give the geol dissolved soli	priate geologic data on the injection zor logic name, and depth to bottom of all u ids concentrations of 10,000 mg/l or les ely underlying the injection interval.	ındergro	und sources	of drinking wat	er (aquifers containin	g waters with total
IX.	Describe the p	proposed stimulation program, if any.					
<b>*X</b> .	Attach approp	riate logging and test data on the well.	(If well	logs have b	een filed with th	e Division, they need	not be resubmitted).
*XI.		ical analysis of fresh water from two or sposal well showing location of wells a				and producing) withi	n one mile of any
XII.		or disposal wells must make an affirmat vidence of open faults or any other hyd er.					
XIII.	Applicants mu	ust complete the "Proof of Notice" secti	ion on the	e reverse sid	le of this form.		
XIV.	Certification: belief.  NAME: Apr	I hereby certify that the information sub	omitted w	vith this app	•	nd correct to the best o	
	SIGNATURE	:				DATE: 09/18/1	7
	E-MAIL ADI	ORESS: April_Hood@Oxy.com	1321	_11			, 1
*	Please show the	tion required under Sections VI, VIII, $\lambda$ ne date and circumstances of the earlier	x, and XI submitta	above has l	o. 15103 Order	submitted, it need not R6199-F - Effective M	ay 22, 2014

#### 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.

## C-108 Application Attachment Occidental Permian Ltd. North Hobbs Unit No. 923 Lea County, New Mexico

- V. Two maps are attached.
- VII. The area of review is attached.. If cement tops were not available, the top of cement was calculated using 1.32 cubic feet/sack of cement and 70% fill.

1. Average Injection Rate N/A

Maximum Injection Rate

15000 BWPD / 30000

- 2 This will be a closed system.
- 3. Average Surface Injection Pressure

Produced Water

Maximum Surface Injection Pressure 1100 PSI

N/A

CO<sub>2</sub>

1250 PSI

CO2 w/produced gas

1770 PSI

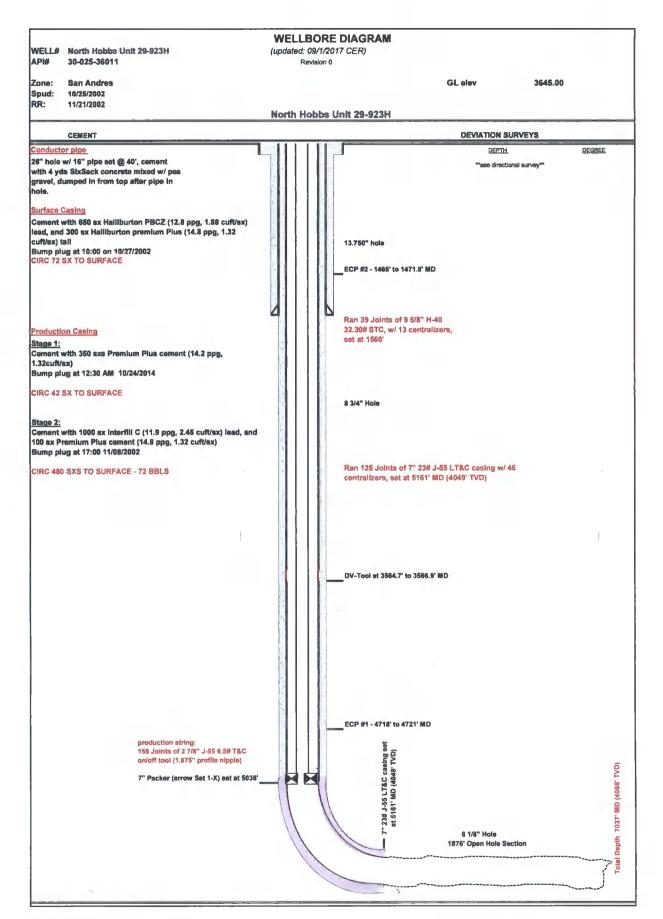
(In accordance with Order No. R-4934-F, effective 7/18/13)

- 4. Source Water - San Andres Produced Water (Analysis previously provided at hearing, Case No. 14981)
- IX. Acid treatment of injection interval may be performed during well workover (approximately 40000 gal. of 15% HCL)
- XII. NA. This is a pressure maintenance project, not a disposal well.
- XIII. Per Order No. R-4934-F, this application is eligible for administrative approval without notice or hearing.

WELL NAME & NUM	BER: North Hobbs Unit No. 923.				
WELL LOCATION:	2114' FSL & 1568' FWL	К	29	18S	38E
	FOOTAGE LOCATION	UNIT LETTER	SECTION	TOWNSHIP	RANGE
WELLE	BORE SCHEMATIC		WELL C Surface	ONSTRUCTION DATA Casing	Į.
		Hole Size:	//4"	Casing Size:	9 - 5/8"
		Cemented with:9	50 sx.	or	ft³
		Top of Cement:	Surface	Method Determined:	Circulated
			<u>Intermedia</u>	ate Casing	
		Hole Size:8	3/4"	Casing Size: 7°	
		Cemented with:14	50 sx.	or	ft³
		Top of Cement:	face.	Method Determined:	Circulated
			Production	on Casing	
		Hole Size:6-	1/8"	Casing Size: Open Ho	le
		Cemented with:	sx.	or	ft³
		Top of Cement:		Method Determined:	
		Total Depth: 5161' MD (	4049' TVD) to 7037' MD (	4068' TVD)	
			<u>Injection</u>	Interval	
		5161' MD	- (4049' TVD)fee	et to7037' MD - (4068' T	VD) - OPEN HOLE

(Perforated or Open Hole; indicate which)

Tub	oing Size:4-	1/2"	Lining Material: _	Duoline
Туј		-2" 17-26# AS1-X Double Gr		
Pac	cker Setting Depth:	5100' MD		
Otł	her Type of Tubing/	Casing Seal (if appli	cable):	
			Additional Data	
1.	Is this a new well	drilled for injection?	Ye	es <u> </u>
	If no, for what pu	rpose was the well or	iginally drilled? Produce	er
2.	Name of the Injec	tion Formation: Sa	n Andres	
3.	Name of Field or	Pool (if applicable):	Hobbs; Grayburg - San Andres	
4.			ny other zone(s)? List al sacks of cement or plug(	
5.			gas zones underlying or	, , ,
	Byers (Queen) @ +/- 3	680'		
	Glorieta @ +/- 5300'			



## **WELLBORE DIAGRAM** WELL# North Hobbs Unit 29-923H (updated: 09/1/2017 CER) API# 30-025-36011 Revision 0 Zone: San Andres GL elev 3645.00 Spud: 10/25/2002 RR: 11/21/2002 North Hobbs Unit 29-923H CEMENT **DEVIATION SURVEYS** Conductor pipe DEPTH. DEGREE "\*see directional survey" 26" hole w/ 16" pipe set @ 40', cement with 4 yds SixSack concrete mixed w/ pea gravel, dumped in from top after pipe in hole. Surface Casing Cement with 650 sx Halliburton PBCZ (12.8 ppg, 1.88 cuft/sx) lead, and 300 sx Halliburton premium Plus (14.8 ppg, 1.32 cuft/sx) tail Bump plug at 10:00 on 10/27/2002 CIRC 72 SX TO SURFACE 13.750" hole ECP #2 - 1468' to 1471.8' MD Ran 39 Joints of 9 5/8" H-40 Production Casing 32.30# STC, w/ 13 centralizers, set at 1560' Stage 1: Coment with 350 sxs Premium Plus cement (14.2 ppg, 1.32cuft/sx) Bump plug at 12:30 AM 10/24/2014 CIRC 42 SX TO SURFACE 8 3/4" Hole Cement with 1000 sx interfill C (11.9 ppg, 2.45 cuft/sx) lead, and 100 sx Premium Plus cament (14.8 ppg, 1.32 cuft/sx) Bump plug at 17:00 11/08/2002 Ran 125 Joints of 7" 23# J-55 LT&C casing w/ 46 CIRC 480 SXS TO SURFACE - 72 BBLS centralizers, set at 5161' MD (4049' TVD) DV-Tool at 3564.7' to 3566.9' MD ECP #1 - 4718' to 4721' MD Injection string: 158 Joints of 4-1/2" Dualine J-55 13.50# T&C on/off tool (2.66" profile nipple) 7" 23# J-55 LT&C casing set at 5161' MD (4049' TVD) 7" Packer (arrow Set 1-X) set at 5100' MD (4068" 7037 6 1/8" Hole Depth 1876' Open Hole Section Cotal

District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 South First, Artesia, NM 88210

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

District IV 2040 South Pacheco, Santa Fe, NM 87505 State of New Mexico
Energy, Minerals & Natural Resources Department

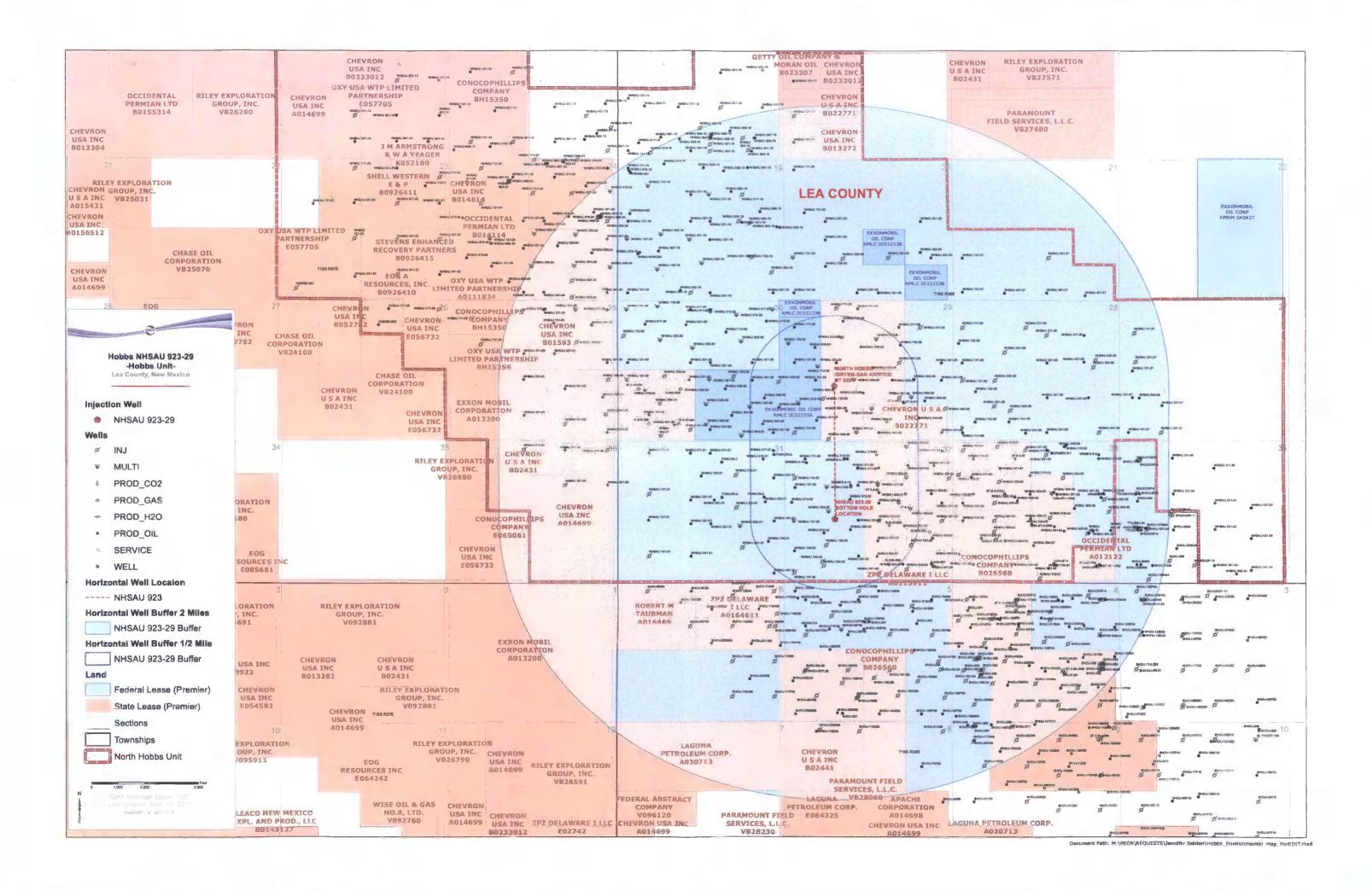
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OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505 Form C-102
Revised October 18, 1994
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AMENDED REPORT
Revised Pen. Pt. & BHL

## WELL LOCATION AND ACREAGE DEDICATION PLAT

AT	or Manage		LL LOC				AGREAGE DEDICATION PLAT						
API Number 30-025-36011				700l Code 31920			Pool Name Hobbs; Grayburg - San Andres						
Property Code 19520				Property Name North Hobbs (GSA) Unit							Well Number 923		
OGRID No.				Operator Name						Elevation			
			Occio	Occidental Permian Limited Partn						3645'			
Surface Location									trior sriip	3p			
UL or lot no.	Section	Township	Range					th line	Feet from the	East/West line County			
			" (	Lot ruit.			South						
K 29 18-S				38-E 2114  Bottom Hole Location				_	1568 m Surface	West Lea			
UL or lot no.	Township	Feet from the											
	Section		Range	Lot Idn.	Feet from					East/West line County			
F Dedicated Acres	32 Laint	18-S	38-E	Code C	146	8	North		1683	West Lea		Lea	
DOMESTIC ALTO	Jume			Jone	AUCT NO.								
NO ALLOW	ARIF	ATIL BE	ASSIGNED	TO TH	IS COMP	TETION	IINT	TI ATT	INTERPRETE I	JAVE RE	EN CO	NSOI IDATED	
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDAT  OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION (202122)												The state of the s	
				1					OPER	ATOP	CEDT	IFICATION	
				1						OPERATOR CERTIFICATION  I hereby certify that the information contained herein is true and complete to the best of the helpowedge and belief.			
									true and com	plete to the	best of my	Mowledge and belief	
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	8		EC. 10	WG- 10	1				CLIDIA	DUAD	OFF	TELONI	
								1 11			EYOR CERTIFICATION		
		1					I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by						
16613	- V					-			me or under	my mpervisi	ion, and the	at the same is true	
890				1					and correct to	une best of	my belief.		
				1					Date of Surve	79			
Zamani 3						_	<del>                                     </del>		44	Signature and Seal of Professional Surveyor			
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1			North	Hobbs (G	SA) Unit	Bourdery.			Certificate Nu	mber			
		///	1//	Y / /	///	11	$\triangle$	<u> </u>	Caldinate N	MIDET			





5 Greenway Plaza, Suite 110, Houston, Texas 77046-0521 P.O. Box 27570, Houston, Texas 77227-7570 Phone 713.215.7000

September 18, 2017

State of New Mexico Energy, Minerals & Natural Resources Department Oil Conservation Division 1220 S. St. Frances Dr. Santa Fe, NM 87505

RE: Pressure Maintenance Project
North Hobbs Unit
Well No. 923
API 30-025-36011
Letter K, Section 29, T-18S, R-38E
Lea County, NM

To Mr. Richard Ezeanyim, Chief Engineer:

Occidental Permian Ltd. respectfully request administrative approval, without hearing, to commence injection (water, CO2, and produced gas) per the authorized Order No. R-6199-F. In support of this request please find the following documentation:

- Administrative Application Checklist
- Form C-108 with miscellaneous data attached
- An Injection Well Data Sheet with Wellbore Schematic
- Form C-102
- Map

\*\*\* Per Order No. R-6199-F, this application is eligible for administrative approval without notice or hearing \*\*\*

If you have any questions regarding this application, please contact me at 713-366-5771 or email april\_hood@oxy.com.

Sincerely

April Hood

**Regulatory Specialist** 

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

APPLICATION OF OCCIDENTAL PERMIAN LTD TO AMEND ORDER NO. R-6199-B TO EXPAND THE NORTH HOBBS GRAYBURG-SAN ANDRES UNIT PHASE I TERTIARY RECOVERY PROJECT, TO MODIFY CERTAIN OPERATING REQUIREMENTS, AND TO CERTIFY THIS EXPANSION FOR THE RECOVERED OIL TAX RATE PURSUANT TO THE NEW MEXICO ENHANCED OIL RECOVERY ACT, LEA COUNTY, NEW MEXICO.

CASE NO. 15103 ORDER NO. R-6199-F

#### **ORDER OF THE COMMISSION**

This case comes before the New Mexico Oil Conservation Commission ("Commission") on the application of Occidental Permian Ltd. ("Oxy") to amend Order No. R-6199-B, as amended. The Commission, having conducted a hearing on March 13, 2014, at Santa Fe, New Mexico, and having considered the testimony and the record in the case, enters the following findings, conclusions and order:

#### THE COMMISSISION FINDS THAT:

- 1. Due public notice has been given, and the Commission has jurisdiction of this case and its subject matter.
- 2. On October 3, 1979, the Commission entered Orders No. R-6198 and R-6199 in Case Nos. 6652 and 6653 that statutorily unitized the North Hobbs Unit and approved a pressure maintenance project by the injection of water into the Grayburg and San Andres formations underlying the following acreage in Lea County, New Mexico:

#### TOWNSHIP 18 SOUTH, RANGE 37 EAST, NMPM

Section 13: W/2, SE/4

Section 14: All

Section 23: All

Section 24: All

Section 25: All

Section 26:

E/2 NE/4, NW/4 NE/4

Section 36: E/2, E/2 NW/4

### **TOWNSHIP 18 SOUTH, RANGE 38 EAST, NMPM**

Section 17: S/2 NW/4, SW/4

Section 18: NE/4 and S/2
Section 19: All
Section 20: All
Section 21: SW/4, W/2 SE/4, SE/4 SE/4
Section 27: All
Section 28: All

Section 28: All Section 29: All Section 30: All Section 31: All Section 32: All

Section 33: W/2, NE/4, W/2 SE/4, and NE/4 SE/4

Section 34: E/2, E/2 NW/4

3. On October 22, 2011, the Energy, Minerals and Natural Resources Department Oil Conservation Division ("Division") entered Order No. R-6199-B authorizing a carbon dioxide gas tertiary recovery project within a portion of the North Hobbs Unit called the "Phase I Area" by injection of carbon dioxide (CO2), produced water, and produced gas through certain existing wells and yet to be drilled wells in the quarter-quarter sections identified on Exhibits A and B to that Order.

- 4. Since the entry of Order No. R-6199-B, the Division has approved additional injection wells in the Phase I area of the North Hobbs Unit through various administrative and hearing orders.
- 5. Oxy is the current operator of the North Hobbs Unit and now seeks the following relief from the Commission as provided in an Application filed with the Commission on February 11, 2014 ("Application"):
  - (a) to expand the approved geographic area for the carbon dioxide gas tertiary recovery injection project to include the following acreage:

#### TOWNSHIP 18 SOUTH, RANGE 37 EAST, NMPM

Section 13: W/2, SE/4

Section 14: All Section 23: All Section 24: All Section 25: All

Section 26: E/2 NE/4, NW/4 NE/4

Section 36: E/2, E/2 NW/4

## **TOWNSHIP 18 SOUTH, RANGE 38 EAST, NMPM**

Section 17: S/2 NW/4, SW/4

Section 18: NE/4 and S/2

Section 19: All Section 20: All

Section 21: SW/4, W/2 SE/4, SE/4 SE/4

Section 28: All

 Section 29:
 All

 Section 30:
 All

 Section 31:
 All

 Section 32:
 All

Section 33: W/2, NE/4, W/2 SE/4, and NE/4 SE/4

- (b) to expand the injection authority to include new wells in the quarterquarter sections identified on Exhibit A to the Application and the existing producing or temporarily abandoned wells identified on Exhibit B to the Application;
- (c) to confirm that the well limitation for quarter-quarter sections set forth in NMAC 19.15.15.9(A) does not apply to active tertiary recovery projects, such as the North Hobbs Unit project;
- (d) to grant an exception to NMAC 19.15.15.13(A) (unorthodox well locations) to allow wells to be closer than 10 feet to a quarter-quarter section line or subdivision inner boundary within the North Hobbs Unit area;
- (e) to grant an exception to the notice requirements set forth in NMAC 19.15.26.8.C and 19.15.26.8.F to allow for administrative approval of additional injection wells in the expanded North Hobbs Unit area without notice and hearing;
- (f) to provide that for any injection well covered by this application that does not commence injection within 5 years after approval of this request, Oxy may submit within a period no more than twelve months and no less than sixty days before injection operations commence in the well either (i) a statement certifying that there have been no substantive changes to the information furnished in support of this application concerning the status or construction of any well that penetrates the injection interval within the one half (1/2) mile area of review around the injection well; or (ii) a statement describing any substantive changes;
- (g) to eliminate the existing limiting gas-oil ratio of 6,000 cubic feet of gas per barrel of oil and to provide that no limiting gas-oil ratio or oil allowable applies to this expanded enhanced oil recovery project;
- (h) to modify the packer setting depth required by R-6199-B Ordering Paragraph (3) to allow for the packer to be set anywhere above the uppermost injection perforations or casing shoe, provided the packer is set below the top of the Grayburg Formation;

- to provide a five-year frequency for mechanical integrity tests for temporarily abandoned wells equipped with real-time pressure monitoring devices pursuant to NMAC 19.15.25.13.E; and
  - (j) to certify the approved expansion of the tertiary recovery project for the recovered oil tax rate pursuant to the New Mexico Enhanced Oil Recovery Act, Sections 7-29A-1 to 7-29A-5 NMSA 1978 (Laws 1992, Chapter 38, Section 1 through 5) ("Recovery Act") and the rules of the Commission, 19.15.6 NMAC ("Rules").
- 6. At the hearing, upon the request of Oxy, the Commission adopted and took notice of the record from Case No. 14981, which resulted in Order No. R-4934-F approving a tertiary recovery project in the adjacent South Hobbs Project Area. The Commission also noted that several persons had filed written notices of appearance in this proceeding including Cornelia England, Gerald Carl Golden, Sharon Aileen Mehs (Lee) and Thomas R. Mehs.
- 7. Oxy presented five witnesses in support of its Application: Jerad Brockman, Oxy's project manager with expertise in oil and gas production engineering; Randy Stillwell, a senior geologic advisor for Oxy with expertise in petroleum geology; Scott Hodges, Oxy's operations supervisor; Kelley Montgomery, Oxy's regulatory consultant with expertise in oil and gas production engineering; and Pat Sparks, Oxy's petroleum landman with expertise in petroleum land matters. Oxy's witnesses provided testimony and presented exhibits addressing the following topics:
  - (a) Oxy's current operations and facilities within the Phase I area of the North Hobbs Unit and the planned expansion of gas injection operations;
  - (b) The injection and production well patterns in the expanded Phase I Area, the need to exceed four wells per forty acre spacing unit, and the potential need to locate wells closer than ten feet to the quarter-quarter section lines;
  - (c) The capital costs and projected timeline for installation of key components of the expansion of gas injection in the Phase I area;
  - (d) The production history of the North Hobbs Unit and the additional oil anticipated from the Phase I area expansion project;
  - (e) The need for additional flexibility in the packer setting depth than what is currently allowed by Order No. R-6199-B;
  - (f) The geology underlying the North Hobbs Unit, the location of the fresh water zones and the impermeable barriers that exist between the injection interval and the fresh water zones;

- (g) The gas injection facilities and pressure control devices Oxy utilizes in the Phase I area;
- (h) The supervisory control and data acquisition (SCADA) system Oxy utilizes to provide real time monitoring of pressures, temperature, water content, H2S levels and gas content in the North Hobbs Unit;
- How Oxy monitors for H2S releases in the existing and proposed expanded Phase I area;
- Oxy's mechanical integrity program for the design, engineering, construction and maintenance of CO2 and produced gas injection facilities for enhanced oil recovery projects like the North Hobbs Unit;
- (k) The NACE Standard MRO175 set forth in NMAC 19.15.11.14 and Oxy's compliance with that standard for the injection facilities in the existing and proposed expanded Phase I Area;
- The additional corrosion inhibition and mitigation efforts Oxy will utilize for the installation, construction and maintenance of the injection facilities in the proposed expanded Phase I Area;
- (m) Oxy's downhole corrosion mitigation efforts, including the use of corrosion resistant tubing, packers and inert packer fluid in the annulus of wells in the existing and proposed expanded Phase I Area;
- (n) The time frame for mechanical integrity tests for temporarily-abandoned wells under NMAC 19.15.25.12 and the absence of a need for more frequent testing for wells equipped with real-time pressure monitoring devices;
- (o) The location of existing gas injection wells in the Phase I Area and the proposed locations for the expansion efforts;
- (p) The condition of the existing injection wells and design plans for additional injection wells in the Phase I Area;
- (q) Oxy's plans to add additional cement behind the production casing across the fresh water zone in the North Hobbs Unit Well No. 231 (API No. 30-025-07545) in the SE/4 NW/4 (Unit F) of Section 33 of Township 18 South, Range 38 East, prior to using this well for gas injection;
- (r) The area of review analysis conducted by Oxy and the conditions of the wells within the area of review;

- (s) The extensive knowledge of the wells within the area of review, the amount of time and effort devoted to the area of review analysis, and the absence of a need to update the area of review analysis for any injection wells that commence injection over the next five years;
- (t) The methodology, time frame and effort involved to ascertain the parties entitled to notice of the hearing on Oxy's application; and
- (u) The parties notified of the hearing either by certified mail or by newspaper publication.
- 8. The Division's Environmental Bureau has approved a hydrogen sulfide contingency plan that covers the North Hobbs Unit Area.
- 9. The geologic evidence establishes the following with respect to the Grayburg and San Andres formations underlying the North Hobbs Unit:
  - (a) These formations consist of a layered, anticlinal structure that acts as a natural trapping mechanism for oil, as well as any injected fluids.
  - (b) These formations are separated from the fresh water zones by over 3,500 feet.
  - (c) The upper portion of the Grayburg formation consists of 150 to 200 feet of impermeable anhydrite and limestone.
  - (d) Various additional layers of impermeable anhydrite, salt, shale and limestone exist between these injection formations and the fresh water zones.
  - (e) No geologic faults or other natural means exist in this area by which injected fluids could communicate with the shallower fresh water zones.
- 10. With respect to the existing wells and the proposed injection wells within the area of review for the expanded Phase I Area of the North Hobbs Unit, the evidence establishes that:
  - (a) The existing injection wells in the expanded Phase I Area of the North Hobbs Unit are sufficiently cased and cemented to prevent the migration of injection fluids out of the proposed injection interval. Nonetheless, Oxy intends to add additional cement behind the production casing across the fresh water zone for the North Hobbs Unit Well No. 231 (API No. 30-025-07545) in the SE/4 NW/4 (Unit F) of Section 33 of Township 18 South, Range 38 East, prior to using this well for gas injection.

- (b) Oxy's design for additional injection wells in the expanded Phase I Area of the North Hobbs Unit will provide sufficient casing and cement to prevent the migration of injection fluids out of the proposed injection interval.
- 11. The evidence demonstrates it is prudent to expand the geographic area for the tertiary recovery operations in the Grayburg and San Andres formations underlying the North Hobbs Unit as proposed by Oxy and that expansion of the Phase I Area of the North Hobbs Unit will result in the recovery of additional oil that may otherwise not be recovered and wasted.
- 12. The evidence presented to the Commission demonstrates that Oxy's proposed expansion of the tertiary recovery operations in the Grayburg and San Andres formations underlying the North Hobbs Unit will not pose an unreasonable threat to groundwater, the public health or the environment.
- 13. Oxy's request to expand the geographic area for the injection of CO2, water, and produced gases in the North Hobbs Unit should be approved.
- 14. The well limitation for quarter-quarter sections set forth in NMAC 19.15.15.9(A) does not apply to active tertiary recovery projects and Oxy should be allowed to locate wells closer than 10 feet to a quarter-quarter section line or subdivision inner boundary within the North Hobbs Unit.
- 15. Based on the extensive area of review analysis performed by Oxy, and the previous reviews conducted by Oxy and the Division in connection with previous applications to expand the injection authority in the Phase I Area of the North Hobbs Unit, the Commission finds it is unnecessary to update the existing area of review analysis for a period of five years. However, if any well commences injection operations more than five years after the date of this order, Oxy should submit a statement to the Division that there have been no substantive changes to the area-of-review information submitted, or a statement describing any substantive changes.
- 16. Pursuant to NMAC 19.15.25.13.E, and based on the evidence presented on Oxy's SCADA system and proposed real time pressure monitoring devices, the Commission finds it is appropriate to conduct mechanical integrity tests on temporarily-abandoned wells equipped with real-time pressure monitoring devices once every five years.
- 17. The geologic and other evidence presented demonstrates Oxy should be allowed to set packers in injection wells in the North Hobbs Unit anywhere above the uppermost injection perforations or casing shoes, so long as the packer is set below the top of the Grayburg formation.

- 18. With respect to Oxy's request that its proposed expanded injection authority qualify for the recovered oil tax rate pursuant to the New Mexico Enhanced Oil Recovery Act, the evidence establishes that:
  - (a) Oxy's planned enhanced oil recovery project in the expanded Phase I Area of the North Hobbs Unit should result in the recovery of an additional 54 million barrels of oil that may otherwise not be recovered, thereby preventing waste.
  - (b) The proposed expanded Phase I Area of the North Hobbs Unit has been depleted to the point that it is prudent to apply enhanced recovery techniques to maximize the ultimate recovery of crude oil;
  - (c) The application is economically and technically reasonable and has not been prematurely filed; and
  - (d) The proposed tertiary recovery project meets all of the criteria for certification as a qualified "enhanced oil recovery project" under the Recovery Act and the Rules. NMSA 1978, Section 7-29A-4; NMAC 19.15.6.8.E.
- 19. The proposed tertiary recovery project in the expanded Phase I Area of the North Hobbs Unit will prevent waste, protect correlative rights, and should be approved with certain conditions.

### THE COMMISSION CONCLUDES THAT:

- 1. The Commission is empowered to regulate and permit the injection of natural gas or of any other substance into any pool in this state for the purpose of repressuring, cycling, pressure maintenance, secondary or any other enhanced recovery operations. NMSA 1978, Section 70-2-12(B)(14). The Commission has a further statutory duty to prevent waste and protect correlative rights. NMSA 1978, Section 70-2-11(A).
- 2. Oxy has provided substantial evidence to support the approval of the authority to inject CO2, and produced water and produced gases into the North Hobbs Project Area subject to the conditions provided in this Order, which conditions are necessary to prevent waste and protect correlative rights and public health and the environment.
- 3. The Commission and the Division have the authority to certify "enhanced recovery projects" that are eligible for a "recovered oil tax rate" under the Enhanced Oil Recovery Act, NMSA 1978, Sections 7-29A-1 to -5 (1992) and under the Rules, 19.15.6 NMAC. The North Hobbs Grayburg-San Andres Unit Pressure Maintenance Project, as described by this Order, meets the requirements for certification as an enhanced recovery project and a tertiary recovery project under the Recovery Act and the Rules. The North

Hobbs Project Area shall be designated as the area to be affected by the enhanced recovery project.

### IT IS THEREFORE ORDERED THAT:

- The provisions of this Order shall govern the tertiary recovery project described herein. The provisions of Orders No. R-6199-B, R-6199-C, R-6199-D and R-6199-E remain applicable to the ongoing operations in the North Hobbs Unit, except to the extent that they are inconsistent with this Order.
- Oxy is authorized to expand the geographic area of the current tertiary recovery project in the Phase I Area of the North Hobbs Unit by the injection of CO2, water, and produced gases into the Grayburg and San Andres formations underlying the following acreage:

## TOWNSHIP 18 SOUTH, RANGE 37 EAST, NMPM

Section 13: W/2, SE/4

Section 14: All

Section 23: All

Section 24: All

Section 25: All

Section 26:

E/2NE/4, NW/4 NE/4

Section 36: E/2, E/2 NW/4

### **TOWNSHIP 18 SOUTH, RANGE 38 EAST, NMPM**

Section 17: S/2 NW/4, SW/4

Section 18: NE/4 and S/2

Section 19: All

Section 20: Αli

SW/4, W/2 SE/4, SE/4 SE/4 Section 21:

Section 28: All

Section 29: All

Section 30: All

Section 31:

All Section 32: All

Section 33: W/2, NE/4, W/2 SE/4, and NE/4 SE/4

- The injection of CO2, water and produced gases is authorized for the wells and locations identified on Exhibits "A" and "B" attached to this Order. Application for approval of additional injection wells in the expanded Phase I Area of the North Hobbs Unit shall be filed in accordance with NMAC 19.15.26.8 and may be approved administratively by the Division Director without notice and hearing.
- For any injection well or location identified on Exhibits "A" or "B" to this Order in which tertiary injection operations commence more than five years after the date of this Order, the operator shall submit to the Division either: (i) a statement certifying that there have been no substantive changes in the information furnished in support of the

subject application concerning the status or construction of any well that penetrates the injection interval within the one half (1/2) mile area of review around the injection well; or (ii) a statement describing any substantive changes. This statement shall be submitted to the Division's Santa Fe office within a period no more than twelve months and no less than sixty days before injection operations commence in the well.

- (5) The well limitation for quarter-quarter sections set forth in NMAC 19.15.15.9(A) does not apply to active tertiary recovery projects and Oxy is authorized to locate wells closer than 10 feet to a quarter-quarter section line or subdivision inner boundary within the North Hobbs Unit.
- (6) No limiting gas oil ratio or oil allowable applies to this enhanced oil recovery project.
- (7) The injection wells or pressurization system within the expanded Phase I Area of the North Hobbs Unit shall be equipped with a pressure control device or acceptable substitute that will limit the surface injection pressure to no more than:

1100 psig for injection of water; 1250 psig for injection of CO2; and 1770 psig for injection of produced gases.

- (8) The Division Director may administratively authorize an increase in surface injection pressure upon a showing by the operator that such higher pressure will not result in the fracturing of the injection formation or confining strata.
- (9) The operator shall take all necessary steps to ensure that the injected gases and fluids enter only the Grayburg and/or San Andres formations and are not permitted to escape to other formations or to the surface from injection, production, or plugged and abandoned wells.
- (10) A one-way automatic safety value shall be installed at the surface of all injection wells to prevent flow-back of the injected gas during an emergency, start-up or shut-down operations.
- (11) Injection shall be accomplished through fiberglass-lined tubing and a nickel plated packer. The packer shall be set as close as practical to the uppermost injection perforations or casing shoe (of any open hole completion), so long as the packer set point remains below the top of the Grayburg formation.
- (12) The casing-tubing annulus shall be filled with an inert packer fluid containing biocide and corrosion inhibitors. A gauge or approved leak-detection device shall be attached to the annulus in order to determine leakage in the casing, tubing or packer.
- (13) The operator shall use a special type of cement on all new injection wells that is designed to withstand the corrosive environment. The cement design shall contain

more than three percent (3%) tricalcium aluminate (C3A) in this High Sulfate Resistance (HSR) environment.

- (14) The operator is not required to run a cement bond log on a producing well each time the rods and/or tubing are pulled from the well. However, prior to placing any well on injection, a cement bond log shall be run on said well and copies of all cement bond logs shall be sent to the Division's Hobbs District Office. If any well is found to have inadequate casing cement bond, such measures as may be necessary to prevent leakage or migration of fluids within the wellbore shall be taken before placing the well on injection.
- (15) Prior to commencing injection operations, the casing in each of the injection wells within the expanded Phase I Area of the North Hobbs Unit shall be pressure tested throughout the interval from the surface down to the proposed packer setting depth to assure the integrity of such casing.
- (16) A mechanical integrity test shall be conducted on all injection wells once every two years.
- (17) Pursuant to NMAC 19.15.25.13.E, a mechanical integrity test shall be conducted on all temporarily-abandoned wells equipped with real-time pressure monitoring devices once every five years.
- (18) Injection operations shall be conducted in a closed loop system, and the trucking of fluids is not allowed.
- (19) Oxy shall not commence gas injection operations in the North Hobbs Unit Well No. 231 (API No. 30-025-07545) in the SE/4 NW/4 (Unit F) of Section 33 of Township 18 South, Range 38 East, until Oxy adds additional cement behind the production casing across the fresh water zone and provides a cement bond log to the Division's Hobbs District office.
- (20) The operator shall immediately notify the supervisor of the Division's Hobbs District Office of the failure of any tubing, casing or packer in any of the injection wells, or the leakage of water, oil or gas from or around any producing or plugged and abandoned well within the project area, and shall promptly take all steps necessary to correct such failure or leakage.
- (21) Oxy shall maintain recorded data from its SCADA system for the North Hobbs Unit for inspection by the Division for a reasonable period of time to be determined and agreed upon through consultation between Oxy and the Division's Hobbs District Office.
- (22) The hydrogen sulfide contingency plan for the North Hobbs Unit shall be reviewed and amended as necessary pursuant to NMAC 19.15.11.9.F.

- (23) The North Hobbs Grayburg-San Andres Unit Pressure Maintenance Project is hereby certified as an enhanced oil recovery project and as a tertiary recovery project pursuant to the Recovery Act and Rules, and the expanded Phase I Area of the North Hobbs Unit is designated as the area to be affected by the enhanced oil recovery project. To be eligible for the recovered oil tax credit, the operator shall advise the Division of the date and time CO2 injection commences within the expanded Phase I Area and at that time the Division will certify the project to the New Mexico Taxation and Revenue Department.
- (24) At such time as a positive production response occurs, and within seven years from the date the project was certified to the New Mexico Taxation and Revenue Department, the applicant must apply to the Division for certification of a positive production response pursuant to the Recovery Act, NMSA 1978, Section 7-29A-3 and NMAC 19.15.6.8.E. This application shall identify the area benefiting from enhanced oil recovery operations and the specific wells eligible for the recovered oil tax rate. The Division may review the application administratively or set it for hearing. Based upon the evidence presented, the Division will certify to the New Mexico Taxation and Revenue Department those wells that are eligible for the recovered oil tax rate. Pursuant to NMAC 19.15.6.8.F, Oxy must also report annually to the Division to confirm that the project remains a viable enhanced oil recovery project.
- (25) Jurisdiction of this case is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on this 22nd day of May, 2014.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

ROBERT BALCH, Member

TERRY WARNELL, Member

JAMI BAILEY, Chair

SEAL

Exhibit A

List of Proposed Project Injectors by Qtr/Qtr Section

			Surface	Location		<del>,</del>		
	<b>i</b>	<del></del>	1	Township &	Vootage		i 1	
Well Name	API Number	Section	Unit Letter	Range	Location	Injection Interval	Proposed Injectant	
TBD	TBD	34	A	18-5 ; 37-€	TBO	3698" - 4500"	Produced Gas/CO2/Water	
TBD	TBD	14 .	8	18-5; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	TBD	14	С	18·5 ; 37·E	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	TBD	14	0	18·5; 37-€	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	TBD	14	E	18-5;37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	TBD	14	F	18-5;37-€	TED	3698' - 4500'	Produced Gas/CO2/Water	
TED	TBD	14	G	18-5; 37-£	TBD	3698" - 4500"	Produced Gas/CO2/Water	
C87	TBD	14	н	18-5 ; 37-E	TEO	3598' - 4500'	Produced Gas/CO2/Water	
TBD	TBD	14	1	18-5 ; 37-€	180	3698' - 4500'	Produced Gas/CO2/Water	
TBO	TBO	14	J	18-5 ; 37-E	TBD	3598' - 4500'	Produced Gas/CO2/Water	
OST	TED	14	K	18·5 : 37·E	TBD	3698 - 4500	Produced Gas/CO2/Water	
TBO	TAD	14	L	18-5 : 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	TBD	14	М	18-5 ; 37-E	TBD	3598' - 4500'	Produced Gas/CO2/Water	
TBO	180	14	N	18-5 ; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TED	TBD	14	0	18-5 ; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	TAD	14 .	Ρ	18-5 : 37-4	TBD	3698' - 4500'	Produced Gas/CO2/Water	
,TBO	TBD	23	1 A	18-5 : 37-€	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	TBD	23	8	18-5 : 37-€	TBD	3698' - 4500'	Produced Gas/CO2/Water	
T80	TBD	23	_ с	18-5:37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	TED	23	0	18-5:37-€	TBD	3598' + 4500'	Produced Gas/CO2/Water	
TED	TBD	23	E	18-5;37-E	TED	3695' - 4500'	Produced Gas/CO2/Water	
TED	TBD	23	f	18-5:37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	TBD	23	G	18-5;37-€	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	TBO	23	Н	18-5 ; 37-€	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBO	180	23	' -	18-5 ; 37-E	TED	3698 - 4500	Produced Gas/CO2/Water	
TBD	·TBO	23		18-5 ; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TED	TBD	23	K	18-5; 37-€	TBD	3698" - 4500"	Produced G2s/CO2/Water	
TBD	TBD	23	<u> </u>	18-5 ; 37-€	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	TBD	23	M	18-5;37-€	TBD	3598' - 4500'	Produced Gas/CO2/Water	
TBD	16D	23	N	18-5 ; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	TBD	23	0	18-5 ; 37-€	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	780	23	P	18-5 ; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	TBO	26	Α	18-5; 37-E	TBD.	3698' - 4500'	Produced Gas/CO2/Water	
180	780	26	8	18-5 : 37-2	TBD	3698' - 4500'	Produced Gas/CO2/Water	
180	180	26	н	18-5 ; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	TBD	13	c	18-5 : 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	TBD	13		18-5 ; 37-€	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	TBD	13		18-5;37-€	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	T80	. 13	F .	18-5 ; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	180	13	<u> </u>	18-5 : 37-€	TBD	3698' - 4500'	Produced Gas/CO2/Water	
· TBD	TBD	13.	<del></del>	18-5;37-€	TBD	3698' - 4500'	Produced Gas/CO2/Water	
780	T60	13	K .	18-5 : 37-€	TBD	3698' - 4500'	Produced Gas/CO2/Water	
TBD	TBD	13	L	18-5; 37-6	TBD	3698' - 4500'	Produced Gas/CO2/Water	

Page 1 of 4

Exhibit A List of Proposed Project Injectors by Qtr/Qtr Section

$\overline{}$		1			<u> </u>		
			Musc	Location Township &	Footage		
Well Name	ADI Number	Section	Unit Letter	Range	Location	Injection Interval	Proposed Injectant
						acont acont	0
TBO	18D 18D	13	M	18-5;37-€	TBD	3698' - 4500' 3698' - 4500'	Produced Gas/CO2/Water
TBD	180	13	0	18-5; 37-E 18-5; 37-E	180	3698' - 4500'	Produced Gas/CO2/Water Produced Gas/CO2/Water
	180	13			TBD	3698' - 4500'	
TBD	180	24.	A	18-5;37-€	TBD	3698 - 4500	Produced Gas/CO2/Water
		24.	8	18-5;37-€	TRO		Produced Gas/CO2/Water
TBD	180			18·5 ; 37·€		3698' - 4500'	Produced Gas/CO2/Water .
TBD	180	24		18-5 ; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water
TBD	180	24		18-5 ; 37-E	122	3698' - 4500'	Produced Gas/CO2/Water
TBD	180	24	E	18·5 ; 37·E	TBD	3698' - 4500'	Produced Gas/CO2/Water
TBD	18D	24	F	18-5 ; 37-E	TBD	3698' - 4500"	Produced Gas/CO2/Water
TBD	180	24	G	18-5 ; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water
TBD	180	24	н	18-5 , 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water
TBD	180	24	-	18-5 ; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water
CAT	180	24	٦,	18-5 ; 37-€	TBD	3698' - 4500'	Produced Gas/CO2/Water
TBD	180	24	K	18-5 : 37-€	TBD	3698' - 4500'	Produced Gas/CO2/Water
TBO	180	24	L	18-5 ; 37-E	TBD	3698',-4500'	Produced Gas/CO2/Water
TBD	180	24	М	18-5 : 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water
TBD	180	24	N	18-5 ; 37-E	TED	3698' - 4500'	Produced Gas/CO2/Water
TBD	. TBD	24	0	18-5 ; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water
TBD	180	24	ρ	18-5; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water
TBD	180	25	Α	18-5 ; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water
TED	18D	25	B	18-5; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water
TBD	180	25	٠	18-5 ; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water
TBD	180	25	0	18-5;37-E	TBO	3698' - 4500'	Produced Gas/CO2/Water
TBD	180	25	€	18-5 ; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water
TBD	180	25	F	18-5 ; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water -
TBD	TBD	25	G	18-5 ; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water
TBD	180	25	н	18-5 ; 37-E	TBD	3698" - 4500"	Produced Gas/CO2/Water
180	180	25		18-5;37-€	TBD	3698" - 4500"	Produced Gas/CO2/Water
180	T80	25	1	18-5 ; 37-E	TBD	3598' - 4500'	Produced Gas/CO2/Water
TBD	180	25	K	18-5;37-€	TBD	3698" - 4500"	Produced Gas/CO2/Water
TBD	, 180	25		18-5;37-€	TBD	3698' - 4500'	Produced Gas/CO2/Water
180	TBD	25	м	18-5 ; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water
TBD	TBD	25	N	18-5;37-€	TAD	3698' - 4500'	Produced Gas/CO2/Water
TBD	TBD	25	0	18-5;37-€	TBD	3598' - 4500'	Produced Gas/CO2/Water
TBD	CBY	25	•	18-5;37-€	TBD	3698" - 4500"	Produced Gas/CO2/Water
780	180	36	. А	18-5;37-€	TBO	3698' - 4500'	Produced Gas/CO2/Water
180	180	36	8	18-5;37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water
TBD	780	36	C	18-5 ; 37-€	TBD	3698' - 4500'	Produced Gas/CO2/Water
TBD	180	36	F	18-5; 37-£	TBD	3698' - 4500'	Produced Gas/CD2/Water
TBD	780	36	G	18-5; 37-E	TBD	3698' - 4500'	Produced Gas/CO2/Water
180	TBD	36 '	н	18-5;37-€	TBD	3698" - 4500"	Produced Gas/CO2/Water
TBO	TBD	36		18-5;37-€	TBD	. 3698' - 4500'	Produced Gas/CO2/Water

Exhibit A
List of Proposed Project Injectors by Qtr/Qtr Section

		П	Surface	Location			
Well Name	API Number	Section		Iownship &	effettoos	· Intertion interval	Proposed Infection
180	180	. 36	' '	3-51:37-6	180	3698' - 4500'	Produced Gas/CO2/Water
180	OBL	Ħ	×	38.5;38.6	180	3698' - 4500'	Produced Gas/CO2/Water
<b>JBD</b>	780	91	2	3-8t; 2-8t	780	3698' - 4500'	Produced Gas/CO2/Water
180	780	81	0	3-62:5-81	180	3698 - 4500	Produced Gas/CO2/Water
180	180	16	P	.18·5; 3J-E	180	3698' - 4500'	Produced Gas/CO2/Water
180	OBT	9	>	3-65:5-81	180	3698' - 4500'	Produced Gas/CO2/Water
ğ	OBL OBL	51	•	3-EE : S-81	<b>CB1</b>	3698 - 4500	Produced Gas/CO2/Water
ğ	ag B	9	^	18-5 ; 38-6	780	3698 - 4500"	Produced Gas/CO2/Water
780	180	5	-	3-82; 2-81	180	3698' - 4500'	Produced Gat/CO2/Water
180	081	61		3-8K: 5-81	CML	.005r - 869E	Produced Gas/CO2/Water
780	080	61	-	3-88; 5-81	180	3698 - 4500	Produced Gas/CO2/Water
180	780	61	9	3-8E : S-81	, 180	3698* - 4500	Produced Gas/CO2/Water
780	180	61	Ξ	18-5;38-€	180	3698 - 4500	Produced Gas/CO2/Water
180	180	61	2	3-86:5-81	087	3698* - 4500	Produced Gas/CO2/Water
OΒΓ	180	19	,	18-5;38-€	087	3698" - 4500"	Produced Gas/CO2/Water
CBJ	TBD	30	0	18-5 : 38-6	CBL	3698' - 4500'	Produced Gas/CO2/Water
OΩΠ	180	36	3	18-5 : 38-6	œ	3698 - 4500	Produced Gas/CO2/Water
780	TBLD	30	ŕ	18-5 : 38-E	180	3698' - 4500'	Produced Gas/CO2/Water
180	160	30		18·5;38·E	TBO	3698' - 4500'	Produced Gas/CO2/Water
780	TBD	g	1	18-5; 38-6	160	3698" - 4500"	Produced Gas/CO2/Water
TΒΦ	180	ø	K	18-5 ; 38-6	180	3698" - 4500"	Produced Gas/CO2/Water
790	186 8	ğ	_	18·5 : 38·E	780	3698 - 4500	Produced Gas/CO2/Water
786 087	T B	ಕ	ĸ	10-5 ; 30-6	īg	3698" - 4500"	Produced Gas/CO2/Water
780	186	ä	z	18-5 ; 38-6	큠	3698 - 4500*	Produced Gas/CD2/Water
78	ĕ	ឧ	٥	18-5; 38-6	ij.	3698 - 4500	Purchased CO2/Water
780	780	8	,	18-5:38-6	TBD	3698' 4500'	Purchased CO2/Water
g	780	2	>	18-5:38-6	180	3698 - 4500	Purchased CO2/Water
7	ā	z	-	18.5:38-6	ğ	3698' - 4500'	Purchased CO2/Water
780	780	11	C	18-5 ; 38-€	780	3698 - 4500	Produced Gas/CO3/Water
Ē	īg	=		18-5:38-6	780	3698' - 4500'	Produced Gas/CO2/Water
186	180	=	~	18·5 : 38·E	īg	3698 - 4500	Produced Gas/CO2/Water
īg	ă	×	7	19.5 : 39-6	īg	3698" - 4500"	Produced Gas/CO2/Water
780	ğ	۳	6	18-5 : 38-€	ī	3698 - 4500	Purchased CO2/Water
180	T80	=	Ī	18-5 ; 38-E	īğ.	3698' - 4500"	Purchased CO2/Water
780	780	=	-	18·5 ; 38·E	Ē	3698' - 4500'	Purchased CO2/Water
180	ğ	۳	-	18-5 : 38-6	ğ	3699 - 4500	Purchased CO2/Water
룡	Ē	12	_	18-5 : 38-€	ğ	3698' - 4500'	Produced Gas/CO2/Water
180	7BD	11	_	18-5 : 38-8	188	3698 - 4500	Produced Gas/CO2/Water
180	TE T	31	3	18-5 ; 38-€	Tgg	3698' - 4500'	Purchased CO2/Water
780	180	31	2	18-5 : 38-6	180	3698' - 4500"	Purchased CO2/Water
180	18D	11		18-5;38-E	g	3698' - 4500"	Purchased CO2/Water
189	780	31	•	18.5:38-6	Ē	3698' - 4500'	Purchased CO2/Water
TBD .	īg	F	_	18-5; 38-6	ğ	3698 - 4500	Purchased CO2/Water

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Exhibit A
Ust of Proposed Project Injectors by Qtr/Qtr Section

	API Number		Surface	Location	1		Proposed injectant
Well Hame		Section	Unit Letter	Township & Range	Footage Location	Injection Interval	
والماصاف والا	4	AMAGE:	大いのことが	PERMIT INC. IN	1412	S. ANI AMERICAN MAN	PARTY CONTRACTOR
TBD	TBD	17	В.	18-5 ; 38-€	180	3698' - 4500'	Purchased CO2/Water
TBD	TBD	ינ	٣٠.	18-5 ; 38-E	TBD	3698' - 4500'	Purchased CO2/Water
TBD	TBD	17	М	18-5 ; 38-€	TBD	3698' - 4500'	Purchased CO2/Water
TBD	TBD	17	N	16-5;38-E	TSD	3698' - 4500'	Purchased CO2/Water
TBD	TBD	20	·	18-5 ; 38-€	TBD	3698" - 4500"	Purchased CO2/Water
TBD	TBD	20	0	18-5; 38-E	TBD	3698" - 4500"	Produced Gas/CO2/Water
TBD	TBD	20	E	18-5;38-E	TBD	3698" - 4500"	Produced Gas/CO2/Water
TBD	TBD	20	F	18-5 ; 38-E	TBD	3698' - 4500'	· Purchased CO2/Water
TBD	TBD	30	L	18-5 ; 38-€	TBD	3698" - 4500"	Produced Gas/CO2/Water
NHU-29A	TBD	29		18-5 ; 38-E	TBD	3698' - 4500'	Purchased CO2/Water
NHU-28A	TBD	28	K	18-5; 38-E	TBO	3698' - 4500'	Purchased CO2/Water
MHU-288	TBD	28		18-5 ; 38-E	TBO	3698" - 4500"	Purchased CO2/Water

Page 4 of 4

Exhibit B
List of Proposed Project Injectors (Existing Wells)

				Surface Loca	tion			•
Well Name	API Number	Section	Unit Letter	Township & Range	Footage Location	Current Status	Injection Interval	Proposed Injectant
NHU 28-231	30-025-07421	28	ĸ	18-5 ; 38-E	1325' FsL & 1325' FWL	Water injector	3698' - 4500'	Purchased CO2/Water
MHU 28-232	30-025-28882	28	K	18-5; 38-E	2300 FSL & 1350 FWL	Water Injector	3698' - 4500'	Purchased CO2/Water
NHU 33-422	30-025-28268	33	н	18-5 ; 38-E	2181 FNL & 498 FEL	Water Injector	3698' - 4500'	Purchased CO2/Water
NHU 33-432	30-025-28269	33	-	18-5; 38-E	1842 FSL 8 1029 FEL	Water Injector	3698' - 4500'	Purchased CO2/Water
NHU 32-431	30-075-07537	12	-	18-5 ; 38-E	2310 FSL & 330 FEL	Water Injector	3698' - 4500'	Purchased CO2/Water
NHU 32-432	30-025-26974	32	-	18-5; 38-E	1400 FSL & 1300 FEL	Water Injector	3698' - 4500'	Purchased CO2/Water
MHU 32-132	30-025-27139	32	7	18-5; 38-€	1400 FSL & 1300 FWL	Water Injector	3698" - 4500"	Purchased CO2/Water
10:EU 32-142	30-025-28265	32	M	18-5; 38-E	610 FSL & 1210 FWL	Water Injector	3688" - 4500"	Purchased CO2/Water
NHU 32-341	30-025-07539	32	٥	18-5 ; 34-E	330 FSL & 2310 FEL	Water Injector	3538 - 4500	Purchased CO2/Water
NHU 32-342	30-025-28266	32	0	18-5 ; 38-E	457 FSL & 1437 FEL	Water Injector	3698' - 4500'	Purchased CO2/Water
KHU 33-342	30-025-28267	33	٥	18-5 ; 38-E	125 FSL & 2730 FWL	Water Injector	3698" - 4500"	Purchased CO2/Water
MHU 31-441	30-025-07498	31	P	18-5; 38-E	330 FSL & 330 FEL	TA	3698' - 4500'	Purchased CO2/Water
NHU 33-142	30-025-28411	33	М	18-5 ; 38-E	1250 FSL & 185 FWL	Water Injector	3698' - 4500'	Purchased CO2/Water
NHU 33-312	30-023-29199	33	В	18-5 ; 38-€	151 FML & 1702 FEL	Water Injector	3698' - 4500'	Purchased CO2/Water
NHU 33-211	30-025-07564	33	c	18-5 ; 38-E	330 FNL & 2310 FWL	Water injector	3698' - 4500'	Purchased CO2/Water
NHU 33-212	30-025-29026	33	С	18-5 ; 38-€	205 FNL & 1420 FWL	Water Injector	3698' - 4500'	Purchased CO2/Water
1 33-222	30-025-26975	33	F	18-5 ; 38-€	1520 FNL & 1470 FWL	Water Injector	3598' - 4500'	Purchased CO2/Water
A 33-322	30-025-27169	33	G	18-5 ; 38-E	1435 FML & 1670 FEL	Water Injector	3698" - 4500"	Purchased CO2/Water
NHU 33-323	30-025-28951	33	G	18 S ; 38 E	2525 FML & 1453 FEL	Produce:	3693' - 4500'	Purchased CO2/Water
NHU 33-534	30-025-34373	33	1	18-5 ; 38-E`	2415 FSL & 2200 FEL	Water Injector	3698" - 4500"	Purchased CO2/Water
MHU 33-231	30-025-07545	33	+	18-5 ; 38-E	2310 FSL & 1320 FWL	Water Injector	36:28" - 4500"	Purchased CO2/Water
NHU 33-232	30-025-27169	33	K	18-5 : 38-E	1435 FML & 1670 FEL	Water Injector	3698' - 4500'	Purchased CO2/Water

# I/ III\_

- LEW'S			9/201			
Sure Care		w Checklist: Rec	eived Add. Requ			Suspended [Ver 15]
	ORDER TYPE: WF	X PMX SWD Num	iber: Orde	er Date:	Legacy Perm	its/Orders: N-6/99-F
Well No.	/// Well Name(	(s): NUNTL	HU665	(-15	A	#
	<u> </u>	) <u></u>	#SCP+ 9,1	932	2	
PI : 30-0	30=~~	Spud Date		New or Old	: (UIC Class I	II Primacy 03/07/1982) —
ootages 3	330FW	Lot	or Unit 🚺 Sec 🥒	O Tsp /	<b>85</b> Rge <b>58</b>	County Le
General Locatio	n: Hobbs	City Lin	.: + S Pool:	Sen Sim Li	Andres -	Pool No.: 3/420
			1 .			tact: April Hood
COMPLIANCE I	RULE 5.9: Total Wel	ls: 1 Inactive	: <b>_/</b> Fincl Assur:_	OK COMP	l. Order?	5.9 OK? VDate: 10-06-24
		Status:	, .			/
				· · ·		<b>J</b> .
VELL DIAGRA	INIS: NEW: Proposed	or RE-ENTER: E	Before Conv. After (	Conv. ()	Logs in Imaging:	7
lanned Rehab	Work to Well:				· · · · · · · · · · · · · · · · · · ·	
Well Const	ruction Details	Sizes (in)	Setting		Cement	Cement Top and Determination M ethod
•	_or ExistingSurface	Borehole / Pipe	Depths (ft)	Stage Tool	Sor Cf 200	Surface/CALC
	xistingInterm/Prod	1. 4	2796		.5-20	1355 /CALO
	xistingInterm/Prod		4316		20	2781/CAZC
	Existing Prod/Liner	4 36.43	, 4238		345	Surpaco   CALL
Planne	ed_or ExistingLiner	3 1 1 2	11/ 4365		50	3773/64/-6
Planned_or i	Existing _ OH / (EB)F	414/427		Inj Length		letion/Operation Details:
	stratigraphic Units:	9, 11, 10, 1	njection or Confining	Tops	-	<b>8 €</b> PBTD
<del></del>	Litho. Struc. Por.		Units	10,00		NEW PBTD
<del></del>	: Litho. Struc. Por.		•			) or NEW Perfs (
	ed Inj Interval TOP:					in Inter Coated?
Proposed In	j Interval BOTTOM:				Proposed Packer D	lepth ft
Confining Unit:	: Litho. Struc. Por.					(100-ft limit) \$\mathcal{T}\$ 47.47
	Litho. Struc. Por.		<u> </u>		·	face Press psi
		and Geologic Info			<del></del>	(0.2 psi per ft)
						NW: Cliff House fm
FRESH WAT	ER: Aquifer/#	TILSSIC	Max Depth 36	<u>v                                    </u>	O AFFIRM STATEME	ENT By Qualified Person
				``		s? FW Analysis
Disposal Fluid	d: Formation Source	(s) produce	Analys	is?	On Lease O Opera	ator Only Or Commercial O
						System: Closed or Open
		, ,				_ 2-Mile Radius Pool Map ()
_		.1				Horizontals?
	•	$\neg  op  op$		_	<del></del>	<del></del>
						Diagrams?
		11.	on which well(s)?			Diagrams?
NOTICE: Nev	wspaper Date	Mineral C	OwnerMA	Surface	Owner /V///	N. Date
RULE 26.7(A):	Identified Tracts?	Affected Pers	ons:			N. Date
Order Condi	tions: Issues:					·
dd Order Cor	nd:					



# C-108 Review Checklist: Area Order

Supplemental Checklist for Multiple Well Application

ORDI	ER TYPE: WFX / PMX	Number:	SUPPL	EMENTAL PAGE	of
	Relevant Heari	ng Order(s):			
MULTIPLE WELL APPLICATION	I of II Well	l NoWell Name	(s): Nu	rths Hob	es unit 9234
API: 30-0 25 3 10 \$ 7 2 1/1/ F 5 1 Footages B 7 1/6/ F 2 4	MIFME	or Unit Sec 🚣	 Tsp	7 Rge _ 3¢	County
WELL FILE REVIEWED Curre	ent Status:	と 37	2 15	\$ 33°	
WELL DIAGRAMS: NEW: Propos		Before Conv. ( ) After Co	onv. C	ogs in Imaging:	
Planned Rehab Work to Well:	_				
Well Construction Details	Sizes (in) Borehole / Pipe	Setting Depths (ft)		Cement Ex or Cf	Cement Top and Determination Method
Planned _or Existing _ <b>Surf</b> a	ice 13/4/478	1600	Stage Tool	950	Surren
Planned_or Existing interm/Pr	od 8 3/21/7'	4200	ļ	1100	Seven
Planned_or Existing _Interm/Pr	<del></del>				
Planned_or Existing Prod/Li					
Planned_or ExistingLi	<del>                                    </del>	(مر	Inj Length	Hydrologic Inf	ormation and AOR Well
Planned_or ExistingOHPE	TI / UM	71/2)	1674	Mall Summa	ov on Covershoot
Completion/Operation Details:	Drilled TD 703	7 7 PETD 7/376	_NEW TO	NEW P	BTD
NEW Open Hole Or NEW Perfs	Tubing Size 4	in. Coated? Y Prop.	Packer Dept	hft Min. [	BTD
Proposed Max. Surface Press	psi Admin.	Inj. Press. 600 (0	.2 psi per ft	) ANY AREA IPI AP	PROVAL:
Specific Requirement(s) for Wel	8/3->1770 1: 11 e eds	Cyment	~ WB	$\not$	
MULTIPLE WELL APPLICATION	TI - TI Wall	No. Wall Name	N KIUN	214 Hub	LUSS UCA
API: 30-0_2-5-350	Ven				1
(5)1574F54	GIT LOS				Primacy 03/07/1982)
Footages YSYFE 4	- GITOTT TOT	Or Unit	7Tsp	Rge _ 5 / 3 / 6	County Leg
WELL FILE REVIEWED () Curre	'' [ ]				
WELL DIAGRAMS: NEW: Propos	ed or RE-ENTER:	Before Conv. After Co	onv. O	igs in Imaging:	<u> </u>
Planned Rehab Work to Well:			·		
Well Construction Details	Sizes (in)	Setting	٠,١	Cement	Cement Top and
Plannedor ExistingSurfa	Borehole / Pipe	Depths (ft)	Stage Tool	(Sydr Cf	Determination Method
Planned or Existing Interm/Pr		444 Lint Justan	3071×	1400	541Per 10184
Planned_or ExistingInterm/Pr	<u> </u>	पुन्न ६८ म ४३ ५०३ स	30/19	1600	Suren/Viscal
Planned_or Existing _ Prod/Lir					
Planned_or ExistingLir				<del></del>	
Planned_or Existing6H/PE	RF CHENT	1463	In Length		ormation and AOR Well by on Coversheet
Completion/Operation Details:	Drilled TD 6445	4 DPBTD 6382	NEW TD		
NEW Open Hole or NEW Perfs	Tubing Size	イでり Vin Coated? Prop. I	Packer Depti	h ft Min. D	epth WW (100-ft limit)
Proposed Max. Surface Press.	Serve AS AL psi Admin.	Inj. Press (0	.2 psi per ft	) ANY AREA IPI AP	PROVAL: 1615
Specific Requirement(s) for Wel	1:				