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

APPLICATION OF WATERBRIDGE STATELINE LLC TO APPROVE SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO.

CASE NO. 24569

NOTICE OF REVISED EXHIBIT PACKET

Waterbridge Stateline, LLC ("Waterbridge") hereby provides notice that it is submitting a revised exhibit packet for Case No. 24569. Pursuant to the Technical Examiner's instruction at the June 27, 2024 hearing in this matter, Waterbridge has made the following revisions:

- Included statement regarding lack of appropriate offsets SRTs and commitment to undertake SRT to calculate maximum and average injection rates (see page 13 with added language highlighted in yellow);
- Attachment 3: Revised to include additional analyses pertaining to source water, showing cation and anions levels and also a statement that the water analysis report shows the produced water stream is less than 0.00% H2S (see pages 28 and 29 to 31 of revised exhibit packet).
- Attachment 4: Revised to include a statement, highlighted in yellow, that Waterbridge agrees to collect one formation water sample for analysis during drilling operations given that no Glorieta data addressing H2S, cations, or anions is available within a ¹/₂ mile.
- Attachment 5: Revised to add a document entitled "Reservoir Characteristics at the FPNM SWD #1" which includes an analysis of porosity and resistivity of the upper and lower confining zones (see pages 35-36 of revised exhibit packet). This additional

document also includes a statement from Waterbridge that Waterbridge will run a mud

log on the FPNM SWD #1 as there is no current mud log data available within ¹/₂-mile.

Waterbridge will provide that mud log to the Division.

Respectfully submitted,

By: Dema M. Bennett

Deana M. Bennett Earl E. DeBrine, Jr. Yarithza Peña Post Office Box 2168 500 Fourth Street NW, Suite 1000 Albuquerque, New Mexico 87103-2168 Telephone: 505.848.1800 Deana.bennett@modrall.com Earl.debrine@modrall.com Yarithza.pena@modrall.com Oil Conservation Division Examiner Hearing June 27, 2024* Case No. 24569



* Revised as of August 26, 2024 Per Technical Examiner's Request

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

APPLICATION OF WATERBRIDGE STATELINE LLC TO APPROVE SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO.

CASE NO. 24569

TABLE OF CONTENTS

Exhibit A: Affidavit of Oliver Seekins

• Exhibit A-1: Application and C-108 *

Exhibit B: Affidavit of Thomas Tomastik

Exhibit C: Affidavit of Reed Davis

Exhibit D: Self-Affirmed Statement of Deana Bennett re Notice

- Exhibit D-1: Sample Notice Letter
- Exhibit D.2: Mailing List of Interested Parties
- Exhibit D.3: Certified Mailing Tracking List
- Exhibit D.4: Affidavit of Publication

* Revised C-108 submitted per Technical Examiner's request and changes outlined in Notice of Revised Exhibit Packet

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

APPLICATION OF WATERBRIDGE STATELINE LLC TO APPROVE SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO.

CASE NO. 24569 (FPNM SWD #3)

AFFIDAVIT OF OLIVER SEEKINS

Oliver Seekins, of lawful age and being duly sworn, declares as follows:

1. My name is Oliver Seekins. I work for ALL Consulting as a Project Manager/Regulatory Specialist. I have been retained by WaterBridge Stateline LLC ("WaterBridge") (OGRID No. 330129).

2. I personal knowledge of the matters stated herein.

3. I have previously testified before the Oil Conservation Division ("Division") as an expert witness in regulatory matters and permitting salt water disposal wells. My credentials as an expert in regulatory matters and permitting salt water disposal wells have been accepted by the Division and made a matter of record.

4. My area of responsibility includes the area of Lea County in New Mexico.

5. I am familiar with the application WaterBridge filed in this matter and I am familiar with the status of the lands in the subject area.

6. **Exhibit A-1** is the hearing application in Case No. 24569 that WaterBridge filed with the Division. The application includes the Form C-108, attached as Exhibit A to the Application. In preparing for this hearing, I have reviewed the C-108 and did not identify any changes that require amending the C-108 or affect the accuracy of statements in the C-108.

(ſ	EXHIBIT	
	tabbies'	Ą	
No.	2456	69 Revised Ex	hibit Packet

Released to Imaging: 8/27/2024 11:35:01 AM

7. In this case, WaterBridge seeks authorization to inject produced water into the Glorieta Sandstone formation through the FPNM SWD #3 well at a surface location 2512' from the North line and 1133' from the west line, Lot 2, Section 29, Township 26 South, Range 38 East, NMPM, Lea County, New Mexico.

8. WaterBridge seeks authority to inject produced water into the Glorieta Sandstone formation at a depth of approximately 5,400 feet to 5,775 feet.

9. WaterBridge requests that the Division approve a maximum daily injection rate for the well of 20,000 bbls per day.

10. The well will be a commercial well, and WaterBridge intends to commence drilling the Well as soon as reasonably possible after receiving the injection order and commence injection within 1-year of receiving the approved injection order or an approved NMOCD authorization to inject extension.

11. Attachment 2 in Exhibit A-1 include a map that identifies wells within 2 miles of the Well.

12. As noted in Attachment 2, there are two plugged wells within a half-mile of the Well, but neither well penetrates the proposed injection zone.

13. Attachment 2 identifies the operators, lessees, mineral and surface owners within two miles of the Well.

14. I also reviewed whether there are any fresh water wells within a mile of the Well.I did not find any freshwater wells within one mile of the Well, as noted in Attachment 6 to ExhibitA-1.

15. I provided notice information to WaterBridge's counsel based on OCD's regulations, in Rule 19.15.26.8(B), which require notice to the surface owner and to each leasehold

2

No. 24569 Revised Exhibit Packet 4

operator, and to any other affected person as that term is defined Rule 19.15.2.7(8). The notice party information is included in Attachment 9 to Exhibit A-1.

16. It is my opinion that WaterBridge undertook a good faith effort to locate and identify the correct parties and valid addresses required for notice.

17. In my opinion, the granting of WaterBridge's application is in the interests of conservation and the prevention of waste. The Well will provide much needed capacity for produced water, which will, in turn, support oil and gas operators' ability to produce oil and gas.

18. The attached exhibits were prepared by me, or compiled from company business records, or were prepared at my direction.

19. I attest under penalty of perjury under the laws of the State of New Mexico that the information provided herein is correct and complete to the best of my knowledge and belief.

[Signature page follows]

State of Utah

County of Washington

This record was acknowledged before me on June 162024, by Oliver Seekins.



Notary Public in and for the State of Utah Commission Number: <u>124658</u>

My Commission Expires: 3/9/2027

Received by OCD: 8/26/2024 2:12:13 PM Received by OCD: 5/14/2024 4:15:57 PM

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

APPLICATION OF WATERBRIDGE STATELINE LLC TO APPROVE SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO.

CASE NO. 24569

APPLICATION

WaterBridge Stateline LLC ("WaterBridge"), OGRID No. 330129, through its undersigned attorneys, hereby submits this application to the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-12, Rule No. 19.15.26, and Rule 19.15.4.8 for an order approving drilling of a salt water disposal well in Lea County, New Mexico. In support of this application, WaterBridge states as follows:

WaterBridge proposes to drill the FPNM SWD #3 well at a surface location 2,512'
 from the North line and 1,133' from the West line, Lot 2, Section 29, Township 26 South, Range
 38 East, NMPM, Lea County, New Mexico for the purpose of operating a produced water disposal well.

(2) WaterBridge seeks authority to inject produced water into the Glorieta Sandstone formation at a depth of approximately 5,400 feet to 5,775 feet.

(3) WaterBridge requests that the Division approve a maximum daily injection rate for the well of 20,000 bbls per day.

(4) WaterBridge requests approval of a maximum injection pressure of 1,080 psi for the well.

(5) A proposed C-108 for the subject well is attached hereto as Attachment A.



Released to Imaging: 5/21/2024 2:34:26 PM Released to Imaging: 8/27/2024 11:35:01 AM (6) The granting of this application will avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.

WHEREFORE, WaterBridge requests that this application be set for hearing before an Examiner of the Oil Conservation Division on June 13, 2024; and that after notice and hearing, the Division enter its order approving this application.

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

By: Weina M Bennett

Earl E. DeBrine, Jr. Deana M. Bennett Yarithza Peña Post Office Box 2168 500 Fourth Street NW, Suite 1000 Albuquerque, New Mexico 87103-2168 Telephone: 505.848.1800 <u>edebrine@modrall.com</u> <u>deana.bennett@modrall.com</u> <u>yarithza.pena@modrall.com</u> *Attorneys for Applicant*

CASE NO. <u>24569</u>: Application of WaterBridge Stateline LLC for approval of a salt water disposal well in Lea County, New Mexico. Applicant seeks an order approving disposal into the Glorieta Sandstone formation through the FPNM SWD #3 well at a surface location 2,512' from the North line and 1,133' from the West line, Lot 2, Section 29, Township 26 South, Range 38 East, NMPM, Lea County, New Mexico for the purpose of operating a produced water disposal well. Applicant seeks authority to inject produced water into the Glorieta Sandstone formation at a depth of approximately 5,400 feet to 5,775 feet. Applicant further requests that the Division approve a maximum daily injection rate for the well of 20,000 bbls per day. Said area is located approximately 9.20 miles Southeast of Jal, New Mexico.

Add lists war resconserver were devious and the same resconserver were devious and the same rescale were devious and the same rescale were devious and the same rescale were deviced and the same rescale and the rescale and the same rescale and the same rescale and the same rescale and the same rescale and the rescale	RECEIVED:	REVIEWER:	TYPE:	APP NO:	
NEW MEXICO OIL CONSERVATION DIVISION			ABOVE THIS TABLE FOR OCD D	IVISION USE ONLY	
ADMINISTRATIVE APPLICATION CHECKLIST THIS CHECKISTIS MANIDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR FACEPTIONS TO DUMBON RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SAMILAFE Applicant: OGRID Number: Vell Name: API: iool: Pool Code: SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION: Check those which apply for [A] A. Location - Spacing Unit - Simultaneous Dedication INSL INSP (PROJECT APEA) B. Check one only for [1] or [11] [1] Commingling - Storage - Measurement III Ipiection - Disposal - Pressure Increase - Enhanced Oil Recovery WFX WFX PMX SWD WFX PMX SWD A. Offset operators or lease holders Notification and/or concurrent approval by SLO E. Notification and/or concurrent approval by BLM 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 notification. Note: Statement must be completed by an individual with managerial and/or supervisory capacity.		NEW MEXIC - Geologic 1220 South St. Fr	CO OIL CONSERV Cal & Engineering ancis Drive, Sant	ATION DIVISION g Bureau – a Fe, NM 87505	CONTROL NEW MARKS
HIS CHECKLIST IS KANDONOW YOR ALL ADMINISTIATIVE APPLICATIONS FOR EXCEPTIONS TO DWISION RULES AND REGULATIONS WHICH REQURE PROCESSING AT THE DIVISION LEVEL IN SANTA TE Applicant:		ADMINISTR	ATIVE APPLICATI		
Applicant: OGRID Number: Yell Name: API: Yool: API: Yool: Pool Code: SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATI INDICATED BELOW 1) TYPE OF APPLICATION: Check those which apply for [A] A. Location - Spacing Unit - Simultaneous Dedication [NSL NSP@recurcit_AELA [NSL NSP@recurcit_AELA [I] Commingling - Storage - Measurement [DHC IDTF [I] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery [WFX PMX [WFX PMX SWD [II] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery [WFX PMX [WFX PMX SWD [WFX PMX SWD [Notification and/or concurrent approval by SLO E. Application requires published notice D. [Sufface owner G. For all of the above, proof of notification or publication is attached, and/or, H. [Sufface owner G. For all of the above, proof of notification or publication is attached, and/or, H. [Sufface owner G. For all of the above, proof of notifica	THIS CI	HECKLIST IS MANDATORY FOR AL REGULATIONS WHICH RE	L ADMINISTRATIVE APPLIC	ATIONS FOR EXCEPTIONS TO DIVI DIVISION LEVEL IN SANTA FE	sion rules and
API	Applicant:				umber:
SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW TYPE OF APPLICATION: Check those which apply for [A] A. Location - Spacing Unit - Simultaneous Dedication NSL NSP(PROJECT AREA) NSP(PROJECT AREA) NSP(PROPATION UNIT) SD B. Check one only for [1] or [II] [1] Commingling - Storage - Measurement DHC CTB PLC PC OLS OLM [II] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery WFX PMX SWD IPI EOR PPR 2) NOTIFICATION REQUIRED TO: Check those which apply. A. Offset operators or lease holders B. Royalty, overriding royalty owners, revenue owners C. Application requires published notice D. Notification and/or concurrent approval by SLO E. Notification and/or concurrent approval by BLM F. Surface owner G. For all of the above, proof of notification or publication is attached, 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.				API Pool Cod	e [.]
 1) TYPE OF APPLICATION: Check those which apply for [A] A. Location - Spacing Unit - Simultaneous Dedication NSL NSP(PROJECT AREA) NSP(PROJECT AREA) NSP(PROJECT AREA) NSP(PROJECT AREA) NSP(PROJECT AREA) SD 8. Check one only for [1] or [1] [1] Commingling - Storage - Measurement DHC CTB PLC PC OLS OLM [1] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery WFX PMX SWD IPI EOR PPR 2) NOTIFICATION REQUIRED TO: Check those which apply. A. Offset operators or lease holders B. Royalty, overriding royalty owners, revenue owners C. Application requires published notice D. Notification and/or concurrent approval by SLO E. Notification and/or concurrent approval by BLM F. Surface owner G. For all of the above, proof of notification or publication is attached, 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. 	SUBMIT ACCURA	TE AND COMPLETE INF	ORMATION REQUI	RED TO PROCESS THE T DW	YPE OF APPLICATION
 B. Check one only for [1] or [1] [] Commingling – Storage – Measurement DHC CTB PLC PC OLS OLM [II] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery WFX PMX SWD IPI EOR PPR 20. NOTIFICATION REQUIRED TO: Check those which apply. A. Offset operators or lease holders B. Royalty, overriding royalty owners, revenue owners C. Application requires published notice D. Notification and/or concurrent approval by SLO E. Notification and/or concurrent approval by BLM F. Surface owner G. For all of the above, proof of notification or publication is attached, and/or, H. No notice required 30. 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.	1) TYPE OF APPLIC A. Location - □N	CATION: Check those - Spacing Unit – Simuli SL INSP@R	which apply for [A taneous Dedicatio roject area) S	.] n iP(proration unit) SD	
 2) NOTIFICATION REQUIRED TO: Check those which apply. A. Offset operators or lease holders B. Royalty, overriding royalty owners, revenue owners C. Application requires published notice D. Notification and/or concurrent approval by SLO E. Notification and/or concurrent approval by BLM F. Surface owner G. For all of the above, proof of notification or publication is attached, 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. 	B. Check or [1] Comr [1] Inject [1] Inject	ie only for [1] or [1] ningling – Storage – M DHC CTB P tion – Disposal – Pressu WFX PMX S	leasurement LC PC C ure Increase – Enha WD IPI E	DLS OLM anced Oil Recovery OR PPR	
 G. For all of the above, proof of notification or publication is attached, 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. 	2) NOTIFICATION A. Offset of B. Royalty C. Applic D. Notific E. Notific	REQUIRED TO: Check operators or lease hol y, overriding royalty ov ation requires publishe ation and/or concurre ation and/or concurre	those which apply ders wners, revenue ow ed notice ent approval by SL ent approval by BL	r. vners O M	Notice Complete Application Content Complete
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.	G. For all H. No not	of the above, proof o ice required	f notification or pu	Iblication is attached,	and/or,
Note: Statement must be completed by an individual with managerial and/or supervisory capacity.	3) CERTIFICATION administrative understand tha notifications ar	: I hereby certify that approval is accurate at no action will be tal e submitted to the Div	the information su and complete to t ken on this applica vision.	bmitted with this appli he best of my knowle ation until the required	cation for dge. I also I information and
	Not	e: Statement must be comple	eted by an individual with	managerial and/or superviso	ry capacity.

Print or Type Name

Signature

Phone Number

e-mail Address

No. 24569 Revised Exhibit Packet

Received by OCD: 8/26/2024 2:12:13 PM

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

Revised June 10, 2003

APPLICATION FOR AUTHORIZATION TO INJECT

I.	PURPOSE: Secondary Recovery Pressure Maintenance X Disposal Storage Application qualifies for administrative approval? X Yes No
II.	OPERATOR: WaterBridge Stateline LLC
	ADDRESS:5555 San Felipe, Ste. 1200 Houston, TX 77056
	CONTACT PARTY: Jessica High - Director, QHSE & Regulatory PHONE: 832-871-4064
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?YesNo 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: Oliver Seekins TITLE: Project Manager / Regulatory Specialist

E-MAIL ADDRESS: <u>oseekins@all-llc.com</u>

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:

_____DATE: _5/13/2024_

DISTRIBUTION: Original and one copy to Santa Fe with one copy to the appropriate District Office

SIGNATURE: Quice up

*

Application for Authorization to Inject Well Name: FPNM SWD #3

III – Well Data (*The wellbore diagram is included as* **Attachment 1**) **A.**

(1) General Well Information:

Operator: WaterBridge Stateline LLC (OGRID No. 330129) Lease Name & Well Number: FPNM SWD #3 Location Footage Calls: 2,512' FNL & 1,133 FWL Legal Location: Lot 2, S29 T26S R38E Ground Elevation: 2,991' Proposed Injection Interval: 5,400' - 5,775' County: Lea

(2) Casing Information:

Туре	Hole Size	Casing Size	Casing Weight	Setting Depth	Sacks of Cement	Estimated TOC	Method Determined
Surface	24"	20″	94.0 lb/ft	1,155′	1,175	Surface	Circulation
Intermediate 1	17-1/2"	13-3/8"	54.5 lb/ft	2,630'	1,935	Surface	Circulation
Production Casing	12-1/4"	9-5/8"	40.0 lb/ft	5,775'	1,915	Surface	CBL
Tubing	N/A	5-1/2"	17.0 lb/ft	5,375′	N/A	N/A	N/A

DV Tool set at: 3,000'

(3) Tubing Information:

5-1/2" (17.0 lb/ft) ceramic-coated tubing with setting depth of 5,375'

(4) Packer Information: ACT AS1-X or equivalent packer set at 5,375'

Β.

- (1) Injection Formation Name: Glorieta Sandstone
 Pool Name: SWD;Glorieta
 Pool Code: 96106
- (2) Injection Interval: Perforated injection between 5,400' 5,775'
- (3) Drilling Purpose: New drill for saltwater disposal
- (4) Other Perforated Intervals: No other perforated intervals exist.
- (5) Overlying Oil and Gas Zones: Below are the approximate formation tops for known oil and gas producing zones in the area.
 - Yates (2,810')
 - Seven Rivers (2,966')
 - Queen (3,468')
 - Penrose (3,720')

Underlying Oil and Gas Zones: Below are the approximate formation tops for known oil and gas producing zones in the area.

- Tubb (6,625')
- Devonian (9,041')

V – Well and Lease Details

The following maps and documents are included in Attachment 2:

- 2-mile Oil & Gas Well Map
- ½-mile AOR Well Table
- 2-Mile Lease Map
- 2-Mile Mineral Ownership Map
- 2-Mile Surface Ownership Map
- Potash Lease Map

VI – AOR Well List

A list of the well(s) within the 1/2-mile AOR is included in **Attachment 2**.

There are two (2) plugged wells in the ½-mile AOR, however neither penetrates the proposed injection zone.

VII – Proposed Operation

(1) Proposed Maximum Injection Rate: 20,000 bpd Proposed Average Injection Rate: 15,000 bpd

Step Rate Test: At hearing NMOCD requested an analysis of an appropriate offset SRT to show that the proposed SWD should be capable of accepting a maximum of 20,000 bpd and an average of 15,000 bpd. Given that no such SRT is available, WaterBridge agrees to run a SRT on either the FPNM SWD #1, #3, or #6, and use that SRT to undertake the calculation requested by NMOCD. Based on that calculation, WaterBridge will notify the Division of the proposed injection rate (maximum and average) and whether the proposed injection rates need to be modified.

- (2) A closed-loop system will be used.
- (3) Proposed Maximum Injection Pressure: 1,080 psi (surface) Proposed Average Injection Pressure: Approximately 810 psi (surface)
- (4) Source Water Analysis: The expected injectate will consist of produced water from production wells completed in the Queen, Wolfcamp, Devonian and Ellenburger formations. Publicly available water quality analysis from the Go-Tech database, as well as sample analysis of water taken from WaterBridge's produced water pipeline system, is included for these formations as *Attachment 3*.
- (5) Injection Formation Water Analysis: The proposed SWD will be injecting water into the Glorieta Sandstone, which is a non-productive zone known to be compatible with formation water from the Queen, Wolfcamp, Devonian and Ellenburger formations. Water analyses from the Glorieta Sandstone in the area are included as *Attachment 4*.

VIII – Geologic Description

The proposed injection interval includes the Glorieta Sandstone formation from 5,400' - 5,775'. The Permian-aged Glorieta Sandstone is a fine grained and well-to-moderately sorted quartz arenite sandstone that occurs directly below the San Andres Formation. There are multiple

zones of high porosity and low resistivity that makes this sandstone a viable injection zone in this area.

Further reservoir characterization, including discussion of the injection formation, overlying and underlying confinement zones, and historic use of the field is included as **Attachment 5**.

The base of the USDW is the Rustler Formation at a depth of approximately 1,130 feet. Depth of the nearest water well in the area is approximately 80 feet below ground surface.

IX – Proposed Stimulation Program

A small cleanup acid job may be used to remove mud and drill cuttings from the formation. However, no other formation stimulation is currently planned.

X – Logging and Test Data

Logs will be submitted to the Division upon completion of the well.

XI – Fresh Groundwater Samples

Based on a review of data from the New Mexico Office of the State Engineer, there are no groundwater wells located within 1-mile of the proposed SWD location.

A water well map and details of the water well within 1-mile are included as Attachment 6.

XII – No Hydrologic Connection Statement

No publicly known faulting is present in the area that would provide a hydrologic connection between the injection interval and overlying USDWs. Additionally, the casing program has been designed to ensure there will be no hydrologic connection between the injection interval and overlying USDWs.

A signed No Hydrologic Connection Statement is included as Attachment 7.

In addition, a *Seismic Potential Letter* detailing the minimal risk of injection-induced seismicity associated with the proposed SWD is included as *Attachment 8*.

XIII – Proof of Notice

A public notice was filed with the Hobbs News-Sun newspaper, and an affidavit is included in *Attachment 9*.

A copy of the application was mailed to the OCD district office, landowner, and all identified affected parties. A list of the recipients, as well as delivery confirmations, are included as *Attachment 9*.

Attachments

Attachment 1:

- C-102
- Wellbore Diagram
- Packer Diagram

Attachment 2: Area of Review Information:

- 2-Mile Oil & Gas Well Map
- 1/2-Mile AOR Well Table
- 2-Mile Lease Map
- 2-Mile Mineral Ownership Map
- 2-Mile Surface Ownership Map
- Potash Lease Map

Attachment 3: Source Water Analysis

Attachment 4: Injection Formation Water Analysis

Attachment 5: Confining Zones and Historic Pore Space Use

Attachment 6: Water Well Map and Well Data

Attachment 7: No Hydrologic Connection Statement

Attachment 8: Seismic Potential Letter

Attachment 9: List of Affected Persons

.

Attachment 1

- C-102
- Wellbore Diagram
- Packer Diagram

ceived by	OCD:: 8/26/20024 District1 1625 N. French Pr., Hobes, NM 88240 Poore: (57) 393-6161 Fax: (57) 393- District II 811.5. Frast Sa, Arteia, NM 88210 Poore: (57) 784-1283 Fax: (57) 748- District III 100 Rio Brazos Road, Arte:, NM 874 Poore: (50) 334-6178 Fax: (50) 334- District IV 1220.5. S. Francis Dr., Santa Fe, NM 8 Phone: (505) 476-3400 Pax: (505) 476- APD 12 Property Cod OGRID No, 330129	2:12:1 9720 9720 9720 9720 9720 9720 9720 9720	3 PM WE	Energy (ELL LOC	Sta , Minera DIL CON 1220 Sa ATION Pool Code 96106 WATER	ate of N ls & N NSERV South anta Fe, AND A Propert FPNM S Operat	Vew Mex atural Re ATION St. Franc NM 875 ACREAC	ico sources Dep DIVISION is Dr. 05 GE DEDICA	artment TION PLAT Pool Name SWD; Gloriet	Revised A Submit one copy I AMEND a well Nu #3 Eleva 295	The form C-102 August 1, 2011 to appropriate District Office DED REPORT amber tion D1'	Page 19
						Surface	Location					
	LOT 2	29	26 S	38 E	Lot Idn	251	2	NORTH	1133	WEST	LEA	
				Bot	tom Hole	Location	n If Differe	nt From Surfa	ce			
	UL or lot no.	Section	Township	Range	Lot Idn	Feet fro	m the	North/South line	Feet from the	East/West line	County	
	Dedicated Acres	Joint or	Infill	Consolidation Co	ode Or	rder No.						
	No allowabl division.	e will be	assigned to	this comple	tion until al	ll interest	s have been	consolidated or	a non-standard uni	t has been appro	ATION	
	X = 926320' Y = 373744' 19	20	-	X = 928953' Y = 373772'			20	$21^{X=931586'}_{Y=373800'}$	I hereby certify that the infor- to the best of my knowledge a owns a working interest or u the proposed bottom hole loc location pursuant to a contra interest, or to a voluntary po- order heretofore entered by t	mation contained herein is tr and belief, and that this organ leased mineral interest in th ation or has a right to drill th ation to has a right to drill th ation to has a right to drill the ation of here and there and the ation of here and the	ue and complete vization either e land including tis well at this ineral or working sory pooling	
	30	29 NM 1415	35 N 2512'	M 137481			29	20	Signature Oliver Seeki Printed Name	ns 5/	2 <u>13/2024</u> Date	
	X = 926349' Y = 371103' 5	SHL 1133',						X = 931620' Y = 371157'	SURVEYO I hereby certify that the well field notes of actual surveys . FEBRUARY 27 Date of Survey	II-IIc.com	CATION as plotted from ervision, and that	
	30	29		X = 920116'	NM 14153	36	NM 137480	28 28 x - 931653	Signature and Seal of Pr	ofeesional Aurrayon METCO 21209	\$	
	x = 926379 31 Y = 368462' 31	<i>32</i> 		Y = 368488'			52	JJ Y = 368514'	Job No.: 24-02-4067 TIM C. PAPPAS, N.M. Certificate Number 212	P.L.S. 09		
	N L L L L L L L L L L L L L L L L L L L	AD 83 (SHL): ATTTUDE = 3 ONGITUDE = AD 27 (SHL) ATTTUDE = 3 ONGITUDE = 371244.15'E: TATE PLANE 371188.61'E:	2512' FNL & 11 2.014512° -103.087511° 2.014388° -103.087063° NAD 83 (N.M. 927480.14' NAD 27 (N.M. 886290.09'	33' FWL EAST) EAST)		© SHL/1	FND. U.S.G.L.O. UNLESS OTHER NOTED CALC. CORNER (OP/ FTP / PPF STATE OIL & G BLM OIL & GAS HORIZONTAL SP	MON. MISE 1/ LTP / BHL AS LEASE LEASE ACING UNIT	NOTES 1. ALL COORDINATES, CONTAINED HEREIN AI MEXICO STATE PLANE AMERICAN DATUM 83, 2. THIS DOCUMENT IS SURVEY DERFORMED CONTINUE	SEARINGS, AND DISTAN E GRID, BASED UPON COORDINATES SYSTEN NEW MEXICO EAST (300 SASED UPON AN ON TH DURING FEBRUARY, 202 S DOCUMENT IS ONLY S DOCUMENT IS ONLY S DOCUMENT IS ONLY T OF DEEDS PROVIDED SEMENT IN RELATION T T OF DEEDS PROVIDED MSL, DERIVED FRO D DERIVED FRO VEY.	ACES THE NEW M, NORTH D1), NAVD 88. IE GROUND 24 TO THE O BY THE M G.N.S.S. OM SAID	
				No	o. 24569) Revis	sed Exhi	bit Packet	0' SCAL	1500' E: 1" = 1500'	3000'	

Г

.



Released to Imaging: 8/27/2024 11:35:01 AM

ų

AS1-X MECHANICAL PACKER

The ACT AS1-X Packer is the most versatile of the mechanically set retrievable packers and may be used in any production application. Treating, testing, injecting, pumping wells, flowing wells, deep or shallow; the AS1-X is suited for all. The packer can be left in tension or compression, depending on well conditions and the required application. A large internal by-pass reduces swabbing when running and retrieving. The by-pass closes when the packer is set and opens prior to releasing the upper slips when retrieving to allow pressure equalization.

The J-slot design allows easy setting and releasing; 1/4 turn right-hand set, right-hand release. A patented upper-slip releasing system reduces the force required to release the packer. A non directional slip is released first, making it easier to release the other slips. The AS1-X packer can withstand 7,000 psi (48 MPa) of differential pressure above or below.

FEATURES, ADVANTAGES AND BENEFITS:

- The design holds high differential pressure from above or below, enabling the packer to meet most production, stimulation, and injection needs
- The packer can be set with compression, tension, or wire line, enabling deployment in shallow and deep applications
- . The packer can be set and released with only a one-quarter turn of the tubing
- The bypass valve is below the upper slips so that debris are washed from the slips when the valve is opened, reducing the times for circulation and total retrieval

· The full opening enables unrestricted flow and the passage of wire line tools and other packer systems

The packer can be run with the T-2 on-off tool, which enables the tubing to be disconnected and retrieved without retrieving the
packer

OPTIONS:

- · Elastomer options are available for hostile environments
- · Optional safety releases are available

CA	SING					
SIZE (inches)	WEIGHT (ibs fi)	RECOMMENDED HOLE-SIZE (inches)	TOOLOO MAX (inches)	TOOL ID MIN (inches)	THREAD CONNECTION BOX UP / PIN DOWN	PART NO.
4.1/2	13.5-15.1	3.826-3.920	3.650	1.938	2.3/8" EUE	261-3650-XX
5	11.5-15	4.408-4.560	4.125	1.938	2.3/8" EUE	261-4125-XX
5	18-20.8	4.154-4.276	4.000	1.938	2.3/8" EUE	261-4000-XX
5.1/2	14-20	4.778-5.012	4.625	2.00	2.3/8" EUE	261-4625-X)
5.1/2	14-20	4.778-5.012	4.625	2.38	2.7/8" EUE	261-4625-XX
5.1/2	20-23	4.670-4.778	4.500	2.00	2.3/8" EUE	261-4500-XX
5.1/2	20-23	4.670-4.778	4.500	2.38	2.7/8" EUE	261-4500-X)
6.5/8	20-24	5.921-6.094	5.750	3.00	3.1/2"EUE	261-5750-XX
7	17-26	6.276-6.538	6.000	2.50	2.7/8" EUE	261-6000-XX
7	17-26	6.276-6.538	6.000	3.00	3.1/2" EUE	261-6000-XX
7	26-32	6.094-6.276	5.875	2.50	2.7/8" EUE	261-5875-XX
7	26-32	6.094-6.276	5.875	3.00	3.1/2" EUE	261-5875-X)
7	29-35	6.004-6.184	5.812	3.00	3.1/2" EUE	261-5812-XX
7.5/8	24-29.7	6.875-7.025	6.672	2.50	2.7/8"EUE	261-6672-X)
7.5/8	24-29.7	6.875-7.025	6.672	3.00	3.1/2" EUE	261-6672-XX
7.5/8	33.7-39	6.625-6.765	6.453	2.50	2.7/8"EUE	261-6453-X)
7.5/8	33.7-39	6.625-6.765	6.453	3.00	3.1/2" EUE	261-6453-XX
9.5/8	32.3-43.5	8.755-9.001	8.500	3.00	3.1/2" EUE	261-8500-XX
9.5/8	32.3-43.5	8.755-9.001	8.500	4.00	-4.1/2" EUE	261-8500-XX
9.5/8	43.5-53.5	8.535-8.755	8.250	3.00	3.1/2" EUE	261-8250-XX
9.5/8	43.5-53.5	8.535-8.755	8.250	4.00	4.1/2" EUE	261-8250-XX

'XXXX' is changed as per material / elastomer / end connection

Attachment 2

Area of Review Information:

- 2-mile Oil & Gas Well Map
- 1/2-Mile AOR Well Table
- 2-mile Lease Map
- 2-mile Mineral Ownership Map
- 2-mile Surface Ownership Map
- Potash Lease Map



21

Page 23 of 117

Legend

- Proposed SWD (1) \star
- ☆ Gas, Active (1)
- Gas, Plugged (2) -Å
- Injection, Active (9) Ø
- Injection, Plugged (3) كر
- Oil, Active (13)
- Oil, Plugged (20)
- Oil, Temporarily Abandoned (1)

Source Info: NMOCD O&G Wells updated 2/16/2024 (https://www.emnrd.nm.gov/ocd/ocd-data/ftp-server/l)



	1/2-Mile AOR Well Table for FPNM SWD #3 (Top of Injection Interval: 5,400')										
Well Name	API#	Well Type	Operator	Spud Date	Location (Sec., Tn., Rng.)	Total Vertical Depth (feet)	Penetrate Inj. Zone?				
Leonard #1	30-025-12458	Plugged	PRE-ONGARD WELL OPERATOR (Dolport Oil Corporation)	12/22/1937	F-29-26S-38E	3707	No				
Federal Sinclair #1-29	30-025-12459	Plugged	PRE-ONGARD WELL OPERATOR (John H. Trigg)	1/27/1962	M-29-26S-38E	3889	No				
lote: No wells within the ½-mile AOR penetrate the proposed injection zone.											

Received by OCD: 8/26/2024 2:12:13 PM



24 11:35:01 AM Released 8/27/

& NMSLO O&G Leases (http://www.nmstatelands.org/maps-gis/gis-data-download/)

Page 25 of 117

Legend

★ Proposed SWD

BLM Communitization Units

NMSLO Mineral Leases

Private Mineral Leases

BLM Authorized O&G Leases

- <u>1/2-mile AOR Lessees/Unit Operators:</u> BLACKBEARD OPERATING LLC (BLM LESSEE)
- MAGNUM PRODUCING LP (BLM LESSEE)
 R&R ROYALTY LTD (BLM LESSEE)





Legend

★ Proposed SWD

Private minerals

Subsurface minerals (NMSLO)

Surface and Subsurface minerals (NMSLO)

All minerals are owned by U.S. (BLM)





Page 27 of 117

Legend

★ Proposed SWD

Surface Ownership

BLM (1)

Private (1)





Legend

*

Proposed SWD

Potash Leases

Known Potash Leasing Area

SOPA 1986

Drill Islands (12/11/2023)

Status, Depth Buffer

Approved, Half Mile

Nominated, Half Mile

Development Areas (12/11/2023)

Status

Approved



.

Attachment 3

Source Water Analysis

No. 24569 Revised Exhibit Packet

						Source	Water Ar	nalysis								
	WaterBridge Stateline LLC - FPNM SWD #3 - Queen, Wolfcamp, Devonian and Ellenburger Formations															
Well Name	API	Latitude	Longitude	Section	Township	Range	Unit	Ftgns	Ftgew	County	State	Formation	Tds (mg/L)	Chloride (mg/L)	Bicarbonate (mg/L)	Sulfate (mg/L)
GULF STATE #001	3002508458	32.7242317	-103.5246506	26	18S	34E	А	660N	660E	LEA	NM	QUEEN	267,000	165,000	216	881
WEST PEARL QUEEN UNIT #103	3002503247	32.6359787	-103.4816437	29	19S	35E	С	990N	1980W	LEA	NM	QUEEN		151,575	141	940
WEST PEARL QUEEN UNIT #118	3002503248	32.629612	-103.4773712	29	19S	35E	J	1980S	1980E	LEA	NM	QUEEN		149,504	35	257
WEST PEARL QUEEN UNI #141	3002503284	32.6223412	-103.4645233	33	19S	35E	С	660N	1980W	LEA	NM	QUEEN		138,040	38	418
WHITE CITY PENN GAS COM UNIT 1 #001	3001500408	32.1937523	-104.3088455	29	24S	26E	А	660N	660E	EDDY	NM	WOLFCAMP		10,000	645	1,320
HABANERO 17 FEDERAL COM #001H	3001536108	32.2218475	-104.2062683	17	24S	27E	А	990N	660E	EDDY	NM	WOLFCAMP	108,205	65,927	146	0
SERRANO 29 FEDERAL #001H	3001537763	32.1898842	-104.2062149	29	24S	27E	Н	1980N	660E	EDDY	NM	WOLFCAMP	102,136	62,813	183	0
SERRANO 29 FEDERAL #001H	3001537763	32.1898842	-104.2062149	29	24S	27E	Н	1980N	660E	EDDY	NM	WOLFCAMP	100,995	63,450	268	0
CLARA M ROBERTS ETAL #001	3002507265	32.9945259	-103.0748596	26	15S	38E	D	330N	330W	LEA	NM	DEVONIAN	50,630	29,593	823	1,073
OBERHOLTZER #001	3002507164	33.2986488	-103.1388397	7	12S	38E	С	660N	1980W	LEA	NM	DEVONIAN	58,738	33,600	655	1,920
LEA AV STATE #005	3002507201	33.268692	-103.1398849	19	12S	38E	С	990N	1650W	LEA	NM	DEVONIAN	57,890	33,208	458	2,082
C S STONE #001	3002507260	33.0045204	-103.0823975	22	15S	38E	G	1980N	1980E	LEA	NM	DEVONIAN	78,690	46,060	354	2,038
CLARA M ROBERTS #001	3002507264	33.0045013	-103.0748672	23	158	38E	Е	1980N	330W	LEA	NM	DEVONIAN	91,505	54,638	894	1,887
ROSA SHULTS #001	3002507191	33.272316	-103.1442108	18	12S	38E	М	330S	330W	LEA	NM	DEVONIAN	39,824	21,933	647	1,896
HOUSTON A #001	3002507202	33.2632332	-103.1442032	19	12S	38E	L	2310S	330W	LEA	NM	DEVONIAN	76,102	44,700	483	1,700
SHELL BROWNING #001	3002507113	33.3240585	-103.1301956	31	11S	38E	Н	1980N	660E	LEA	NM	DEVONIAN	79,057	46,200	727	2,184
STATE A #002	3002507126	33.32407	-103.1215515	32	11S	38E	F	1980N	1980W	LEA	NM	DEVONIAN	85,233	53,250	607	2,812
NEW MEXICO A FEDERAL #001	3002507150	33.3022766	-103.1344833	6	12S	38E	0	660S	1980E	LEA	NM	DEVONIAN	61,815	35,600	580	1,750
NEW MEXICO A FEDERAL #002	3002507151	33.3059044	-103.134491	6	12S	38E	J	1980S	1980E	LEA	NM	DEVONIAN	61,795	35,600	535	2,000
TAYLOR B #001	3002507155	33.2877579	-103.1344681	7	12S	38E	0	660S	1980E	LEA	NM	DEVONIAN	54,397	30,880	572	2,288
CLARA M ROBERTS #001	3002507264	33.0045013	-103.0748672	23	158	38E	Е	1980N	330W	LEA	NM	DEVONIAN	80,811	48,610	883	1,663
ROSE EAVES #001	3002507290	32.8726234	-103.1200638	35	16S	38E	Ν	660S	1980W	LEA	NM	DEVONIAN	48,373	27,670	696	1,845
W W HAMILTON #001	3002507293	32.8762512	-103.1200485	35	16S	38E	K	1980S	1980W	LEA	NM	DEVONIAN	41,751	23,780	291	1,753
L COOPER #002	3002507295	32.8689995	-103.1212997	2	17S	38E	С	660N	3300E	LEA	NM	DEVONIAN	38,520	21,600	600	1,700
L COOPER A #001	3002507301	32.8438873	-103.1040649	12	17S	38E	Ν	660S	1980W	LEA	NM	DEVONIAN	29,115	15,640	999	2,337
FEDERAL DAVIS #002	3002507305	32.8293381	-103.0954208	13	17S	38E	Р	660S	660E	LEA	NM	DEVONIAN	35,212	18,540	865	3,080
F M HOLLOWAY #001	3002507306	32.8402596	-103.0997314	13	17S	38E	В	660N	1980E	LEA	NM	DEVONIAN	49,286	28,700	645	1,558
WEST DOLLARHIDE DEVONIAN UNIT #104	3002512297	32.1720123	-103.0761032	32	24S	38E	Ι	1980S	660E	LEA	NM	DEVONIAN	50,858	30,200	183	980
F M HOLLOWAY #001	3002507306	32.8402596	-103.0997314	13	17S	38E	В	660N	1980E	LEA	NM	DEVONIAN	49,290	28,700	645	1,558
WEST DOLLARHIDE DEVONIAN UNIT #104	3002512297	32.1720123	-103.0761032	32	24S	38E	Ι	1980S	660E	LEA	NM	ELLENBURGER		30,200	183	980
A B COATES D #003	3002511748	32.1112633	-103.1177216	24	25S	37E	N	990S	2310W	LEA	NM	ELLENBURGER	91,617	57,190	832	1,387
SOUTH JUSTIS UNIT #024	3002511774	32.1040077	-103.1102829	25	25S	37E	Н	1650N	660E	LEA	NM	ELLENBURGER	99.800	60,300	195	1,650
SOUTH JUSTIS UNIT #024	3002511774	32.1040077	-103.1102829	25	258	37E	Н	1650N	660E	LEA	NM	ELLENBURGER	98.300	59,400	189	1.650

Received by O DownHole SAT™ Water Analysis Report Page 81 of 117

	SYSTEM IDENTIFI	CATION	WATER CHEMISTRY			
	CIP Permian Water Bridge		CATIONS Calcium(as Ca) Magnasium(as Ma)	1954	ANIONS Chloride(as Cl)	68617
	NAM #3 IDH		Barium(as Ba)	1.10	Dissolved CO ₂ (as CO ₂)	210.00
			Strontium(as Sr)	268.00	Bicarbonate(as HCO ₃)	280.60
French Creek			Sodium(as Na)	41970	H ₂ S (as H ₂ S)	5.30
			Potassium(as K)	775.00	Boron(as B)	54.00
C.C.			Lithium(as Li)	13.00		
Software	Sample ID#	0	Iron(as Fe)	3.20		
	Sample ID#:	0	Manganese(as Mn)	0.230		
	ID	2024-06-13-90	Zinc(as Zn)	0.01000		
		0/ 10 0004 + 001/	PARAMETERS			
	Sample Date:	06-12-2024 at 2216	Temperature(^O F)	103.00	Sample pH	7.30
	Report Date:	06-17-2024	Conductivity	185602	Sp.Gr.(g/mL)	1.083
			Resistivity	5.39	T.D.S.	122939

SCALE AND CORROSION POTENTIAL

Temp.	Press.	Ca	alcite	Anh	nydrite	Gy	/psum	B	arite	Cel	estite	Sic	derite	Mack	inawite	CO_2	pCO ₂
(⁰ F)	(psia)	Ca	aCO3	Ca	aSO4	CaSC	0 ₄ *2H ₂ O	Ba	aSO ₄	Sr	SO4	Fe	CO3	F	eS	(mpy)	(atm)
60.00	14.70	13.16	0.855	0.303	-590.00	0.460	-369.78	14.24	0.656	1.77	71.22	18.42	0.975	22.36	0.302	0.0201	0.00990
70.00	15.00	11.32	0.672	0.295	-598.78	0.433	-400.08	10.75	0.640	1.69	66.19	17.06	0.780	12.85	0.286	0.0158	0.0101
85.00	38.50	8.71	0.454	0.294	-584.61	0.401	-438.41	7.34	0.609	1.64	62.07	14.63	0.542	14.33	0.286	0.0361	0.0259
100.00	62.00	7.07	0.326	0.308	-540.05	0.378	-466.16	5.28	0.572	1.63	60.80	13.12	0.400	11.40	0.275	0.0592	0.0417
115.00	85.50	5.89	0.243	0.335	-472.85	0.398	-421.46	3.93	0.526	1.63	60.50	12.04	0.306	8.49	0.260	0.0679	0.0576
130.00	109.00	4.98	0.184	0.379	-391.07	0.430	-367.50	2.96	0.467	1.62	59.65	11.14	0.240	6.17	0.240	0.0645	0.0734
145.00	132.50	4.24	0.141	0.444	-302.17	0.459	-323.14	2.24	0.391	1.61	58.29	10.33	0.191	4.45	0.216	0.0613	0.0892
160.00	156.00	3.61	0.108	0.534	-212.58	0.486	-286.81	1.71	0.294	1.59	56.42	9.55	0.153	3.21	0.186	0.0762	0.105
175.00	179.50	3.07	0.0818	0.659	-127.30	0.511	-257.19	1.32	0.171	1.56	54.09	8.79	0.124	2.33	0.149	0.0330	0.121
190.00	203.00	2.61	0.0614	0.834	-49.69	0.534	-233.16	1.02	0.0160	1.52	51.39	8.05	0.100	1.69	0.103	0.0519	0.137
205.00	226.50	2.21	0.0450	1.08	17.98	0.554	-214.16	0.798	-0.178	1.48	48.19	7.32	0.0816	1.24	0.0465	0.0754	0.153
220.00	250.00	1.83	0.0312	1.39	72.51	0.559	-210.03	0.614	-0.444	1.41	42.59	6.49	0.0670	0.875	-0.0326	0.121	0.168
			Lbs per		Lbs per		Lbs per		Lbs per		Lbs per		Lbs per		Lbs per		
		xSAT	1000	xSAT	1000	xSAT	1000	xSAT	1000	xSAT	1000	xSAT	1000	xSAT	1000		
			Barrels		Barrels		Barrels		Barrels		Barrels		Barrels		Barrels		

Saturation Ratios (xSAT) are the ratio of ion activity to solubility, e.g. {Ca}{CO₃}/K_{sp}. pCO₂ (atm) is the partial pressure of CO₂ in the gas phase. Lbs/1000 Barrels scale is the quantity of precipitation (or dissolution) required to instantaneously bring the water to equilibrium.



Received by OCD: 8/26/2024 2:12:13 PM



DownHole SAT(tm)

SURFACE WATER CHEMISTRY INPUT

	CIP Permian NAM #3 IDH		Water Bridge		
	Report Date: Sample #:	06-17-2024 0	Sampled: 06-12-20 Sample ID: 2024-06-	24 at 2216 13-90	
CATIONS			ANIONS		
Calcium (as Ca)		1954	Chloride (as Cl)		68617
Magnesium (as Mg) 25	57.00	Sulfate (as SO ₄)		1247
Barium (as Ba)		1.10	Dissolved CO ₂ (as CO ₂))	210.00
Strontium (as Sr)	26	8.00	Bicarbonate (as HCO ₃)		280.60
Sodium (as Na)	4	1970	H ₂ S (as H ₂ S)		5.30
Potassium (as K)	77	75.00	Boron (as B)		54.00
Lithium (as Li)	1	3.00			
Iron (as Fe)		3.20			
Manganese (as Mn) ().230			
Zinc (as Zn)	0.0	1000			
PARAMETERS			BOUND IONS	TOTAL	FREE
Calculated T.D.S.	12	2939	Calcium	2117	1977
Molar Conductivity	18	5602	Barium	1.19	1.19
Resistivity		5.39	Carbonate	71.95	0.696
Sp.Gr.(g/mL)	1	.083	Phosphate	0.00	0.00
Pressure(psia)	1	5.00	Sulfate	1351	662.63
Temperature (^O F)	10	03.00			
рН		7.30			
			CORROSION RATE P	REDICTION	
			CO ₂ - H ₂ S Rate(mpy)		0.0293

Received by OCD: 8/26/2024 2:12:13 PM



DownHole SAT(tm)

SURFACE WATER **DEPOSITION POTENTIAL INDICATORS**

CIP Permian NAM #3 IDH		Water Bridg	e
Report Date:	06-17-2024	Sampled:	06-12-2024 at 2216
Sample #:	0	Sample ID:	2024-06-13-90

SATURATION RATIO as IAP/Ksp

SATURATION RATIO as IAP/Ksp		FREE ION MOMENTARY EXCESS (Lbs/1000 Barrels)							
Calcite (CaCO ₃)	7.72	Calcite (CaCO ₃)	0.352						
Aragonite (CaCO ₃)	7.10	Aragonite (CaCO ₃)	0.348						
Witherite (BaCO ₃)	0.00	Witherite (BaCO ₃)	-25.07						
Strontianite (SrCO ₃)	1.60	Strontianite (SrCO ₃)	0.223						
Calcium oxalate (CaC ₂ O ₄)	15.89	Calcium oxalate (CaC ₂ O ₄)	0.511						
Magnesite (MgCO ₃)	1.29	Magnesite (MgCO ₃)	0.0761						
Anhydrite (CaSO ₄)	0.31	Anhydrite (CaSO ₄)	-523.48						
Gypsum (CaSO ₄ *2H ₂ O)	0.38	Gypsum (CaSO ₄ *2H ₂ O)	-466.45						
Barite (BaSO ₄)	5.01	Barite (BaSO ₄)	0.565						
Celestite (SrSO ₄)	1.64	Celestite (SrSO ₄)	61.63						
Fluorite (CaF ₂)	0.00	Fluorite (CaF ₂)	-6.48						
Calcium phosphate	0.00	Calcium phosphate	>-0.001						
Hydroxyapatite	0.00	Hydroxyapatite	-393.86						
Silica (SiO ₂)	0.00	Silica (SiO ₂)	-48.80						
Brucite (Mg(OH) ₂)	< 0.001	Brucite (Mg(OH) ₂)	-0.733						
Magnesium silicate	0.00	Magnesium silicate	-119.40						
Iron hydroxide (Fe(OH) ₃)	0.00	Iron hydroxide (Fe(OH) ₃)	< 0.001						
Strengite (FePO ₄ *2H ₂ O)	0.00	Strengite (FePO ₄ *2H ₂ O)	>-0.001						
Siderite (FeCO3)	14.55	Siderite (FeCO3)	0.429						
Halite (NaCl)	0.05	Halite (NaCl)	-145588						
Thenardite (Na2SO ₄)	0.00	Thenardite (Na2SO ₄)	-80542						
Iron sulfide (FeS)	2.99	Iron sulfide (FeS)	0.183						
SIMPLE INDICES		CARBONATE PRECIPITATION POTENTIAL (Lbs/1000 Barrels							
Langelier	1.29	Calcite (CaCO ₃)	125.09						
Ryznar	4.42	Aragonite (CaCO ₃)	123.08						
Puckorius	2.95	Witherite (BaCO ₃)	-4.29						
Larson-Skold Index	202.74	Strontianite (SrCO ₃)	65.35						
Stiff Davis Index	0.778	Magnesite (MgCO ₃)	76.00						
Oddo-Tomson	0.267	Siderite (FeCO ₃)	2.08						

OPERATING CONDITIONS

103.00 3.00

Temperature (^O F)								
Time(mins)								

FRENCH CREEK SOFTWARE, INC. 1220 VALLEY FORGE ROAD, SUITE 21, VALLEY FORGE, PA 19460

Attachment 4

Injection Formation Water Analysis

.

Released							_		iaction	Form	otion	Mator Applysic					
	WaterBridge Stateline LLC - FPNM SWD #3 - Glorieta Formation																
Well Name	ΑΡΙ	Latitude	Longitude	Section	Township	Range	Unit	Ftgns	Ftgew	County	State	Field	Formation	Tds (mg/L)	Chloride (mg/L)	Bicarbonate (mg/L)	Sulfate (mg/L)
LEARCY MCBUFFINGTON #007	3002511568	32.1248627	-103.1219788	13	255	37E	м	660S	990W	LEA	NM	JUSTIS	GLORIETA	55,190	31,603	1,158	1,804
EARCY MCBUFFINGTON #007	3002511568	32.1248627	-103.1219788	13	255	37E	М	660S	990W	LEA	NM	JUSTIS	GLORIETA	55,183	31,600	1,158	1,804
CARLSON FEDERAL #001	3002511574	32.1330185	-103.1198425	13	25S	37E	F	1650N	1650W	LEA	NM	JUSTIS	GLORIETA	113,731	67,250	280	3,013
CARLSON FEDERAL #001	3002511574	32.1330185	-103.1198425	13	255	37E	F	1650N	1650W	LEA	NM	JUSTIS	GLORIETA	101,412	60,660	963	2,996
LANGLIE FEDERAL #001	3002511592	32.1293945	-103.1273041	14	255	37E	Ι	2310S	660E	LEA	NM	JUSTIS	GLORIETA	113,937	67,370	280	3,018
ANGLIE FEDERAL #001	3002511592	32.1293945	-103.1273041	14	255	37E	I	2310S	660E	LEA	NM	JUSTIS	GLORIETA	113,817	67,250	274	3,067
Note: WaterBridge agrees to collect	one formation wat	er sample for a	nalysis prior to co	mmencing	commercial ir	jection o	peratio	ons, given	that no Gl	orieta dat	a addres	sing H2S, cations, and anion	s is available with 1/2-mile. Glorie	ta sampling res	ults will be electronica	ally provided to NMOCD within	30-days of analysis.

.

Attachment 5

Reservoir Characterization
Reservoir Characterization at the FPNM SWD #3

1. Injection Formation and Confinement

a. Injection Formation

The proposed injection interval is the Glorieta Sandstone from 5,350' - 5,725'. The Permian-aged Glorieta Sandstone is a fine grained and well-to-moderately sorted quartz arenite sandstone that occurs directly below the San Andres Formation. There are multiple zones of high porosity and low resistivity that makes this sandstone a viable injection zone in this area

b. Upper Confinement

Nearby open hole geophysical well logs indicate the proposed Glorieta injection interval is overlain by approximately 60 feet of low porosity and low permeability carbonate rocks within the lower San Andres Formation, which will prevent the upward migration of fluid and act as the upper confining layer. Below is a table of approximate resistivity and porosity measurements of the upper confining layer derived from resistivity and porosity logging of a nearby well (API# 025-33482).

c. Lower Confinement

Nearby open hole geophysical well logs indicate the proposed Glorieta injection interval is underlain by approximately 28 feet of low porosity and low permeability carbonate rocks within the lower Glorieta Sandstone and upper Tubb Formation, which will prevent the downward migration of fluid and act as the lower confining layer. Below is a table of approximate resistivity and porosity measurements of the lower confining layer derived from resistivity and porosity logging of a nearby well (API# 025-33482).

DEPTHS	RESISTIVITY READINGS (OHM METERS)	POROSITY MEASUREMENTS
5,332	150	Less then 2%
5,334'	300	Less then 2%
5,336'	325	Less then 2%
5,338'	325	Less then 2%
5,340'	250	Less then 2%
5,342	250	Less then 2%
5,344'	500	Less then 2%
5,346'	250	Less then 2%
5,348'	500	Less then 2%
5,350'	500	Less then 2%
5,352	500	Less then 2%
5,354'	300	Less then 2%
5,356	300	Less then 2%
5,358'	400	Less then 2%
5,360'	600	Less then 2%
5,362	600	Less then 2%
5,364'	400	Less then 2%
5,366	300	Less then 2%
5,368'	600	Less then 2%
5,370'	600	Less then 2%
5,372'	400	Less then 2%
5,374'	500	Less then 2%
5,376	500	Less then 2%
5,378'	500	Less then 2%
5,380'	500	Less then 2%
5,382	500	Less then 2%
5,384'	500	Less then 2%
5,386'	500	Less then 2%
5,388'	400	Less then 2%
5,390	400	Less then 2%
5,392'	400	Less then 2%

FPNM SWDS - UPPER CONFINEMENT

Released to Imaging: 8/27/2024 11:35:01 AM

DEPTHS	RESISTIVITY READINGS (OHM METERS)	POROSITY MEASUREMENTS
5,720'	200	Less then 2%
5,722'	300	Less then 2%
5,724'	100	Less then 2%
5,726'	70	Less then 2%
5,728'	120	Less then 2%
5,730'	200	Less then 2%
5,732'	120	Less then 2%
5,734	300	Less then 2%
5,736'	100	Less then 2%
5,738'	180	Less then 2%
5,740'	300	Less then 2%
5,742'	420	Less then 2%
5,744	420	Less then 2%
5,746	300	Less then 2%
5,748'	400	Less then 2%

FPNM SWDS - LOWER CONFINEMENT

2. Historic Field Usage

a. Offset Production

A review of all wells in the NMOCD database within a 2-mile radius of the FPNM SWD #3 does not show any historic or current hydrocarbon production from the Glorieta Sandstone.

b. Commercial Water Sources

A review of all wells in the NMOCD and OSE databases within a 2-mile radius of the FPNM SWD #3 does not show any historic or current commercial water supply sources from the Glorieta Sandstone.

c. Enhanced Oil Recovery

A review of all wells in the NMOCD database within a 2-mile radius of the FPNM SWD #3 does not show any historic or current enhanced oil recovery operations utilizing the overlying San Andres, or the underlying Tubb Formation.

3. Additional Formation Data

- **a.** WaterBridge with run a mud log on the FPNM #3, as there is no current mud log data available with ½mile. The mud log will be electronically submitted to NMOCD within 30-days of its completion.
- **b.** WaterBridge will run a step rate test at one of the FPNM #1, #3, or #6 at their drilling group's discretion, as to address NMOCD's request to provide data to support the requested maximum injection rate.



CONFINING ZONES AND HISTORIC PORE SPACE USAGE

For WaterBridge Stateline, LLC's proposed FPNM SWD #3 application in the Lower Permian Glorieta Sandstone in the Central Basin Platform area, the lower San Andres Formation will act as the upper confinement zone, and the lower Glorieta Sandstone as the lower confinement zone, given its low porosity and high resistivity. The proposed location is in T26S., R38E, an area with very limited oil and gas production. Most area wells have been plugged and abandoned, and none penetrate the proposed injection intervals in the Glorieta Sandstone.

The San Andres Formation is a shelf carbonate deposit composed predominantly of dolomite, and in the proposed development area, the lower San Andres Formation is a tight rock with low porosity and high resistivity values. **Figure 1** is a log snip of this upper confining zone of approximately 60 feet in the lower San Andres Formation. The lower confining zone is a tight sandstone unit within the Glorieta Sandstone, which also has low porosity development and high resistivity readings. The Glorieta Sandstone is a fine-grained, well-to-moderately sorted quartz arenite sandstone. **Figure 2** is a log snip of this approximately 30 feet of lower Glorieta Sandstone.

The closest oil and gas production to the FPNM SWD #3 is the active waterflood operation directly to the west. This waterflood operation is the W.H. Rhodes B Federal NCT-1 unit project and was originally operated by Texaco, Inc., with the first waterflood injection commencing in 1964 and continued expansion occurring in 1969, 1973, and 1993 by Texaco Exploration and Production, Inc. Oil production and enhanced oil recovery water injection is into the Yates and Seven Rivers formations at depths ranging from approximately 3,000 to 3,400 feet and primarily located in T26S, R37E. There is no oil or gas production from the Glorieta Sandstone within the two-mile radius of the proposed FPNM SWD #3.



Figure 1. Open Hole Log Snip of the Upper Confining Zone in the Lower San Andres Formation



Figure 2. Open Hole Logging Snip of the Lower Confining Zone Within the Glorieta Sandstone

.

Attachment 6

Water Well Map and Well Data

Released to Imaging: 8/27/2024 11:35:01 AM



Legend

★ Proposed SWD (1)

OSE PODs

- Active (0) 0
- Inactive (0)
- Pending (0) 0
- 0 Changed Location of Well (0)
- Capped (0) 0
- Plugged (0)
- Unknown (0) 0



Water Well Sampling Rationale				
	WaterBridge Stateline LLC - FPNM SWD #3			
Water Wells	Owner	Available Contact Information	Use	Sampling Requi
Note: No water wells are present with	nin 1 mile of the proposed SWD location	n.		

ired	Notes

.

Attachment 7

No Hydrologic Connection Statement



RE: Waterbridge Stateline LLC -- FPNM SWD #3 application, Lea County, New Mexico

ALL Consulting LLC (ALL) has performed a thorough hydrologic investigation related to the one saltwater disposal well (SWD) listed above. The investigation was conducted to determine if there were any existing or potential connections between the proposed injection intervals in the Glorieta Sandstone and the deepest underground source of drinking water (USDW).

ALL performed an assessment and analysis of the subsurface geophysical log data along with published documents on the groundwater in this vicinity of Lea County, New Mexico. The surficial geology is Quaternary alluvial deposits consisting predominantly of sand and caliche. This area is south of the High Plains Aquifer and depths to potable water ranges from 30 to 142 feet below the surface. The USDW is the Rustler Formation and the base of the USDW ranges from 875 to 1,130 feet below the surface.

Based on ALL's assessment and analysis there is containment through multiple confining zones in the San Andres Formation and the Salado evaporite deposits above the Glorieta Sandstone and the USDW and over 4,270 feet of vertical separation between the base of the USDW and the top of the injection interval. Additionally, there is no evidence of faults that would allow for communication between the USDW and Glorieta Sandstone.

mart

5/7/2024

Date



Tom Tomastik Chief Geologist and Regulatory Specialist ALL Consulting LLC

.

Attachment 8

Seismic Potential Letter



March 18, 2024

PN 1703.SWD.11

Mr. Phillip Goetze, P.G. NM EMNRD – Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

Subject: WaterBridge Stateline LLC FPNM SWD #3 - Seismic Potential Letter

Dear Mr. Goetze,

At the request of WaterBridge Stateline, LLC (WaterBridge), ALL Consulting, LLC (ALL) has assessed the potential injection-induced seismicity risks in the vicinity of WaterBridge's FPNM SWD #3, a proposed saltwater disposal (SWD) facility in Lea County, New Mexico, and summarized the findings in this letter. This assessment used publicly available data to identify the proximity and characteristics of seismic events and known faults to evaluate the potential for the operation of the FPNM SWD #3 to contribute to seismic activity in the area.

Geologic Evaluation

The FPNM SWD #3 is requesting a permit to inject into the Permian Glorieta Sandstone (Glorieta) at a depth of 5,400-5,775 feet below ground surface (bgs). The Glorieta primarily consists of Permian-age sandstone and is overlain by approximately 60 feet of low porosity carbonate rocks within the lower San Andres Formation, which would prevent the upward migration of injection fluid and serve as the upper confining layer (see **Attachment 1**). Additionally, approximately 28 feet of low porosity and low permeability other carbonate rocks lie beneath the proposed injection interval and act as a lower confining zone by preventing downward migration of injected fluids into the underlying Tubb Formation (see **Attachment 1**). A stratigraphic chart depicting the geologic setting is included as **Figure 1**.¹

Seismic Events and Fault Data

A review of United States Geological Survey (USGS) and New Mexico Tech Seismological Observatory (NMTSO) earthquake catalogues determined that two (2) seismic events have been recorded within a 100 square mile area [9.08-kilometer (km) radius] around the Subject SWD.

¹ Yang, K.-M., & Dorobek, S. L. (1995). The Permian Basin of west Texas and New Mexico: Tectonic history of a "composite" Foreland Basin and its effects on stratigraphic development. *Stratigraphic Evolution of Foreland Basins*, 149–174. https://doi.org/10.2110/pec.95.52.0149

The closest recorded seismic event was a M1.68 that occurred on July 22, 2017, and was located approximately 1.78 miles north of the FPNM SWD #3 (see **Attachment 2**).

Fault data from United States Geological Survey (USGS) and the Texas Bureau of Economic Geology (BEG)² indicates that the closest known fault is located approximately 0 miles from the FPNM SWD #3 (see Attachment 2). This identified fault is within the Precambrian basement, which is approximately 8,225 feet below the proposed injection interval.³ Fault data from Sourcewater also indicates the presence of four faults in the sedimentary column, above the Precambrian basement, within the area of review.⁴ These shallow faults penetrate the Canyon, Cisco, and Wolfcamp formations which begin approximately 2,940 feet below the proposed injection interval. As previously discussed, there are confining barriers beneath the proposed injection interval which will prevent the downward migration of fluids into such faults. A map of the seismic events and faults within 9.08 km of the FPNM SWD #3 is included as Attachment 2.

SYSTEM	SERIES/ STAGE	CENTRAL BASIN PLATFORM	DELAWARE BASIN		
	OCHOAN	DEWEY LAKE RUSTLER SALADO	DEWEY LAKE RUSTLER SALADO CASTILE		
PERMIAN	GUADALUPIAN	TANSILL YATES SEVEN RIVERS OUEEN GRAYBURG SAN ANDRES CLORIETA	DELAWARE MT GROU BELL CANYON CHERRY CANYON BRUSHY CANYON		
	LEONARDIAN	CLEAR FORK WICHITA	BONE SPRING		
	WOLFCAMPIAN	WOLFCAMP	WOLFCAMP		
	VIRGILIAN	CISCO	CISCO		
	MISSOURIAN	CANYON	CANYON		
PENNSYLVANIAN	DESMOINESIAN	STRAWN	STRAWN		
	ATOKAN	ATOKA DEND	ATOKA OFNO		
	MORROWAN	(ABSENT)	MORROW		
MISSISSIPPIAN	CHESTERIAN MERAMECIAN OSAGEAN	CHESTER BARNETT	CHESTER BARNET		
	KINDERHOOKIAN	KINDERHOOK	KINDERHOOK		
DEVONIAN		DEVONIAN	WOODFORD-		
SILURIAN		SILURIAN SHALE FUSSELMAN	MIDDLE SILURIAN FUSSELMAN		
	UPPER	MONTOYA	SYLVAN MONTOYA		
ORDOVICIAN	MIDDLE	SIMPSON	SIMPSON		
	LOWER	ELLENBURGER	ELLENBURGER		
CAMBRIAN	UPPER	CAMBRIAN	CAMBRIAN		
PRECAMBRIAN					

Figure 1 – Delaware Basin Stratigraphic Chart (Adapted from Yang and Dorobek 1995)

Seismic Potential Evaluation

Experience in evaluating induced seismic events indicates that most injection-induced seismicity throughout the U.S. (e.g., Oklahoma, Ohio, Texas, New Mexico, and Colorado) occurs as a result of injection into Precambrian basement rock, into overlying formations that are in hydraulic communication with the Precambrian basement rock, or as a result of injection near critically stressed and optimally oriented faults. Seismicity at basement depths occurs because critically stressed faults generally originate in crystalline basement rock and may also extend into overlying sedimentary formations.⁵

² Horne E. A. Hennings P. H., and Zahm C. K. 2021. Basement structure of the Delaware Basin, in The Geologic Basement of Texas: A Volume in Honor of Peter Flawn, Callahan O. A., and Eichubl P., The University of Texas at Austin, Bureau of Economic Geology.

³ G. Randy Keller, J. M. Hills &; Rabah Djeddi, A regional geological and geophysical study of the Delaware Basin, New Mexico and West Texas, Trans Pecos Region (West Texas) (1980).

⁴ Formation of Occurrence, Strike, Dip, and Length Interpreted by (Cortina, J. E. and Lemons, C. R. 2019. Houston, TX: Sourcewater, Inc.)

⁵ Ground Water Protection Council and Interstate Oil and Gas Compact Commission.

Potential Injection-Induced Seismicity Associated with Oil & Gas Development: A Primer on Technical and

Injection into either the Precambrian basement rock or its overlying formations that are hydraulically connected to the basement rock through faulting or fracture networks can increase the pore pressure and may lead to the fault slipping, resulting in a seismic event.⁴ As such, the vertical distance between the injection formation and Precambrian basement rock and the presence or lack of faulting within the injection interval are major considerations when determining the risk of injection-induced seismicity.

Geophysical logs from nearby well records show at least 8,225 feet of vertical separation between the injection interval and the Precambrian basement.³ In addition, injection-induced seismicity is not typically associated with shallow disposal wells in the Central Basin Platform and Delaware Basin areas, such as the FPNM SWD #3.

For injection into the Glorieta Sandstone to contribute to seismic activity, one of two hypothetical geologic scenarios must exist:⁶

- 1. Scenario #1: Earthquake hypocenters would need to be significantly shallower (several kilometers) than initially identified by the USGS and NMTSO seismic monitoring networks, and thus placing seismic activity high in the sedimentary column, rather than in the Precambrian basement.
- 2. Scenario #2: This scenario would require that both of the following conditions are met:
 - a. Fault Transmissivity: High permeability and transmissive conduits from faultdamaged zones would need to be present below the Glorieta, allowing fluid to migrate through the underlying Tubb Formation and through significantly deeper confining intervals, and eventually into the Precambrian basement.
 - b. Pore Pressure: The injection fluids and bottom hole pressures in the Glorieta would need to exceed existing hydrostatic pressures within the deeper geologic formation in order for injection fluids to migrate downward.

There are no publications or geologic data that suggest either of these scenarios to be true for the area around the FPNM SWD #3.

Formation Parting Pressure

Class II SWDs in New Mexico are administratively permitted with a maximum pressure gradient of 0.2 psi/ft. Review of New Mexico Oil Conservation Division (OCD) Order IP-476 submitted by Chevron USA Inc. in support of the Vacuum Glorieta West Unit, which is located approximately 60 miles northwest of the FPNM SWD #3, determined the fracture gradient of the Glorieta in the region ranges from 0.26-0.39 psi/ft from approved step-rate tests. Typical SWD permitting standards in New Mexico, and the requested operating parameters of the FPNM SWD #3, would indicate that formation parting pressure would not be exceeded by the FPNM SWD #3.

⁶ Skoumal, Robert J., et al. "Induced Seismicity in the Delaware Basin, Texas." *Journal of Geophysical Research: Solid Earth*, vol. 125, no. 1, 2020, doi:10.1029/2019jb018558.

Conclusion

As an expert on the issue of induced seismicity, seismic monitoring, and mitigation, it is my opinion that the potential for the FPNM SWD #3 to cause injection-induced seismicity is expected to be minimal, at best. This conclusion assumes the FPNM SWD #3 will be operated below formation parting pressure and is based on (1) the presence of numerous confining layers above and below the injection interval, (2) the significant vertical distance between the injection zone and Precambrian basement rock in which the nearest fault has been identified, and (3) the vertical distance from, and lack of historic seismicity on, identified shallow faults in the area of review.

Sincerely, ALL Consulting, LLC

Reed Davis Geophysicist

.

WaterBridge Stateline LLC FPNM SWD #3 Seismic Information March 18, 2024

> Attachment 1 Upper and Lower Confining Zones



Upper Confining Zone from API No. 025-33482

Page 6 No. 24569 Revised Exhibit Packet 51

Lower Confining Zone from API No. 025-33482



Attachment 2 Seismic Event Map

.

Released to Imaging: 8/27/2024 11:35:01 AM

FPNM SWD #3 Nearby Seismic Events and Faults



Page 56 of 11

54

.

Attachment 9

List of affected Persons

FPNM SWD #3 - Notice of Application Recipients						
Affected Party Classification	Entity - Proof of Notice	Entity - As Mapped/Exhibited	Address	City	State	Zip Code
Surface Owner	D.K. Boyd	N/A	3317 Andrews Hwy	Midland	TX	79703
NMOCD District Office	New Mexico Oil Conservation District 1	N/A	1625 N. French Dr	Hobbs	NM	88240
Mineral Owner	New Mexico Bureau of Land Management	N/A	301 Dinosaur Trail	Sante Fe	NM	87508
BLM - Lessee	Blackbeard Operating, LLC	Blackbeard Operating LLC	1751 River Run, Ste 405	Fort Worth	ТХ	76107
BLM - Lessee	Magnum Producing, LP	Magnum Producing LP	500 N Shoreline Blvd, Ste 322	Corpus Christi	ТХ	78401
BLM - Lessee	R&R Royalty LTD.	R&R Royalty LTD	500 N Shoreline Blvd, Ste 322	Corpus Christi	ТХ	78401
Note: The affected parties above received notification of this C-108 application.						

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

APPLICATION OF WATERBRIDGE STATELINE LLC TO APPROVE SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO.

CASE NO. 24569 (FPNM SWD #3)

AFFIDAVIT OF THOMAS E TOMASTIK

Thomas E. Tomastik, of lawful age and being duly sworn, declares as follows:

My name is Thomas E. Tomastik. I work for ALL Consulting as a Chief Geologist 1 and Regulatory Specialist. I have been retained by WaterBridge Stateline LLC ("WaterBridge") (OGRID No. 330129).

I personal knowledge of the matters stated herein. 2.

I have previously testified before the Oil Conservation Division ("Division") as an 3. expert witness in petroleum engineering and petroleum geology and my credentials as have been accepted by the Division and made a matter of record.

4. My area of responsibility includes the area of Lea County in New Mexico.

I am familiar with the application WaterBridge filed in this matter and I am familiar 5. with the status of the lands in the subject area.

I undertook a hydrologic evaluation related to the proposed FPNM SWD #3 well 6. (the "Well"), which is included as Attachment 7 to Exhibit A-1.

WaterBridge seeks authorization to inject produced water into the Glorieta 7. Sandstone at the Well at a depth of approximately 5,400 feet to 5,775 feet.



Released to Imaging: 8/27/2024 11:35:01 AM

8. I examined available geologic and engineering data and found no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water ("USDW").

9. In my opinion, there is containment through multiple confining zones in the San Andres Formation and the Salado evaporite deposits above the Glorieta Sandstone and the USDW and over 4,270 feet of vertical separation between the base of the USDW and the top of the injection interval. Additionally, there is no evidence of faults that would allow for communication between the USDW and Glorieta Sandstone.

10. In addition, WaterBridge's wellbore design will isolate any known freshwater zones and is protective of USDWs.

11. All of the well data and operations information required by the C-108 is included in the C-108 attached as Exhibit A-1. The proposed well design is contained in Attachment 1 to the C-108 and described in Section III.A of the C-108.

12. In my opinion, the well design will be protective of freshwater and USDWs in the area and protective of correlative rights.

13. A water chemistry analysis is provided as Attachments 3 and 4 to Exhibit A-1. Based on this water chemistry analysis, in my opinion and based on my experience, there will not be a compatibility issue between the injection fluids and the fluids within the injection interval.

14. The estimated average surface injection pressure is expected to be approximately 810 psi. The maximum surface injection pressure will be 1,080 psi, based on the Division's guideline limiting surface injection pressures to 0.2 psi per foot of depth to the top-most injection interval. The proposed injection volumes can be achieved without exceeding the maximum surface

2

injection pressure. Injection pressures and volumes will be continuously monitored through an electronic SCADA system.

15. In my opinion, the granting of WaterBridge's application is in the interests of conservation and the prevention of waste.

16. The attached exhibits were prepared by me, or compiled from company business records, or were prepared at my direction.

17. I attest under penalty of perjury under the laws of the State of New Mexico that the information provided herein is correct and complete to the best of my knowledge and belief.

[Signature page follows]

3

Howay & Loucasto Thomas E. Tomastik

State of OKlahoma County of Wagener

This record was acknowledged before me on June 2024, by Thomas E. Tomastik.

[Stamp]	Poto giordano
RITA GIORDANO NOTARY PUBLIC STATE OF OKLAHOMA Commission # 15000795 Expires 01/27/27	Notary Public in and for the State of OKIA NOWA Commission Number: 15000195
My Commission Expires: 1.27.27	

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

APPLICATION OF WATERBRIDGE STATELINE LLC TO APPROVE SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO.

CASE NO. 24569 (FPNM SWD #3)

AFFIDAVIT OF REED DAVIS

Reed Davis, of lawful age and being duly sworn, declares as follows:

1. My name is Reed Davis. I work for ALL Consulting as a Geophysicist. I have been retained by WaterBridge Stateline LLC ("WaterBridge") (OGRID No. 330129).

2. I personal knowledge of the matters stated herein.

3. I have previously testified before the Oil Conservation Division ("Division") as an expert witness in geology and geophysics and my credentials have been accepted by the Division and made a matter of record.

4. My area of responsibility includes the area of Lea County in New Mexico.

5. I am familiar with the application WaterBridge filed in this matter and I am familiar with the status of the lands and geology in the subject area.

6. In this case, WaterBridge seeks authorization to inject produced water into the Glorieta Sandstone formation through the FPNM SWD #3 well (the "Well") into the Glorieta Sandstone formation at a depth of approximately 5,400 feet to 5,775 feet.

7. Exhibit A-1, Attachment 8, contains a statement I prepared that includes an overview of the geology of this area, as well as information regarding the low potential for induced seismicity if WaterBridge's application is granted.

8. Based on my geology study, I have concluded that the Glorieta Sandston is well suited for injection because it is bounded by both an upper confining layer and a lower confining



layer, which will prevent migration of the injected fluids. The Glorieta primarily consists of Permian-age sandstone and is overlain by approximately 60 feet of low porosity carbonate rocks within the lower San Andres Formation, which would prevent the upward migration of injection fluid and serve as the upper confining layer. Additionally, approximately 28 feet of low porosity and low permeability other carbonate rocks lie beneath the proposed injection interval and act as a lower confining zone by preventing downward migration of injected fluids into the underlying Tubb Formation. Attachment I to my Letter are geophysical logs which depict the intervals above and below the proposed injection interval.

9. In my opinion, operating the Well will not impact the correlative rights of mineral owners because the proposed injection will remain within the target injection interval due to the upper and lower confining zones. There is no oil and gas production from the Glorieta Sandstone within the two-mile radius of the Well.

10. I also prepared a statement regarding seismicity, which was included in the C-108, also as Attachment 8.

11. Based on my study, in my opinion, the potential for the Well to cause injectioninduced seismicity is expected to be minimal because (1) the presence of numerous confining layers above and below the injection interval, (2) the significant vertical distance between the injection zone and Precambrian basement rock in which the nearest fault has been identified, and (3) the vertical distance from, and lack of historic seismicity on, identified shallow faults in the area of review.

12. In my opinion, the granting of WaterBridge's application is in the interests of conservation and the prevention of waste.

13. The attached exhibits were prepared by me, or compiled from company business records, or were prepared at my direction.

2

14. I attest under penalty of perjury under the laws of the State of New Mexico that the information provided herein is correct and complete to the best of my knowledge and belief.

[Signature page follows]

Reed Davis

lahomer State of County of TUIS9

This record was acknowledged before me on June 1202024, by Reed Davis.

[Stamp]

UTECO loma

Notary Public in and for the State of Oklahomer Commission Number: 19011374

11/11/2027 My Commission Expires:_

PALOMA LUCERO Notary Public, State of Oklahoma Commission # 19011374 My Commission Expires 11-11-2027

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

APPLICATION OF WATERBRIDGE STATELINE LLC TO APPROVE SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO.

CASE NO. 24569

SELF-AFFIRMED DECLARATION OF DEANA M. BENNETT

Deana M. Bennett, attorney in fact and authorized representative of WaterBridge Stateline, LLC, the Applicant herein, declares as follows:

1) The above-referenced Application was provided under notice letter, dated June 4, 2024, attached hereto, as Exhibit D.1.

Exhibit D.2 is the mailing list, which show the notice letters were delivered to the USPS 2) for mailing on June 4, 2024.

Exhibit D.3 is the certified mailing tracking information, which is automatically compiled 3) by CertifiedPro, the software Modrall uses to track the mailings. This spreadsheet shows the names and addresses of the parties to whom notice was sent and the status of the mailing.

4) Exhibit D.4 is the Affidavit of Publication from the Hobbs News-Sun confirming that notice was published on June 9, 2024.

5) I attest under penalty of perjury under the laws of the State of New Mexico that the information provided herein is correct and complete to the best of my knowledge and belief.

Dated: June 19, 2024



By: Kleina H Bennest

Deana M. Bennet

Deana M. Bennett 505.848.1834 dmb@modrall.com



June 4, 2024

VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

Re: APPLICATION OF WATERBRIDGE STATELINE LLC TO APPROVE SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO.

CASE NO. 24569

TO: AFFECTED PARTIES

This letter is to advise you that WaterBridge Stateline, LLC ("WaterBridge") has filed the enclosed application.

In Case No. 24569, WaterBridge Stateline LLC seeks an order approving disposal into the Glorieta Sandstone formation through the FPNM SWD #3 well at a surface location 2,512' from the North line and 1,133' from the West line, Lot 2, Section 29, Township 26 South, Range 38 East, NMPM, Lea County, New Mexico for the purpose of operating a produced water disposal well. Applicant seeks authority to inject produced water into the Glorieta Sandstone formation at a depth of approximately 5,400 feet to 5,775 feet. Applicant further requests that the Division approve a maximum daily injection rate for the well of 20,000 bbls per day. Said area is located approximately 9.20 miles Southeast of Jal, New Mexico.

The hearing is set for June 27, 2024 beginning at 8:30 a.m. The hearing will be conducted in a hybrid fashion, both in-person at the Energy, Minerals, Natural Resources Department, Wendell Chino Building, Pecos Hall, 1220 South St. Francis Drive, 1st Floor, Santa Fe, NM 87505 and via a virtual meeting platform. To participate in the electronic hearing, see the instructions posted on the docket for the hearing date: <u>https://www.emnrd.nm.gov/ocd/hearing-info/</u>.

As a party who may be affected by this application, we are notifying you of your right to appear at the hearing and participate in this case, including the right to present evidence either in support of or in opposition to the



Modrall Sperling Roehl Harris & Sisk P.A.

500 Fourth Street NW Suite 1000 Albuquerque, New Mexico 87102

PO Box 2168 Albuquerque, New Mexico 87103-2168

Tel: 505.848.1800 www.modrall.com

No. 24569 Revised Exhibit Pa

Page 2

application. Failure to appear at the hearing may preclude you from any involvement in this case at a later date.

You are further notified that if you desire to appear in this case, then you are requested to file a Pre-Hearing Statement with the Division at least four business days in advance of a scheduled hearing before the Division or the Commission, but in no event later than 5:00 p.m. mountain time, on the Thursday preceding the scheduled hearing date, with a copy delivered to the undersigned.

Sincerely,

Deena H. Bennett

Deana M. Bennett Attorney for Applicant

Received by OCD: 8/26/2024 2:12:13 PM Received by OCD: 5/14/2024 4:15:57 PM

Page 1 of 45

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

APPLICATION OF WATERBRIDGE STATELINE LLC TO APPROVE SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO.

CASE NO. 24569

APPLICATION

WaterBridge Stateline LLC ("WaterBridge"), OGRID No. 330129, through its undersigned attorneys, hereby submits this application to the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-12, Rule No. 19.15.26, and Rule 19.15.4.8 for an order approving drilling of a salt water disposal well in Lea County, New Mexico. In support of this application, WaterBridge states as follows:

(1) WaterBridge proposes to drill the FPNM SWD #3 well at a surface location 2,512'
from the North line and 1,133' from the West line, Lot 2, Section 29, Township 26 South, Range
38 East, NMPM, Lea County, New Mexico for the purpose of operating a produced water disposal well.

(2) WaterBridge seeks authority to inject produced water into the Glorieta Sandstone formation at a depth of approximately 5,400 feet to 5,775 feet.

(3) WaterBridge requests that the Division approve a maximum daily injection rate for the well of 20,000 bbls per day.

(4) WaterBridge requests approval of a maximum injection pressure of 1,080 psi for the well.

(5) A proposed C-108 for the subject well is attached hereto as Attachment A.

No. 24569 Revised Exhibit Packet

Received by OCD: 8/26/2024 2:12:13 PM Received by OCD: 5/14/2024 4:15:57 PM

(6) The granting of this application will avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.

WHEREFORE, WaterBridge requests that this application be set for hearing before an Examiner of the Oil Conservation Division on June 13, 2024; and that after notice and hearing, the Division enter its order approving this application.

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

Bennet lina И By: N

Earl E. DeBrine, Jr. Deana M. Bennett Yarithza Peña Post Office Box 2168 500 Fourth Street NW, Suite 1000 Albuquerque, New Mexico 87103-2168 Telephone: 505.848.1800 edebrine@modrall.com deana.bennett@modrall.com yarithza.pena@modrall.com Attorneys for Applicant

2

CASE NO. <u>24569</u>: Application of WaterBridge Stateline LLC for approval of a salt water disposal well in Lea County, New Mexico. Applicant seeks an order approving disposal into the Glorieta Sandstone formation through the FPNM SWD #3 well at a surface location 2,512' from the North line and 1,133' from the West line, Lot 2, Section 29, Township 26 South, Range 38 East, NMPM, Lea County, New Mexico for the purpose of operating a produced water disposal well. Applicant seeks authority to inject produced water into the Glorieta Sandstone formation at a depth of approximately 5,400 feet to 5,775 feet. Applicant further requests that the Division approve a maximum daily injection rate for the well of 20,000 bbls per day. Said area is located approximately 9.20 miles Southeast of Jal, New Mexico.
Received by OCD: 8/26/2024 2:12:13 PM

Received by OCD: 5/14/2024 4:15:57 PM

Page 4 of 45 Revised March 23, 2017

Page 73 of 117

۶.

RECEIVED:	REVIEWER:	TYPE:	APP NO:
		ABOVE THIS TABLE FOR OCD E	
	NEW MEXIC	O OIL CONSERV	
	1220 South St. Er	cal & Engineering ancis Drivo. Sant	
	1220 300111 31.11	ancis Drive, Sam	are, NW 07505
	ADMINISTR	ATIVE APPLICATI	ON CHECKLIST
THIS C	HECKLIST IS MANDATORY FOR AL REGULATIONS WHICH RE	L ADMINISTRATIVE APPLIC	ATIONS FOR EXCEPTIONS TO DIVISION RULES AND DIVISION LEVEL IN SANTA FE
plicant: WaterBrid	ige Stateline LLC		OGRID Number: 330129
II Name: FPNM:	SWD #3		API:
SWD; Glorieta			Pool Code: 96106
SUBMIT ACCORP		INDICATED BELC	W
	CATION Check those	which apply for [A	1
A. Location	- Spacina Unit - Simult	taneous Dedicatio	n
	ISL INSPIRE		
B. Check or	ne only for [I] or [II]		
	mingling – Storage – M	easurement	
	JDHC LICIB LIPI	ure Increase - Enh	
	WFX PMX S	WD TIPI TE	OR
			FOR OCD ONLY
NOTIFICATION	REQUIRED TO: Check	those which apply	. Notice Complete
A. Offset	operators or lease hol	ders	
	y, overhaing royally ov	whers, revenue ov ad notice	Application
D. Notific	ation and/or concurre	ent approval by SL	
E. 🔳 Notific	ation and/or concurre	ent approval by BL	.M Complete
F. 🔳 Surfac	e owner	93. C	
G. For all	of the above, proof o	f notification or pu	blication is attached, and/or,
H. 🗌 No no	fice required		
CERTIFICATION	: I hereby certify that	the information su	bmitted with this application for
administrative	approval is accurate	and complete to t	he best of my knowledge. I also
	and this many entropy of the restoration	ken on this applica	ation until the required information and
understand the	at no action will be tak	방법식 없다. 방법에서는 데 비사가 가는 가장에서 가지에 가 많아요.	
understand the notifications a	at no action will be tail re submitted to the Div	vision.	
understand the notifications as	at no action will be tal re submitted to the Div rte: Statement must be comple	vision. Hed by an individual with	managerial and/or supervisory capacity.
understand th notifications a	at no action will be tal re submitted to the Div ite: Statement must be comple	vision. Hed by an individual with	managerial and/or supervisory capacity.
understand th notifications a No	at no action will be tal re submitted to the Div ste: Statement must be comple	rision. Hed by an individual with	managerial and/or supervisory capacity.
understand th notifications a No	at no action will be tai re submitted to the Div ote: Statement must be comple	vision. Hed by an individual with	managerial and/or supervisory capacity.
understand th notifications a No ver Seekins nt or Type Name	at no action will be tal re submitted to the Div ste: Statement must be comple	vision. Hed by an individual with	managerial and/or supervisory capacity. <u>5/13/2024</u> Date
understand th notifications a No ver Seekins nt or Type Name	at no action will be tal re submitted to the Div ote: Statement must be comple	vision. Hed by an individual with	managerial and/or supervisory capacity. 5/13/2024 Date 918.382.7581
understand th notifications a No iver Seekins nt or Type Name	at no action will be tal re submitted to the Div ote: Statement must be comple	vision. Hed by an individual with	managerial and/or supervisory capacity. 5/13/2024 Date 918.382.7581 Phone Number
understand th notifications a No <u>iver Seekins</u> nt or Type Name	at no action will be tal re submitted to the Div ote: Statement must be comple	vision. Hed by an individual with	sinanagerial and/or supervisory capacity. 5/13/2024 Date 918.382.7581 Phone Number oregination (and the component)

Released to Imaging: 5/21/2024 2:34:26 PM Released to Imaging: 8/27/2024 11:35:01 AM No.24569 Revised Exhibit Packet 71

Received by OCD: 8/26/2024 2:12:13 PM

Received by OCD: 5/14/2024 4:15:57 PM STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505 Page 5 of 45 FORM C-108

Page 74 of 117

Revised June 10, 2003

	APPLICATION FOR AUTHORIZATION TO INJECT
I.	PURPOSE: Secondary Recovery Pressure Maintenance X Disposal Storage Application qualifies for administrative approval? X Yes No
П.	OPERATOR: WaterBridge Stateline LLC
	ADDRESS: 5555 San Felipe, Ste. 1200 Houston, TX 77056
	CONTACT PARTY: Jessica High - Director, QHSE & Regulatory PHONE: 832-871-4064
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?YesNo 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 fate and volume of nulds 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: Oliver Seekins TITLE: Project Manager / Regulatory Specialist
	SIGNATURE: DATE: 5/13/2024
	E-MAIL ADDRESS: oseekins@all-llc.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:

DISTRIBUTION: Original and one copy to Santa Fe with one copy to the appropriate District Office

Page 6 of 45

Application for Authorization to Inject Well Name: FPNM SWD #3

III – Well Data (The wellbore diagram is included as Attachment 1) A.

(1) General Well Information:

Operator: WaterBridge Stateline LLC (OGRID No. 330129) Lease Name & Well Number: FPNM SWD #3 Location Footage Calls: 2,512' FNL & 1,133' FWL Legal Location: Lot 2, S29 T26S R38E Ground Elevation: 2,991' Proposed Injection Interval: 5,400' - 5,775' County: Lea

(2) Casing Information:

Туре	Hole Size	Casing Size	Casing Weight	Setting Depth	Sacks of Cement	Estimated TOC	Method Determined
Surface	24"	20″	94.0 lb/ft	1,155'	1,175	Surface	Circulation
Intermediate 1	17-1/2"	13-3/8"	54.5 lb/ft	2,630'	1,935	Surface	Circulation
Production Casing	12-1/4"	9-5/8"	40.0 lb/ft	5,775′	1,915	Surface	CBL
Tubing	N/A	5-1/2"	17.0 lb/ft	5,375'	N/A	N/A	N/A

DV Tool set at: 3,000'

(3) Tubing Information:

5-1/2" (17.0 lb/ft) ceramic-coated tubing with setting depth of 5,375'

(4) Packer Information: ACT AS1-X or equivalent packer set at 5,375'

Β.

- (1) Injection Formation Name: Glorieta
 Pool Name: SWD;Glorieta
 Pool Code: 96106
- (2) Injection Interval: Perforated injection between 5,400' 5,775'
- (3) Drilling Purpose: New drill for saltwater disposal
- (4) Other Perforated Intervals: No other perforated intervals exist.
- (5) Overlying Oil and Gas Zones: Below are the approximate formation tops for known oil and gas producing zones in the area.
 - Yates (2,810')
 - Seven Rivers (2,966')
 - Queen (3,468')
 - Penrose (3,720')

Underlying Oil and Gas Zones: Below are the approximate formation tops for known oil and gas producing zones in the area.

- Tubb (6,625')
- Devonian (9,041')

V – Well and Lease Details

The following maps and documents are included in Attachment 2:

- 2-mile Oil & Gas Well Map
- ½-mile AOR Well Table
- 2-Mile Lease Map
- 2-Mile Mineral Ownership Map
- 2-Mile Surface Ownership Map
- Potash Lease Map

VI – AOR Well List

A list of the well(s) within the 1/2-mile AOR is included in Attachment 2.

There are two (2) plugged wells in the ½-mile AOR, however neither penetrates the proposed injection zone.

VII – Proposed Operation

- (1) Proposed Maximum Injection Rate: 20,000 bpd Proposed Average Injection Rate: 15,000 bpd
- (2) A closed-loop system will be used.
- (3) Proposed Maximum Injection Pressure: 1,080 psi (surface) Proposed Average Injection Pressure: Approximately 810 psi (surface)
- (4) Source Water Analysis: The expected injectate will consist of produced water from production wells completed in the Queen, Wolfcamp, Devonian and Ellenburger formations. Analysis of water from these formations is included as Attachment 3.
- (5) Injection Formation Water Analysis: The proposed SWD will be injecting water into the Glorieta Sandstone which is a non-productive zone known to be compatible with formation water from the Queen, Wolfcamp, Devonian and Ellenburger formations. Water analyses from the Glorieta Sandstone in the area are included as *Attachment 4*.

VIII – Geologic Description

The proposed injection interval includes the Glorieta Sandstone from 5,400' - 5,775'. The Permian-aged Glorieta Sandstone is a fine grained and well-to-moderately sorted quartz arenite sandstone that occurs directly below the San Andres Formation. There are multiple zones of high porosity and low resistivity that makes this sandstone a viable injection zone in this area.

Further discussion of the injection formation, overlying and underlying confinement zones, and historic use of the field are included as *Attachment 5*.

The base of the USDW is the Rustler Formation at a depth of approximately 1,130 feet. Depth of the nearest water well in the area is approximately 80 feet below ground surface.

IX – Proposed Stimulation Program

A small cleanup acid job may be used to remove mud and drill cuttings from the formation. However, no other formation stimulation is currently planned.

X – Logging and Test Data

Logs will be submitted to the Division upon completion of the well.

XI – Fresh Groundwater Samples

Based on a review of data from the New Mexico Office of the State Engineer, there are no groundwater wells located within 1-mile of the proposed SWD location.

A water well map and details of the water well within 1-mile are included as Attachment 6.

XII – No Hydrologic Connection Statement

No publicly known faulting is present in the area that would provide a hydrologic connection between the injection interval and overlying USDWs. Additionally, the casing program has been designed to ensure there will be no hydrologic connection between the injection interval and overlying USDWs.

A signed No Hydrologic Connection Statement is included as Attachment 7.

In addition, a *Seismic Potential Letter* detailing the minimal risk of injection-induced seismicity associated with the proposed SWD is included as *Attachment 8*.

XIII – Proof of Notice

A public notice will be filed with the Hobbs News Sun newspaper, and an affidavit will be included as an exhibit at hearing.

A copy of the application will be mailed to the identified affected persons, with delivery confirmation being provided as an exhibit at hearing. A list of the identified affected persons is included as **Attachment 9**.

Attachments

Attachment 1:

- C-102
- Wellbore Diagram
- Packer Diagram

Attachment 2: Area of Review Information:

- 2-Mile Oil & Gas Well Map
- 1/2-Mile AOR Well Table
- 2-Mile Lease Map
- 2-Mile Mineral Ownership Map
- 2-Mile Surface Ownership Map
- Potash Lease Map

Attachment 3: Source Water Analysis

Attachment 4: Injection Formation Water Analysis

Attachment 5: Confining Zones and Historic Pore Space Use

Attachment 6: Water Well Map and Well Data

Attachment 7: No Hydrologic Connection Statement

Attachment 8: Seismic Potential Letter

Attachment 9: List of Affected Persons

Received by OCD: 8/26/2024 2:12:13 PM

Received by OCD: 5/14/2024 4:15:57 PM

.

Page 10 of 45

Attachment 1

- C-102
- Wellbore Diagram
- Packer Diagram

Received by Q	CD: 8/	26/2024	2:12:13	PM-
---------------	--------	---------	---------	-----



Released to Imaging: 5/21/2024 2:34:26 PM No. 24569 Revised Exhibit Packet Released to Imaging: 8/27/2024 11:35:01 AM_ 78

Received by OCD: 8/26/2024 2:12:13 PM





Released to Imaging: 8/27/2024 11:35:01 AM

79

AS1-X MECHANICAL PACKER

The ACT AS1-X Parker is the most versable of the mechanically set retrievable packer and may be used in any production application. Treating, testing, injecting, pumping well flowing wells, deep or shallow; the AS1-X is suited for all. The packer can be left in tension or compression, depending on well conditions and the required application. large internal by-pass reduces swabbing when running and retrieving. The by-pass close when the packer is set and opens prior to releasing the upper slips when retrieving to allow pressure equalization.

The J-slot design allows easy setting and releasing; 1/4 turn right-hand set, right-hand release. A patented upper-slip releasing system reduces the force required to release th packer. A non directional slip is released first, making it easier to release the other slips. Th AS1-X packer can withstand 7,000 psi (48 MPa) of differential pressure above or below.

FEATURES, ADVANTAGES AND BENEFITS:

- · The design holds high differential pressure from above or below, enabling the packet to meet most production, stimulation, and injection needs
- . The packer can be set with compression, tension, or wire line, enabling deployment in shallow and deep applications
- · The packer can be set and released with only a one-quarter turn of the tubing
- . The bypass valve is below the upper slips so that debris are washed from the slip when the valve is opened, reducing the times for circulation and total retrieval
- The full opening enables unrestricted flow and the passage of wire line tools and other packer systems
- The packer can be run with the T-2 on-off tool, which enables the tubing to be disconnected and retrieved without retrieving the packer

OPTIONS:

Elastomer options are available for hostile environments

· Optional safety releases are available

		AS	-X MECHANICAL PACK	R		
ć	XSING					
SIZE (inches)	WEIGHT (ball)	RECOMMENDED HOLESIZE (sixtim)	TOOL OD MAX (netwo)	TOOL ID MIR (inclusi)	TEREAD CONNECTION BOX UP / FRY DOWN	PART NO.
4,1/2	13.5-15.1	3,826-3,920	3.650	1,938	2.3/8* EUE	261-3650-XXXX
5	11,5-15	4,408-4.560	4.125	1.938	2.3/8*EUE	261-4125-000
5	18-20.8	4,154-4.276	4.000	1.938	2.3/8" EUE	261-4000-XXXX
5.1/2	14-20	4,778-5.012	4.625	2.00	2.3/8" EUE	261-4625-XXXX
5,1/2	14-20	4.778-5.012	4.625	2.38	2.7/8" EUE	261-4625-XXXX
5.1/2	20-23	4,670-4,778	4.500	2.00	2.3/8" EUE	261-4500-XXXX
5,1/2	20-23	4,670-4.778	4,500	2.38	2.7/8" EUE	261-4500-XXXX
6.5/\$	20-24	5.921-6.094	5.750	3.0D	3.1/2*EUE	261-5750-XXXX
7	17-26	6.276-6.538	6.000	2.50	2.7/8" EUE	261-6000-XXXX
- 7	17-26	6.276-6.538	6.000	3.00	3.1/2" EUE	261-6000-XXXX
7	26-32	6.094-6.276	5.875	2.50	2.7/8" EUE	261-5875-XXXX
7	26-32	6.094-6.276	5.875	3.00	3.1/2" EUE	261-5875-XXXX
7	29-35	6,004-6,184	5.812	3.00	3.1/2* EUE	261-5812-XXXX
7.5/8	24-29.7	6.875-7.025	6.672	2.50	2.7/8"EUE	261-6672-XXXX
7.5/8	24-29.7	6.875-7.025	6.672	3.00	3.1/2" EUE	261-6672-XXXX
7.5/8	33.7-39	6.625-6.765	6.453	2.50	2.7/8"EUE	261-6453-XXXX
7.5/8	33.7-39	6.625-6.765	6.453	3.00	3.1/2" EUE	261-6453-XXXX
9.5/8	32.3-43.5	8.755-9.001	8,500	3.00	3.1/2" EUE	261-8500-XXXX
9.5/8	32.3-43.5	8,755-9,001	8.500	4.00	4.1/2" EUE	261-8500-XXXX
9.5/8	43.5-53.5	8.535-8.755	8.250	3.00	3.1/2" EUE	261-8250-XXXX
9.5/8	43.5-53.5	8.535-8.755	8.250	4.00	4.1/2" EUE	261-8250-XXXX

'XXXX' is changed as per material / elastomer / end connection

Page 82 of 117

Released to Imaging: 5/21/2024 2:34:26 PM

80

Page 14 of 45

Attachment 2

Area of Review Information:

- 2-mile Oil & Gas Well Map
- 1/2-Mile AOR Well Table
- 2-mile Lease Map
- 2-mile Mineral Ownership Map
- 2-mile Surface Ownership Map
- Potash Lease Map



Received by OCD: 8/26/2024 2:12:13 PM

Released to Imaging: 5/21/2024 2:34:26 PM

No. 24569 Revised Exhibit Packet

Miles

82

Page 84 of 117

Mapped by: Ben Bockelmann

Prepared by:

ceived by	OCD:	5/14/2024	4:15:57 PM
-----------	------	-----------	------------

		1/2-Mile A	OR Well Table for FPNM SWD #	3 (Top of Inject	tion Interval: 5,400')		
Well Name	API#	Well Type	Operator	Spud Date	Location (Sec., Tn., Rng.)	Total Vertical Depth (feet)	Penetrate Inj. Zone?
Leonard #1	30-025-12458	Plugged	PRE-ONGARD WELL OPERATOR (Dolport Oil Corporation)	12/22/1937	F-29-26S-38E	3707	No
Federal Sinclair #1-29	30-025-12459	Plugged	PRE-ONGARD WELL OPERATOR (John H. Trigg)	1/27/1962	M-29-265-38E	3889	No

Released to Imaging: 5/21/2024 2:34:26 PM

Page 85 of 117

Received by OCD: 8/26/2024 2:12:13 PM

No. 24569 Revised Exhibit Packet

83



Page 86 of 117





Page 18 of 45





No. 24569 Revised Exhibit Packet

86

Page 88 of 117



Received by OCD: 5/14/2024 4:15:57 PM

Released

ð



No. 24569 Revised Exhibit Packet

Attachment 3

Source Water Analysis

Released to Imaging: 5/21/2024 2:34:26 PM

hereit	
e	
e	
S	
d	
2	
Re	ceived by OCD: 5/14/2024 4:15
20	
50	
-	
00	
~	Well Name
N	GULF STATE #001
2	WEST PEARL QUEEN UNI
N	WEST PEARL QUEEN UNI
3	WEST PEARL QUEEN UNI
4	WHITE CITY PENN GAS C
	HABANERO 17 FEDERAL
-	SERRANO 29 FEDERAL #0
i.	CLARA M ROHERTS FTAL
5	OBERHOL TZER #001
0	LEA AV STATE #005
	C S STONE #001
\geq	CLARA M ROBERTS #001
2	ROSA SHULTS #001
and the second se	HOUSTON A #001

	STOR BS		Design Research	10 - 10 - 10 - 10 - 10 - 10 - 10 - 10 -	US DECEM	Source	Water Ar	nalysis	COLORINGS.	1	113	a line source they	the Novi	- 0	Marine Carlo and	Section of
			WaterB	ridge Stateli	ne LLC - FPNM	SWD #3 - Q	ueen, Wolf	fcamp, Dev	onian and E	llenburger Fo	ormations		webres! to		TOWNER DEALER	100 22
Well Name	API	Latitude	Longitude	Section	Township	Range	Unit	Ftgns	Ftgew	County	State	Formation	Tds (mg/L)	Chloride (mg/L)	Bicarbonate (mg/L)	Sulfate (mg/L)
GULF STATE #001	3002508458	32.7242317	-103.5246506	26	185	34E	Α	660N	660E	LEA	NM	QUEEN	267,000	165,000	216	88
WEST PEARL QUEEN UNIT #103	3002503247	32.6359787	-103.4816437	29	195	15E	C	990N	1980W	LEA	NM	OUEEN		151,575	[4]	-94
WEST PEARL QUEEN UNIT #118	3002503248	32.629612	-103.4773712	29	195	358		19805	19801	LEA	NM	OUTEN		149,504	35	25
WEST PEARL QUEEN UNL#141	3002503284	32.6223412	+103.4645233	33	198	358	C	660N	1980W	LEA	NM	OUEEN		138,040	38	413
WHITE CITY PENN GAS COM UNIT 1 #001	3001500408	32 1937523	-104,3088455	-29	248	26E	A	660N	660E	EDDY	NM	WOLFCAMP		10,000	645	1.320
HABANERO 17 FEDERAL COM #00111	3001536108	32.2218475	-104.2062683	17	248	27E	A	990N	660E	EDDY	NM	WOLFCAMP	108,205	65,927	146	
SERRANO 29 FEDERAL #001H	3001537763	32,1898842	+104.2062149	29	248	27E	Н	1980N	660E	EDDY	NM	WOLFCAMP	102.136	62.813	183	10
SERRANO 29 FEDERAL #00111	3001537763	32.1898842	-104.2062149	29	248	27E	11	1980N	660E	EDDY	NM	WOLFCAMP	100,995	63,450	268	(
CLARA M ROBERTS ETAL #001	3002507265	32.9945259	-103.0748596	26	158	38E	D	330N	330W	LEA	NM	DEVONIAN	50,630	20,593	823	1.07
OBERBOLIZER #001	3002507164	33.2986488	-103.1388397	7	125	38E	C	660N	1980W	LEA	NM	DEVONIAN	58,738	33,600	655	1.020
LEA AV STATE #005	3002507201	33.268692	-103.1398849	19	128	38E	C	990N	1650W	LEA	NM	DEVONIAN	\$7,890	33,208	458	2.083
C S STONE #001	3002507260	33:0045204	-103.0823975	22	155	38E	G	1980N	1980E	LEA	NM	DEVONIAN	78,690	46,060	354	2.035
CLARA M ROBERTS #001	3002507264	33.0045013	-103.0748672	23	155	38E	E	1980N	330W	LEA	NM	DEVONIAN	91,505	54,638	894	1.883
ROSA SHULTS #001	3002507191	33 272316	-103,1442108	18	128	38E	M	3305	330W	LEA	NM	DEVONIAN	10 824	21 011	647	1.80/
HOUSTON A #001	3002507202	33.2632332	-103.1442032	19	128	38E	1	23105	330W	LEA	NM	DEVONIAN	76,102	44,700	483	1.700
SHELL BROWNING #001	3002507113	33.3240585	-103,1301956	31	115	38E	н	1980N	660E	LEA	NM	DEVONIAN	79,057	46,200	727	7,184
STATE A #002	3002507126	33,32407	-103.1215515	32	115	38E	P	1980N	1980W	LEA	NM	DEVONIAN	85 233	53 250	607	2 812
NEW MEXICO A FEDERAL #001	3002507150	33,3022766	-103.1344833	6	128	38E	0	660S	1980E	LEA	NM	DEVONIAN	61.815	35 600	580	1.750
NEW MEXICO A FEDERAL #002	3002507151	33.3059044	-103.134491	6	128	381	I I	19805	1980E	LEA	NM	DEVONIAN	61,795	35.600	515	7.000
TAYLOR B #001	3002507155	33.2877579	-103.1344681	7	128	38E	0	660S	1980E	LEA	NM	DEVONIAN	54,397	30,880	572	2 288
CLARA M ROBER 15 #001	3002507264	33.0045013	-103.0748672	23	155	38E	E	1980N	330W	LEA	NM	DEVONIAN	80,811	48.610	883	1.663
ROSE FAVES #001	3002507290	32 8726234	-103.1200638	35	165	381	N	660S	1980W	LEA	NM	DEVONIAN	48 373	27.620	696	1 845
W W HAMILTON #001	3002507293	32.8762512	-103.1200485	35	165	38E	K	19805	1980W	LEA	NM	DEVONIAN	41 751	23 780	291	1.753
L COOPER #002	3002507295	12.8689995	-103.1212997	2	178	381	C	660N	3300E	LEA	NM	DEVONIAN	38 520	21.600	600	1 700
L COOPER A #001	3002507301	32.8438873	-103.1040649	12	175	38E	N	660S	1980W	LEA	NM	DEVONIAN	29,115	15.640	990	2 117
FEDERAL DAVIS #002	3002507305	32.8293381	-103.0954208	13	178	381	P	6605	660E	LEA	NM	DEVONIAN	35,212	18 540	865	3 080
FM HOLLOWAY #001	3002507306	32,8402596	-103.0997314	13	175	38E	В	560N	1980E	LEA	NM	DEVONIAN	49,286	28,700	645	1.558
WEST DOLLARHIDE DEVONIAN UNIT #104	3002512297	32.1720123	-103.0761032	32	24S	38E	1	1980S	6601	LEA	NM	DEVONIAN	50,858	30,200	183	980
FM HOLLOWAY #001	3002507306	32.8402596	-103.0997314	13	175	38E	B	660N	1980E	LEA	NM	DEVONIAN	49,290	28 700	645	1 558
WEST DOLLARHIDE DEVONIAN UNIT #104	1002512297	32.1720123	-103.0761032	32	245	381	1	19805	6601	LEA	NM	ELLENBURGER	1.	10,200	183	080
A B COATES D #003	3002511748	32:1112633	-103.1177216	24	255	37E	N	990S	2310W	LEA	NM	ELLENBURGER	91,617	57,190	832	1.387
SOUTH JUSTIS UNIT #024	3002511774	32,1040077	-103.1102829	25	258	371	Ĥ	1650N	660E	LEA	NM	ELLENBURGER	99,800	60,300	195	1.650
SOUTH JUSTIS UNIT #024	3002511774	32.1040077	-103.1102829	25	255	171	11	1650N	6601	LEA	NM	FLLENBURGER	98 300	59 400	189	1.650

Attachment 4

Injection Formation Water Analysis

							Ir	njectio	on For	matior	Wate	r Analysis		Bar we want			RIASSE
	Ensuestan	AN AN AN AN		R LINE	W	aterBr	idge S	Stateli	ne LLC :	FPNM	SWD #	3 - Glorieta Forma	ation	antific (Duration)	「「「「「「「」」		
Well Name	API	Latitude	Longitude	Section	Township	Range	Unit	Ftgns	Ftgew	County	State	Field	Formation	Tds (mg/L)	Chloride (mg/L)	Bicarbonate (mg/L)	Sulfate (mg/L
LEARCY MCBUFFINGTON #007	3002511568	32.1248627	-103.1219788	13	255	37E	м	660S	990W	LEA	NM	JUSTIS	GLORIETA	55,190	31,603	1,158	1,804
LEARCY MCBUFFINGTON #007	3002511568	32.1248627	-103.1219788	13	255	37E	м	6605	990W	LEA	NM	JUSTIS	GLORIETA	55,183	31,600	1,158	1,804
CARLSON FEDERAL #001	3002511574	32.1330185	-103.1198425	13	255	37E	F	1650N	1650W	LEA	NM	JUSTIS	GLORIETA	113,731	67,250	280	3,013
CARLSON FEDERAL #001	3002511574	32.1330185	-103.1198425	13	255	37E	F	1650N	1650W	LEA	NM	JUSTIS	GLORIETA	101,412	60,660	963	2,996
ANGLIE FEDERAL #001	3002511592	32.1293945	-103.1273041	14	255	37E	1	23105	660E	LEA	NM	JUSTIS	GLORIETA	113,937	67,370	280	3,018
ANGLIE FEDERAL #001	3002511592	32.1293945	-103.1273041	14	255	37E	1	2310S	660E	LEA	NM	JUSTIS	GLORIETA	113,817	67,250	274	3,067

No. 24569 Revised Exhibit Packet

91

Attachment 5

Confining Zones and Historic Pore Space Use

Page 95 of 117 Page 26 of 45



CONFINING ZONES AND HISTORIC PORE SPACE USAGE

For WaterBridge Stateline, LLC's proposed FPNM SWD #3 application in the Lower Permian Glorieta Sandstone in the Central Basin Platform area, the lower San Andres Formation will act as the upper confinement zone, and the lower Glorieta Sandstone as the lower confinement zone, given its low porosity and high resistivity. The proposed location is in T26S., R38E, an area with very limited oil and gas production. Most area wells have been plugged and abandoned, and none penetrate the proposed injection intervals in the Glorieta Sandstone.

The San Andres Formation is a shelf carbonate deposit composed predominantly of dolomite, and in the proposed development area, the lower San Andres Formation is a tight rock with low porosity and high resistivity values. **Figure 1** is a log snip of this upper confining zone of approximately 60 feet in the lower San Andres Formation. The lower confining zone is a tight sandstone unit within the Glorieta Sandstone, which also has low porosity development and high resistivity readings. The Glorieta Sandstone is a fine-grained, well-to-moderately sorted quartz arenite sandstone. **Figure 2** is a log snip of this approximately 30 feet of lower Glorieta Sandstone.

The closest oil and gas production to the **FPNM SWD #3** is the active waterflood operation directly to the west. This waterflood operation is the W.H. Rhodes B Federal NCT-1 unit project and was originally operated by Texaco, Inc., with the first waterflood injection commencing in 1964 and continued expansion occurring in 1969, 1973, and 1993 by Texaco Exploration and Production, Inc. Oil production and enhanced oil recovery water injection is into the Yates and Seven Rivers formations at depths ranging from approximately 3,000 to 3,400 feet and primarily located in T26S, R37E. There is no oil or gas production from the Glorieta Sandstone within the two-mile radius of the proposed **FPNM SWD #3**.



Figure 1. Open Hole Log Snip of the Upper Confining Zone in the Lower San Andres Formation

Released to Imaging: 8/27/2024 11:35:01 AM



Figure 2. Open Hole Logging Snip of the Lower Confining Zone Within the Glorieta Sandstone

3

95

Attachment 6

Water Well Map and Well Data

Received by OCD: 5/14/2024 4:15:57 PM



Page 99 of 117

Received

Page 30 of

by OCD: 8/26/2024 2:12:13 PM

No. 24569 Revised Exhibit Packet

		water well sampling	ationale		
		WaterBridge Stateline LLC -	FPNM SWD #3		
Water Wells	Owner	Available Contact Information	Use	Sampling Required	Note

Released to Imaging: 5/21/2024 2:34:26 PM

Page 100 of 117

Received by OCD: 8/26/2024 2:12:13 PM

Attachment 7

No Hydrologic Connection Statement



RE: Waterbridge Stateline LLC - FPNM SWD #3 application, Lea County, New Mexico

ALL Consulting LLC (ALL) has performed a thorough hydrologic investigation related to the one saltwater disposal well (SWD) listed above. The investigation was conducted to determine if there were any existing or potential connections between the proposed injection intervals in the Glorieta Sandstone and the deepest underground source of drinking water (USDW).

ALL performed an assessment and analysis of the subsurface geophysical log data along with published documents on the groundwater in this vicinity of Lea County, New Mexico. The surficial geology is Quaternary alluvial deposits consisting predominantly of sand and caliche. This area is south of the High Plains Aquifer and depths to potable water ranges from 30 to 142 feet below the surface. The USDW is the Rustler Formation and the base of the USDW ranges from 875 to 1,130 feet below the surface.

Based on ALL's assessment and analysis there is containment through multiple confining zones in the San Andres Formation and the Salado evaporite deposits above the Glorieta Sandstone and the USDW and over 4,270 feet of vertical separation between the base of the USDW and the top of the injection interval. Additionally, there is no evidence of faults that would allow for communication between the USDW and Glorieta Sandstone.

Iom Joura

5/7/2024

Date



Tom Tomastik

Chief Geologist and Regulatory Specialist

ALL Consulting LLC

Attachment 8

Seismic Potential Letter



March 18, 2024

PN 1703.SWD.11

Mr. Phillip Goetze, P.G. NM EMNRD – Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

Subject: WaterBridge Stateline LLC FPNM SWD #3 - Seismic Potential Letter

Dear Mr. Goetze,

At the request of WaterBridge Stateline, LLC (WaterBridge), ALL Consulting, LLC (ALL) has assessed the potential injection-induced seismicity risks in the vicinity of WaterBridge's FPNM SWD #3, a proposed saltwater disposal (SWD) facility in Lea County, New Mexico, and summarized the findings in this letter. This assessment used publicly available data to identify the proximity and characteristics of seismic events and known faults to evaluate the potential for the operation of the FPNM SWD #3 to contribute to seismic activity in the area.

Geologic Evaluation

The FPNM SWD #3 is requesting a permit to inject into the Permian Glorieta Sandstone (Glorieta) at a depth of 5,400-5,775 feet below ground surface (bgs). The Glorieta primarily consists of Permian-age sandstone and is overlain by approximately 60 feet of low porosity carbonate rocks within the lower San Andres Formation, which would prevent the upward migration of injection fluid and serve as the upper confining layer (see Attachment 1). Additionally, approximately 28 feet of low porosity and low permeability other carbonate rocks lie beneath the proposed injection interval and act as a lower confining zone by preventing downward migration of injected fluids into the underlying Tubb Formation (see Attachment 1). A stratigraphic chart depicting the geologic setting is included as Figure 1.¹

Seismic Events and Fault Data

A review of United States Geological Survey (USGS) and New Mexico Tech Seismological Observatory (NMTSO) earthquake catalogues determined that two (2) seismic events have been recorded within a 100 square mile area [9.08-kilometer (km) radius] around the Subject SWD.

ALL Consulting Phone 918.382.7581

1718 South Cheyenne Ave. Tulsa, OK 74119 Fax 918.382.7582 www.ALL-LLC.com

Released to Imaging: 5/21/2024 2:34:26 PM Released to Imaging: 8/27/2024 11:35:01 AM No. 24569 Revised Exhibit Packet 102 Page 104 of 117 Page 35 of 45

¹ Yang, K.-M., & Dorobek, S. L. (1995). The Permian Basin of west Texas and New Mexico: Tectonic history of a "composite" Foreland Basin and its effects on stratigraphic development. *Stratigraphic Evolution of Foreland Basins*, 149–174. https://doi.org/10.2110/pec.95.52.0149

WaterBridge Stateline LLC FPNM SWD #3 Seismic Information March 18, 2024

The closest recorded seismic event was a M1.68 that occurred on July 22, 2017, and was located approximately 1.78 miles north of the FPNM SWD #3 (see Attachment 2).

Fault data from United States Geological Survey (USGS) and the Texas Bureau of Economic Geology (BEG)² indicates that the closest known fault is located approximately 0 miles from the FPNM SWD #3 (see Attachment 2). This identified fault is within the Precambrian basement, which is approximately 8,225 feet below the proposed injection interval.3 Fault data from Sourcewater also indicates the presence of four faults in the sedimentary column, above the Precambrian basement, within the area of review.⁴ These shallow faults penetrate the Canyon, Cisco, and Wolfcamp formations which begin approximately 2,940 feet below the proposed injection interval. As previously discussed, there are confining barriers beneath the proposed injection interval which will prevent the downward migration of fluids into such faults. A map of the seismic events and faults within 9.08 km of the FPNM SWD #3 is included as Attachment 2.

PERMIAN QUADAL PERMIAN QUADAL LEONA WOLFC/ MISSO PENNSYLVANIAN DESMOI MISSISSIPPIAN CHEST MISSISSIPPIAN CHEST MISSISSIPPIAN CHEST MORRA DEVONIAN SILURIAN UPP ORDOVICIAN MID	GE	PLATE	ORM	DELAV	ARE IN	
PERMIAN GUADAI PERMIAN LEONA WOLFC/ WOLFC/ MISSO PENNSYLVANIAN DESMOI ATO MORR MISSISSIPPIAN CHEST MISSISSIPPIAN CHEST MORR MISSISSIPPIAN CHEST MORR MISSISSIPPIAN CHEST MISSISSIPPIAN CHEST MORR MISSISSIPPIAN CHEST MISSISSIPPIAN CHEST MISSISSIPPIA	OAN .	DEWEY RUST SAL	LAKE LER ADO	DEWE RUS SAI	Y LAKE STLER ADO STILE	
LEONA WOLFCJ WOLFCJ MISSO PENNSYLVANIAN DESMOI DESMOI MORRA MORRA MISSISSIPPIAN DEVONIAN SILURIAN UPP ORDOVICIAN	LUPIAN	TAN YAT SEVEN I QUE GRAYI SAN AN	SILL ES RIVERS EN BURG UDRES	DELAWAR BELL C CHERR BRUSH	E MT GROUP ANYON Y CANYON Y CANYON	
WOLFC/ PENNSYLVANIAN DESMOI ATOI MORR MISSISSIPPIAN DEVONIAN SILURIAN ORDOVICIAN MID	ROIAN	CLEAR	FORK	BONE	SPRING	
PENNSYLVANIAN DESMOI MISSO MORR MISSISSIPPIAN CHEST MISSISSIPPIAN CHEST MERAM OSAC KINDERH DEVONIAN SILURIAN UPP	AMPIAN	WOLF	CAMP	WOL	FCAMP	
PENNSYLVANIAN DESMOI ATOI MORRA MISSISSIPPIAN CHEST MERAM OSAC KINDERH DEVONIAN SILURIAN UPP ORDOVICIAN MID	LIAN	CIS	co	CI	SCO	
PENNSYLVANIAN DESMOI ATOI MORRA MISSISSIPPIAN CHEST MERAM OSAC KINDERH DEVONIAN SILURIAN UPP ORDOVICIAN MID	URIAN	CAN	YON	CAI	NYON	
ATO MORR MISSISSIPPIAN DEVONIAN SILURIAN ORDOVICIAN	NESIAN	STRA	WN	ST	RAWN	
MORRI MISSISSIPPIAN CHEST MERAM OSAC KINDERH DEVONIAN SILURIAN ORDOVICIAN MID	KAN	ATOKA	DCNO	ATOKA		
MISSISSIPPIAN CHEST MERAM OSAC KINDERH DEVONIAN SILURIAN UPP ORDOVICIAN	OWAN	(ABSENT)	-BENU-	MORROW	BENU	
DEVONIAN SILURIAN ORDOVICIAN MID	ERIAN AECIAN SEAN	CHESTER MERAMEC OSAGE	BARNETT	CHESTER MERAMEC OSAGE	BARNETT	
DEVONIAN SILURIAN UPP ORDOVICIAN MID	OOKIAN	KINDER	HOOK	KINDE	RHOOK	
SILURIAN UPP ORDOVICIAN MIDI		WOOD DEVO	FORD	WOO DEV	DFORD	
		SILURIA	N SHALE	MIDDLE	SILURIAN	
ORDOVICIAN MID	PER	MONT	AYO	SY MOI	TOYA	
	DLE	SIMP	SON	SIM	PSON	
LOW	VER	ELLENB	URGER	ELLEN	BURGER	
CAMBRIAN UPP	PER	CAMB	RIAN	CAN	BRIAN	

Figure 1 – Delaware Basin Stratigraphic Chart (Adapted from Yang and Dorobek 1995)

Seismic Potential Evaluation

Experience in evaluating induced seismic events indicates that most injection-induced seismicity throughout the U.S. (e.g., Oklahoma, Ohio, Texas, New Mexico, and Colorado) occurs as a result of injection into Precambrian basement rock, into overlying formations that are in hydraulic communication with the Precambrian basement rock, or as a result of injection near critically stressed and optimally oriented faults. Seismicity at basement depths occurs because critically stressed faults generally originate in crystalline basement rock and may also extend into overlying sedimentary formations.⁵

² Horne E. A. Hennings P. H., and Zahm C. K. 2021. Basement structure of the Delaware Basin, in The Geologic Basement of Texas: A Volume in Honor of Peter Flawn, Callahan O. A., and Eichubl P., The University of Texas at Austin, Bureau of Economic Geology.

³ G. Randy Keller, J. M. Hills & Rabah Djeddi. A regional geological and geophysical study of the Delaware Basin, New Mexico and West Texas, Trans Pecos Region (West Texas) (1980).

⁴ Formation of Occurrence, Strike, Dip, and Length Interpreted by (Cortina, J. E. and Lemons, C. R. 2019. Houston, TX: Sourcewater, Inc.)

⁵ Ground Water Protection Council and Interstate Oil and Gas Compact Commission.

Potential Injection-Induced Seismicity Associated with Oil & Gas Development: A Primer on Technical and

Regulatory Considerations Informing Risk Management and Mitigation. 2015. 141 pages.

Received by OCD: 5/14/2024 4:15:57 PM

WaterBridge Stateline LLC FPNM SWD #3 Seismic Information March 18, 2024

Injection into either the Precambrian basement rock or its overlying formations that are hydraulically connected to the basement rock through faulting or fracture networks can increase the pore pressure and may lead to the fault slipping, resulting in a seismic event.⁴ As such, the vertical distance between the injection formation and Precambrian basement rock and the presence or lack of faulting within the injection interval are major considerations when determining the risk of injection-induced seismicity.

Geophysical logs from nearby well records show at least 8,225 feet of vertical separation between the injection interval and the Precambrian basement.³ In addition, injection-induced seismicity is not typically associated with shallow disposal wells in the Central Basin Platform and Delaware Basin areas, such as the FPNM SWD #3.

For injection into the Glorieta Formation to contribute to seismic activity, one of two hypothetical geologic scenarios must exist:⁶

- 1. Scenario #1: Earthquake hypocenters would need to be significantly shallower (several kilometers) than initially identified by the USGS and NMTSO seismic monitoring networks, and thus placing seismic activity high in the sedimentary column, rather than in the Precambrian basement.
- 2. Scenario #2: This scenario would require that both of the following conditions are met:
 - a. Fault Transmissivity: High permeability and transmissive conduits from faultdamaged zones would need to be present below the Glorieta, allowing fluid to migrate through the underlying Tubb Formation and through significantly deeper confining intervals, and eventually into the Precambrian basement.
 - b. Pore Pressure: The injection fluids and bottom hole pressures in the Glorieta would need to exceed existing hydrostatic pressures within the deeper geologic formation in order for injection fluids to migrate downward.

There are no publications or geologic data that suggest either of these scenarios to be true for the area around the FPNM SWD #3.

Formation Parting Pressure

Class II SWDs in New Mexico are administratively permitted with a maximum pressure gradient of 0.2 psi/ft. Review of New Mexico Oil Conservation Division (OCD) Order IP-476 submitted by Chevron USA Inc. in support of the Vacuum Glorieta West Unit, which is located approximately 60 miles northwest of the FPNM SWD #3, determined the fracture gradient of the Glorieta in the region ranges from 0.26-0.39 psi/ft from approved step-rate tests. Typical SWD permitting standards in New Mexico, and the requested operating parameters of the FPNM SWD #3, would indicate that formation parting pressure would not be exceeded by the FPNM SWD #3.

⁶ Skoumal, Robert J., et al. "Induced Seismicity in the Delaware Basin, Texas." *Journal of Geophysical Research: Solid Earth*, vol. 125, no. 1, 2020, doi:10.1029/2019jb018558.

Page 107 of 117 Page 38 of 45

WaterBridge Stateline LLC FPNM SWD #3 Seismic Information March 18, 2024

Conclusion

As an expert on the issue of induced seismicity, seismic monitoring, and mitigation, it is my opinion that the potential for the FPNM SWD #3 to cause injection-induced seismicity is expected to be minimal, at best. This conclusion assumes the FPNM SWD #3 will be operated below formation parting pressure and is based on (1) the presence of numerous confining layers above and below the injection interval, (2) the significant vertical distance between the injection zone and Precambrian basement rock in which the nearest fault has been identified, and (3) the vertical distance from, and lack of historic seismicity on, identified shallow faults in the area of review.

Sincerely, ALL Consulting, LLC

Reed Davis Geophysicist

> WaterBridge Stateline LLC FPNM SWD #3 Seismic Information March 18, 2024

Page 108 of 117 Page 39 of 45

Attachment 1 Upper and Lower Confining Zones
Page 109 of 117 Page 40 of 45

WaterBridge Stateline LLC FPNM SWD #3 Seismic Information March 18, 2024



Upper Confining Zone from API No. 025-33482

Released to Imaging: 5/21/2024 2:34:26 PM Released to Imaging: 8/27/2024 11:35:01 AM

Page 110 of 117 Page 41 of 45

WaterBridge Stateline LLC FPNM SWD #3 Seismic Information March 18, 2024

Lower Confining Zone from API No. 025-33482



Released to Imaging: 5/21/2024 2:34:26 PM Released to Imaging: 8/27/2024 11:35:01 AM No. 24569 Revised Exhibit Packet 108

> WaterBridge Stateline LLC FPNM SWD #3 Seismic Information March 18, 2024

Page 111 of 117 Page 42 of 45

Attachment 2 Seismic Event Map

Released to Imaging: 5/21/2024 2:34:26 PM Released to Imaging: 8/27/2024 11:35:01 AM Page 8

No. 24569 Revised Exhibit Packet 109

et c

WaterBridge Stateline LLC FPNM SWD #3 Seismic Information March 18, 2024

FPNM SWD #3 Nearby Seismic Events and Faults



Page 112 of 117

Attachment 9

List of affected Persons

Released to Imaging: 5/21/2024 2:34:26 PM Released to Imaging: 8/27/2024 11:35:01 AM

2007 by OCDs 501/2014 4-15-57 BM		
Neu by (ACD), 5/14/2024 4:15:37 PM		Pag
FPNM SWD #3 - Notice of Application Recipients	The Property of the second	A CARLEN AND A START
Affected Party Classification Entity - Proof of Notice Entity - As Mapped/Exhibited Address City	State	Zip Code
Surface Owner D.K. Boyd N/A 3317 Andrews Hwy Midland	TX	79703
NMOCD District Office New Mexico Oil Conservation District 1 N/A 1625 N. French Dr Hobbs	NM	88240
Mineral Owner New Mexico Bureau of Land Management N/A 301 Dinosaur Trail Sante Fe	NM	87508
BLM - Lessee Blackbeard Operating, LLC Blackbeard Operating LLC 1751 River Run, Ste 405 Fort Worth	TX	76107
BLM - Lessee Magnum Producing, LP Magnum Producing LP 500 N Shoreline Blvd, Ste 322 Corpus Christi	TX	78401
BLM - Lessee R&R Royalty LTD. R&R Royalty LTD 500 N Shoreline Blvd, Ste 322 Corpus Christi	TX	78401
Inter The offerted metion share serviced actification of this C 100 application		

Released to Imaging: 5/21/2024 2:34:26 PM

No. 24569 Revised Exhibit Packet

Released to Imaging: 8/27/2024 11:35:01 AM Karlene Schuman Modrall Sperling Roehl Harris & Sisk P.A. 500 Fourth Street, Suite 1000 Albuquerque NM 87102

PS Form 3877

Type of Mailing: CERTIFIED MAIL 06/04/2024

Karlene Schuman Modrall Sperling Roehl Harris & Sisk P.A. 500 Fourth Street, Suite 1000 Albuquerque NM 87102		Type of M:	Firm Mailing Book ID: 267098					
Line	USPS Article Number	Name, Street, City, State, Zip		Postage	Service Fee	RR Fee	Rest.Del.Fee	Reference Contents
1	9314 8699 0430 0121 8962 89	D.K. Boyd 3317 Andrews Hwy Midland TX 79703		\$2.59	\$4.40	\$2.32	\$0.00	12240.0001.24569. Notice
2	9314 8699 0430 0121 8962 96	New Mexico Oil Conservation District 1 1625 N. French Dr. Hobbs NM 88240		\$2.59	\$4.40	\$2.32	\$0.00	12240.0001.24569. Notice
3	9314 8699 0430 0121 8963 02	New Mexico Bureau of Land Management 301 Dinosaur Trail Santa Fe NM 87508		\$2.59	\$4.40	\$2.32	\$0.00	12240.0001.24569. Notice
4	9314 8699 0430 0121 8963 19	Blackbeard Operating, LLC 1751 River Run, Ste 405 Fort Worth TX 76107		\$2.59	\$4.40	\$2.32	\$0.00	12240.0001.24569. Notice
5	9314 8699 0430 0121 8963 26	Magnum Producing, LP 500 N. Shoreline Blvd., Ste 322 Corpus Christi TX 78401		\$2.59	\$4.40	\$2.32	\$0.00	12240.0001.24569. Notice
6	9314 8699 0430 0121 8963 33	R&R Royalty Ltd. 500 N. Shoreline Blvd, Ste 322 Corpus Christi TX 78401		\$2.59	\$4.40	\$2.32	\$0.00	12240.0001.24569. Notice
			Totals:	\$15.54	\$26.40	\$13.92	\$0.00	
					Grand Total:		\$55.86	

Dated:

List Number of Pieces Listed by Sender

6

Total Number of Pieces Postmaster: **Received at Post Office** Name of receiving employee

tabbies" EXHIBIT

Transaction Report Details - CertifiedPro.net Firm Mail Book ID= 267098 Generated: 6/20/2024 7:47:25 AM												
USPS Article Number	Date Created	Reference Number	Name 1	City	State	Zip	Mailing Status	Service Options	Mail Delivery Date			
9314869904300121896333	2024-06-04 2:35 PM	12240.0001.24569.	R&R Royalty Ltd.	Corpus Christi	TX	78401	Delivered	Return Receipt - Electronic, Certified Mail	2024-06-10 10:17 AM			
9314869904300121896326	2024-06-04 2:35 PM	12240.0001.24569.	Magnum Producing, LP	Corpus Christi	TX	78401	Delivered	Return Receipt - Electronic, Certified Mail	2024-06-10 10:17 AM			
9314869904300121896319	2024-06-04 2:35 PM	12240.0001.24569.	Blackbeard Operating, LLC	Fort Worth	тх	76107	Delivered	Return Receipt - Electronic, Certified Mail	2024-06-07 11:36 AM			
9314869904300121896302	2024-06-04 2:35 PM	12240.0001.24569.	New Mexico Bureau of Land Management	Santa Fe	NM	87508	Delivered	Return Receipt - Electronic, Certified Mail	2024-06-06 10:59 AM			
9314869904300121896296	2024-06-04 2:35 PM	12240.0001.24569.	New Mexico Oil Conservation District 1	Hobbs	NM	88240	Delivered	Return Receipt - Electronic, Certified Mail	2024-06-07 7:57 AM			
9314869904300121896289	2024-06-04 2:35 PM	12240.0001.24569.	D.K. Boyd	Midland	TX	79703	Delivered	Return Receipt - Electronic, Certified Mail	2024-06-07 11:42 AM			

No. 24569 Revised Exhibit Packet

Received by OCD: 8/26/2024 2:12:13 PM

Affidavit of Publication

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated June 09, 2024 and ending with the issue dated June 09, 2024.

hr.ll

Publisher

Sworn and subscribed to before me this 9th day of June 2024.

Business Manager

My commission expires January 29, 2027 STATE OF NEW MEXICO (Seal) NOTARY PUBLIC **GUSSIE RUTH BLACK** COMMISSION # 1087526 COMMISSION EXPIRES 01/29/2027

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said publication has been made.

LEGAL NOTICE June 9, 2024

CASE NO. 24568: Notice to all affected parties, as well as heirs and devisees of: D.K. Boyd; New Mexico Oli Conservation District 1; New devisees of: D.K. Boyd; New Mexico Oil Conservation District 1; New Mexico Bureau of Land Management; Apache Corporation; FAE II Operating LLC; LeaCo Operating, LLC; Magnum Producing, LP; Burlington Resources Oil & Gas Company LP; BXP Energy Resources V, LLC; MNA Enterprises LTD CO of the Application of WaterBridge Stateline LLC for approval of a salt water disposal well in Lea County, New Mexico. The State of New Mexico through its Oil Conservation Division hereby gives notice that the Division will conduct a public hearing at 8:30 a.m. on June 27, 2024 to consider this application. The hoodree will be conducted in a build faction. But for approval Division will conduct a public hearing at 8:30 a.m. on June 27, 2024 to consider this application. The hearing will be conducted in a hybrid fashion, both in-person at the energy, Minerals, Natural Resources Department, Wendell Chino Bullding, Pecos Hall, 1220 South St. Francis Drive, 1st Floor, Santa Fe, NM 87505 and via a virtual meeting platform. To participate in the electronic hearing, see the instructions posted on the docket for the hearing date: https://www.emrrd.nm.gov/ocd/hearing-info/. Applicant seeks an order approving disposal into the Glorieta Sandstone formation through the FPNM SWD #1 well at a surface location 2532' from the North line and 1545' from the East line. Unit G, Section 25, Township 26 South, Range 37 East, NMPM, Lea County, New Mervice for the nurrose of oncertains a produced water disposal well. Applicant Mexico for the purpose of operating a produced water disposal well. Applicant seeks authority to inject produced water into the Glorieta Sandstone formation at a depth of approximately 5,350 feet to 5,725 feet. Applicant further requests that the Division approve a maximum daily injection rate for the well of 20,000 bbls per day, Said area is located approximately 8.2 miles Southeast of Jal, New Mexico.

CASE NO. 24569: Notice to all affected parties, as well as heirs and devisees of: D.K. Boyd; New Mexico Oll Conservation District 1; New Mexico Bureau of Land Management; Blackbeard Operating, LLC; Magnum Producing, LP; R&R Royalty LTD of the Application of WaterBridge Stateline LLC for approval of a salt water disposal well in Lea County, New Mexico. The State of New Mexico through its Oil Conservation Division hereby, gives notice that the Division will conduct a public hearing at 8:30 a.m. on June 27, 2024 to consider this application. The hearing will be conducted in a hybrid fashion, both in-person at the Energy, Minerals, Natural Resources Department, Wendell Chino Building, Pecos Hall, 1220 South St. Francis Drive, 1st Floor; Santa Fe, NM 87505 and via a virtual meeting platform. To participate in the electronic hearing, see the Instructions posted on the docket for the hearing date: https://www.emnrd.nm.gov/ocd/hearing-inf0. Applicant seeks an order approving electronic hearing, see the instructions posted on the docket for the hearing date-https://www.emnrd.nm.gov/ocd/hearing-info/. Applicant seeks an order approving disposal into the Glorleta Sandstone formation through the FPNM SWD #3 well at a surface location 2,512' from the North line and 1,133' from the West line, Lot 2, Section 29, Township 26 South, Range 38 East, NMPM, Lea County, New Mexico for the purpose of operating a produced water disposal well. Applicant seeks authority to inject produced water into the Glorieta Sandstone formation at a depth of approximately 5,400 feet to 5,775 feet. Applicant further requests that the Division approve a maximum daily injection rate for the well of 20,000 bbls per day. Said area is located approximately 9,20 miles Southeast of Jal. New per day. Said area is located approximately 9.20 miles Southeast of Jal, New Mexico.

CASE NO. 24570: Notice to all affected parties, as well as heirs and devisees of: D.K. Boyd; New Mexico OII Conservation District 1; New Mexico Bureau of Land Management; Armstrong Energy Corporation; R&R Royalty, Ltd.; Ida Kristine Hanson; Elizabeth W., Goff et al. of the Application of WaterBridge Stateline LLC for approval of a sait water disposal well In Lea County, New Mexico. The State of New Mexico through its Oil Conservation Division hereby gives notice that the Division will conduct a public hearing at 8:30 a.m. on June 27, 2024 to consider this application. The hearing will be conducted in a hybrid fashion, both in-person at the Energy, Minerals, Natural Resources Department, Wendell Chino Building, Pecos Hall, 1220 South St. Francis Drive, 1st Floor, Santa Fe, NM 87505 and via a virtual meeting platform. To participate in the electronic hearing, see the instructions p osted on the docket for the hearing date: https://www.emrid.nm.gov/ocd/hearing-info/. Applicant seeks an order approving disposal into the Glorieta Sandstone formation through the FPNM SWD #6 well at a surface location 1,964 from the North line and 2,170' from the West line, Unit F, Section 17, Township 26 South, Range 38 East, NMPM, Lea County, New Mexico for the purpose of operating a produced water disposal well. Unit F, Section 17, Township 26 South, Range 38 East, NMPM, Lea County, New Mexico for the purpose of operating a produced water disposal well. Applicant seeks authority to inject produced water into the Glorieta Sandstone formation at a depth of approximately 5,400 feet to 5,775 feet. Applicant further requests that the Division approve a maximum dally injection rate for the well of 20,000 bbls per day. Said area is located approximately 7.94 miles Southeast of Jal, New Mexico. **#00291140**

01104570

00291140

DOLORES SERNA MODRALL, SPERLING, ROEHL, HARRIS & P. O. BOX 2168 ALBUQUERQUE, NM 87103-2168

