

RECEIVED: <u>3/12/2018</u>	REVIEWER:	TYPE: <u>SUD</u>	APP NO: <u>PMAM180728463</u>
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

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



ADMINISTRATIVE APPLICATION CHECKLIST

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

Applicant: Jay Management Company, LLC **OGRID Number:** 247692
Well Name: State OG SWD #002 **API:** 30-025-31381
Pool: N/A SUD, San Andres **Pool Code:** N/A 96121

SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW

- 1) **TYPE OF APPLICATION:** Check those which apply for [A]
 A. Location – Spacing Unit – Simultaneous Dedication
 NSL NSP (PROJECT AREA) NSP (PRORATION UNIT) SD
- B. Check one only for [I] or [II]
 [I] Commingling – Storage – Measurement
 DHC CTB PLC PC OLS OLM
 [II] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery
 WFX PMX SWD IPI EOR PPR

SUD-1726

- 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

FOR OCD ONLY	
<input type="checkbox"/>	Notice Complete
<input type="checkbox"/>	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.

Jim Foster

Print or Type Name

3/6/18

Date

(979) 324-2139

Phone Number

[Signature]

Signature

jim@teamtiberwolf.com

e-mail Address



1920 W. Villa Maria, Ste. 205
Bryan, Texas 77807
979.324.2139
www.teamtimberwolf.com

MAR 12 2018 PM03:44

March 6, 2018

Michael McMillan
District 4 Santa Fe
1220 South St Francis Drive
Santa Fe, NM 87505

RE: C-108 Application for Authorization to Inject – Supplemental Information
Jay Management Company, LLC
State OG SWD No. 2, Lea County, New Mexico

Dear Mr. McMillan,

At the request of Jay Management Company, a C-108 form has been revised for your review. This well is currently permitted as a saltwater disposal well completed in the Strawn formation. The formation is no longer accepting fluids, necessitating recompletion. Jay Management plans to plug back and recomplete the well in the San Andres formation.

In this form we have added three sections labeled tables, schematics, and figures. The Tables section pertains to section VI and VII of the C-108 form. Table A-1 has been modified to include pools names. The Schematics section contains well bore schematics for any plugged wells referenced in section VI. This section also contains a current and proposed well bore schematic of the State OG No. 2. The Figures section pertains to section V of the C-108 form.

Please find attached the requested items from your email dated February 13, 2018:

- Affidavit of publication from the Hobbs News-Sun, located in Lea County, New Mexico, published on February 7, 2018
- Administrative Application Checklist
- Tract Map and identified stakeholders (Figure 2 and Table A-2)
- Proof of mailing to surface owner (i.e., State Land Office) and OCD District Office
- Engineering Report – *Injection Study for the State OG SWD #2*
- C-102 Form

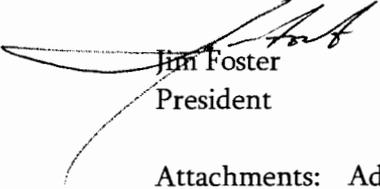
Additionally items, including: water well search (within a 1-mile radius), water sample from the SWD, C-103, and swab of proposed injection intervals are in progress.



1920 W. Villa Maria, Ste. 205
Bryan, Texas 77807
979.324.2139
www.teamtimberwolf.com

If you have any questions regarding this submission or need other information, please do not hesitate to contact us.

Sincerely,
Timberwolf Environmental, LLC



Jim Foster
President

Attachments: Administrative Application Checklist
Amended C-108
C-102
Injection Study
Affidavit of Publication
Proof of Notice

USPS TRACKING#



9590 9402 2353 6225 5092 13

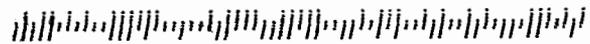


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United States
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- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:
 District 1 - Hobbs
 1625 N French Drive
 Hobbs, New Mexico
 88240

2. Article Number (Transfer from service label)
 2680 0000 9212 3659



9590 9402 2353 6225 5092 13

COMPLETE THIS SECTION ON DELIVERY

A. Signature
 Signature
 Agent
 Addressee

B. Received by (Printed Name)
 [Signature]

C. Date of Delivery
 2-12-18

D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: No

3. Service Type
 Adult Signature
 Adult Signature Restricted Delivery
 Certified Mail®
 Certified Mail Restricted Delivery
 Collect on Delivery
 Collect on Delivery Restricted Delivery
 Insured Mail
 Insured Mail Restricted Delivery (over \$500)

Priority Mail Express®
 Registered Mail™
 Registered Mail Restricted Delivery
 Return Receipt for Merchandise
 Signature Confirmation®
 Signature Confirmation Restricted Delivery

PS Form 3811, July 2015 PSN 7530-02-000-9053

Domestic Return Receipt

NMSD

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- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:
 Attn: Oil and Gas Division
 310 Old Santa Fe Trail
 Santa Fe, New Mexico
 87501

2. Article Number (Transfer from service label)
 7017 2680 0000 9212 3635



9590 9402 2353 6225 5092 37

COMPLETE THIS SECTION ON DELIVERY

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 Signature
 Agent
 Addressee

B. Received by (Printed Name)
 [Signature]

C. Date of Delivery

D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: No

3. Service Type
 Adult Signature
 Adult Signature Restricted Delivery
 Certified Mail®
 Certified Mail Restricted Delivery
 Collect on Delivery
 Collect on Delivery Restricted Delivery
 Insured Mail
 Insured Mail Restricted Delivery (over \$500)

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 Registered Mail™
 Registered Mail Restricted Delivery
 Return Receipt for Merchandise
 Signature Confirmation®
 Signature Confirmation Restricted Delivery

PS Form 3811, July 2015 PSN 7530-02-000-9053

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- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:
 District 4 - Santa Fe
 1220 South St Francis Dr
 Santa Fe, New Mexico
 87505

2. Article Number (Transfer from service label)
 19E 2726 0000 0892 2702



9590 9402 2353 6225 5092 20

COMPLETE THIS SECTION ON DELIVERY

A. Signature
 Signature
 Agent
 Addressee

B. Received by (Printed Name)
 [Signature]

C. Date of Delivery

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 If YES, enter delivery address below: No

3. Service Type
 Adult Signature
 Adult Signature Restricted Delivery
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 Certified Mail Restricted Delivery
 Collect on Delivery
 Collect on Delivery Restricted Delivery
 Insured Mail
 Insured Mail Restricted Delivery (over \$500)

Priority Mail Express®
 Registered Mail™
 Registered Mail Restricted Delivery
 Return Receipt for Merchandise
 Signature Confirmation®
 Signature Confirmation Restricted Delivery

CORONADO STATION
 FEB 12 2018
 NMSD 87505

PS Form 3811, July 2015 PSN 7530-02-000-9053

Domestic Return Receipt

PROOF OF MAILING
WMS ED

USPS TRACKING#



9590 9402 2353 6225 5092037

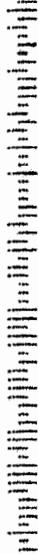
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1/1
1920 W Villa Maria Rd
Ste 205
Bryan TX 77807





Syfan Engineering, LLC

309 W. 7th Street
Suite 500
Fort Worth, TX 76102
(Cell) 281-889-8774
(E-Mail) frank.syfan@gmail.com

PETROLEUM ENGINEERING CONSULTANTS

DRILLING – WORKOVERS – COMPLETIONS – HYDRAULIC FRACTURING – RESERVOIR ENGINEERING
TEXAS PROFESSIONAL ENGINEER NO. 65255

February 23, 2018

Mr. Amir Sanker
Jay Management Company
1001 West Loop South
Suite 750
Houston, TX 77027

Re: Injection Study
State OG SWD #2
Pool: Cisco-Cisco SWD-Strawn
Lea County, NM
API No. 30-025-31381

Dear Mr. Sanker,

At the request of Mr. Coby Denham of Denham Energy (“DE”) on behalf of Jay Management Company (“JMC”), Syfan Engineering, LLC (“Syfan”) has prepared an injection study of the State OG SWD No. 2 in the Cisco-Cisco SWD-Strawn Pool located in Lea County, NM. Syfan has reviewed the applicable data supplied by JMC regarding recompleting the State OG SWD #2 to inject produced waters into the San Andres formation.

CONCLUSIONS

1. Injection into the State OG SWD #2 should not cause a vertical fracture in the San Andres formation if surface injection pressures are limited to 1,700 psi.
2. Injection volumes in the State OG SWD #2 should not communicate vertically with either the Ogallala Aquifer, or surrounding deeper productive horizons.

RECOMMENDATIONS

1. Obtain an up to date Aquifer Depth Letter from the NMOCD for the State OG SWD #2.
2. The State OG SWD #2 should be approved for SWD through perforations 4,590’ – 4,829’ and injection should be down a tubing string under a sealing packer to prevent excessive surface pressures.
3. The Maximum Allowable Surface Injection Pressure (“MASIP”) should be 1,710 psi.

INTRODUCTION

According to available public records reviewed from the New Mexico Oil Conservation Division, LBO New Mexico, Inc. (the Original Operator of Record) spudded the State OG #2 on 10/15/1991 and drilled vertically to a total depth of 11,000 ft.

Initially a 17" hole was drilled and 13-3/8", 48.0 lb/ft casing was run to 367' and cemented back to surface with 350 sacks of Class C Cement. Then an 11" hole was drilled and 8-5/8", 32.0 and 24.0 lb/ft casing was run to 3,810' and cemented back to surface with 1,150 sacks of cement. A 7-7/8" hole was then drilled to 11,000' (well TD). After logging the well, 5-1/2", 17.0 and 20.0 lb/ft casing was run and cemented with 2,025 sacks of cement, which was circulated back to surface. The well was perforated from 10,804' – 10,810' in the Morrow formation. A CIBP was set over the Morrow perforations @ 10,615' and sealed with 20 sacks of cement. The well was completed in the Strawn formation through perforations 10,206' – 10,216', 10,224' – 10,232', and 10,282' – 10,294' as a producing oil well with the completion approved by the NMOCD on January 24, 1992. According to records filed with the NMOCD, the State OG #2 was not hydraulically fracture stimulated on completion.

The State OG #2 was converted to SWD under Burro Pipeline Corporation (Operator of Record at that time) and began taking water on February 4, 1994. The well was officially called the State OG SWD-548 #2 according to NMOCD records. The original Strawn perforations (3 sets ranging from 10,206' – 10,294') were deemed non-productive due to depletion and three additional sets of perforations were opened. The added perforations were from 9,154' – 9,164', 9,231' – 9,236', and 9,388' – 9,398'.

Jay Management Company, LLC was approved as the new Operator of Record by the NMOCD on October 29, 2008 and took over operation of the State OG SWD #2. Jay Management has applied to the NMOCD to seal off the existing perforations in the Pennsylvanian and recomplete the well as a SWD in the San Andres formation. The proposed perforations in the San Andres are listed in Table 1.

Table 1
State OG SWD #2
Proposed San Andres Perforations

Formation	Upper Interval	Lower Interval
San Andres Formation	4,590'	4,595'
San Andres Formation	4,638.5'	4,652'
San Andres Formation	4,735'	4,750'
San Andres Formation	4,780'	4,786'
San Andres Formation	4,814'	4,820'
San Andres Formation	4,825'	4,829'

STATE OG SWD #2 ENGINEERING ANALYSIS

A review of the geology associated with the San Andres formation for the State OG SWD #2 according to information obtained from the USGS, indicates that the formation is continuous throughout the field and Lea County area. The San Andres is Permian in geologic age

and consists of laminated limestone/dolomite, sandstone, and shale beds. The formation also is interbedded in places by gypsum/evaporites and rebeds. Thus, all wellbores which penetrate the San Andres surrounding the State OG SWD #2 are probably in pressure communication.

As part of the application process, JMC has stated that an average 5,000 BWPD will be injected into the San Andres perforations with a stated maximum injection rate of 6,000 BWPD.

Syfan reviewed the logs associated with the San Andres formation in the State OG SWD #2 and analysis indicates the lithology in the injection intervals to be primarily limestone with porosities ranging from 6% - 20%. Local knowledge of the San Andres also provides that the porous limestone intervals are separated vertically by laminations of limestone/dolomite, sandstone, and shale and thus the likelihood of vertical communication with other zones is considered by Syfan to be extremely remote. The fresh water aquifer in this area is listed as the Ogallala found near 380' from surface. This aquifer would be protected from injection waters intended for the San Andres by the 13-3/8" and 5-5/8" casing strings, both of which were cemented back to surface. Schematics have been provided which identify all wells drilled within two (2) miles of the State OG SWD #2 location.

Offset P&A Well Analysis

As part of the Engineering Analysis performed on the area immediately surrounding the State OG SWD #2, ~~Syfan looked six (6) wells Plugged and Abandoned (P&A) that are located within 1/2 mile of the well's location.~~ These wells are listed in Table 2. According to the information received by Syfan on the wells in Table 2, all were P&A'd according to NMOCD regulations with multiple cement plugs set between the intermediate casing seat and the surface. These plugs should be more than adequate to prevent vertical migration and water contamination of the Ogallala aquifer.

**Table 2
P&A Wells Located Within 1/2 -Mile of State OG SWD #2**

Operator	Well Name	API No.
Jay Management Company LLC	Collier #001	30-025-00994
Chesapeake	State OG 1-9	30-025-30586
LBO New Mexico Inc.	State OG #002	30-025-22329
Pre-Ongard Well Operator	Southland Royalty C #001	30-025-22467
Pre-Ongard Well Operator	Dwight A Tipton #001	30-025-22197
Pre-Ongard Well Operator	Tipperary Oil & Gas #001	30-025-22068

In addition, due to the blanket nature of the San Andres formation in the area surrounding the State OG SWD #2, pressure from injected waters should dissipate over a wide aerial extent, thus reducing the probability of creating a vertical fracture in the San Andres. The extremely laminated nature of the San Andres formation would also virtually eliminate the possibility of vertical communication not only with the Ogallala but also the Pennsylvanian, Strawn, and Morrow formations which have been deemed productive in the area.

Producing Well Analyses

Syfan studied five (5) wells located less than or equal to 1-mile distance and surrounding the State OG SWD #2. This was done to determine the possibility damaging the producing wells within 1-

mile of the Stage OG SWD #2 due to SWD into the San Andres formation. Analysis of the information provided by JMC, shown in Table 3, indicates that all five currently producing wells are completed in the zones within or below the Wolfcamp and Pennsylvanian formations. The uppermost reported perforations and the estimated geologic top of the Pennsylvanian is included in Table 3. As shown in the table, all five of the offset producing wells located within 1 mile are completed significantly deeper than the proposed San Andres injection zone and therefore, should be totally isolated from vertical communication.

**Table 3
Producing Wells Within 1-Mile of State OG SWD #2**

Operator	Well Name	API No.	Distance	Top of Prod. Formation.	Upper-Most Perforation
Jay Management	Gulf-Sohio State #001**	30-025-21194	<1/2 Mi.	8,744'	Unk
Jay Management	JFG Collier #001	30-025-22108	< 1.0 Mi	9,185'	9,192'
Jay Management	Shell State Com #001	30-025-22226	< 1.0 Mi	9,108'	9,882'
Jay Management	GS State #001	30-025-22811	< 1.0 Mi	8,492'	8,603'
EOG Y Resources	Quetsal AQA State #001	30-025-33460	< 1.0 Mi	10,840'	10,845'

**** Note:** The Gulf-Sohio State #001 was originally completed in the Pennsylvanian below 9,400'. NMOCD records indicated on a Form C-102 that the well was producing from the Wolfcamp B formation. No Wolfcamp B perforations were found, but the top of the Wolfcamp was reported to be 8,744'.

Maximum Surface Injection Pressure

It will be necessary in any injection scenario to limit the maximum surface injection pressure as not to hydraulically fracture the injection formation. JMC reported the Fracture Gradient (FG) for the San Andres formation to be approximately 0.80 – 0.85 psi/ft. Eq. 1 is the formula used to calculate the Hydrostatic Head (HH) of the fluid column. Eq. 2 then uses the HH calculation to determine the MASIP.

Using a depth of 4,590' to the proposed top perforation and assuming a normal field saltwater weight of 8.8 lbs/gal, the calculated HH of the fluid column would be 2,100 psi. Since the FG reported for the San Andres is estimated, Syfan used a 10% Safety Factor from the lower value, which yields a FG equal to 0.72 psi/ft. Plugging these numbers into Eq. 2 yields a calculated BHFP of 3,305 psi.

The friction losses in the pipe are a function of the fluid type, viscosity, and injection rate and would be additive to the maximum allowable surface pressure. The Maximum Daily Injection Volume is estimated to be 6,000 BHPD which equals a 24-hour injection rate slightly less than 4.5 BPM. Using a pump rate of 4.5 BPM, saltwater friction losses in 2-7/8" tubing are estimated to be 110 psi per 1,000 ft of depth. Therefore, the estimated pipe friction pressure would be 505 psi. Solving for Eq. 2 yields a calculated MASIP of 1,710 psi.

**Equation 1
Hydrostatic Head Calculation**

$$HH = (FW)(D)(0.052)$$

Equation 2
Maximum Allowable Surface Treating Pressure Calculation

$$SIP = BHFP - HH + \Delta P_p$$

Where: BHFP = Bottomhole Fracture Pressure, psi
D = Depth, ft
HH = Hydrostatic Head, psi
0.052 = Conversion Factor, dim
FW = Fluid Weight, lbs/gal
SIP = Surface Injection Pressure, psi
 ΔP_p = Pipe Friction, psi

NOMENCLATURE

BPM	Barrels per Minute
BWPD	Barrels Water per Day
CIBP	Cast Iron Bridge Plug
FG	Fracture Gradient, psi/ft
Ft	Feet
MASIP	Maximum Allowable Surface Injection Pressure, psi
Psi	pounds per square inch
P&A	Plug and Abandonment
SWD	Salt Water Disposal
TD	Total Depth, ft

GENERAL

All data used in this study were obtained through verbal communication or written documents received from JMC, Denham Energy, and the non-confidential files of Syfan Engineering, LLC. A current field inspection of the properties was not made in connection with the preparation of this report. In addition, the potential environmental liabilities attendant to ownership and/or operation of the leases operated by Jay Management Company LLC has not been addressed in this report.

In evaluating the information at our disposal related to this report, we have excluded from our consideration all matters which require a legal or accounting interpretation or any interpretation other than those of an engineering or geologic nature. In assessing the conclusions expressed in this report pertaining to all aspects of petroleum engineering evaluations, especially pertaining to injection into the San Andres reservoir, there are uncertainties inherent in the interpretation of engineering data, and such conclusions represent only professional judgments.

Data and worksheets used in the preparation of this evaluation will be maintained in our files in Fort Worth, TX and will be available for inspection by anyone having proper authorization by JMC.

This report was prepared solely for the use of the party to whom it is addressed and any disclosure by said party of this report and/or the contents thereof shall be solely the responsibility of said party and shall in no way constitute any representation of any kind whatsoever of the undersigned with respect to matters being addressed.

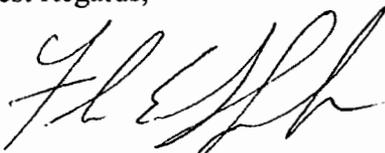
ENGINEERING DISCLAIMER

Interpretations, research, analysis, recommendations, advise or interpretational data (“Interpretations and Recommendations”) furnished by Syfan Engineering, LLC (“Contractor”) hereunder are opinions based upon inferences, from measurements, empirical relationships and assumptions, and industry practice, which inferences, assumptions and practices are not infallible, and with respect to which professional geologists, engineers, drilling consultants, and analysts may differ. Accordingly, Contractor does not warrant the accuracy, correctness, or completeness of any such Interpretations and Recommendations, or that Jay Management Company’s (“Company”) reliance and/or any third party’s reliance on such Interpretations and Recommendations will accomplish any particular results. Company assumes full responsibility for the use of such Interpretations and Recommendations and for all decisions based thereon (including without limitation decisions based on any oil and gas evaluation, injection study, production forecasts, reservoir simulation studies, and reserve estimates, furnished by Contractor to Company hereunder), and hereby releases and indemnifies Contractor from any claims, damages, and losses arising out of the use of such Interpretations and Recommendations.

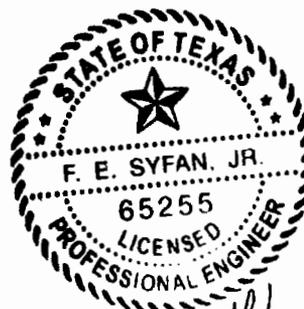
Without limiting the generality of the foregoing, Company acknowledges that the engineering analyses, injection analyses, production analyses, production forecasts, and/or reserve estimates furnished by Contractor are based strictly on technical judgments. The accuracy of any engineering analyses, injection analyses, production analyses, production forecasts, and/or reserve estimates are a function of the quality of data available and of engineering and geological interpretations. All engineering analyses, injection analyses, production analyses, production forecasts and reserve estimates furnished by Contractor are believed reasonable based on the data available to Contractor at the time of their generation. Company acknowledges that Contractor cannot and does not guarantee the accuracy of any such interpretations, forecasts, and/or estimates, and hereby releases and indemnifies Contractor from any claims, damages, and losses arising out of the use of any such analyses, interpretations, forecasts, and/or estimates. Company accepts and assumes the risks from the use of all such analyses, interpretations, forecasts, and/or estimates with the understanding that additional data received by Contractor and/or future reservoir performance subsequent to the date of any such interpretations, forecasts, and/or estimates may justify their revision, either up or down.

Syfan Engineering, LLC sincerely appreciates the opportunity to serve you and Jay Management Company. We look forward to the opportunity to work with you again in future. If you have any questions regarding the information contained in this report, please contact me at the address or phone numbers listed on this letterhead.

Best Regards,



Frank E. Syfan, Jr., PE
Registered Professional Engineer – TX 65255



Handwritten signature and date:
2/23/2018

Submit to Appropriate District Office
 State Leases - 4 copies
 Fee Leases - 3 copies

State of New Mexico
 Energy, Minerals and Natural Resources Department

Form C-102
 Revised 1-1-89

OIL CONSERVATION DIVISION

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

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

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

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

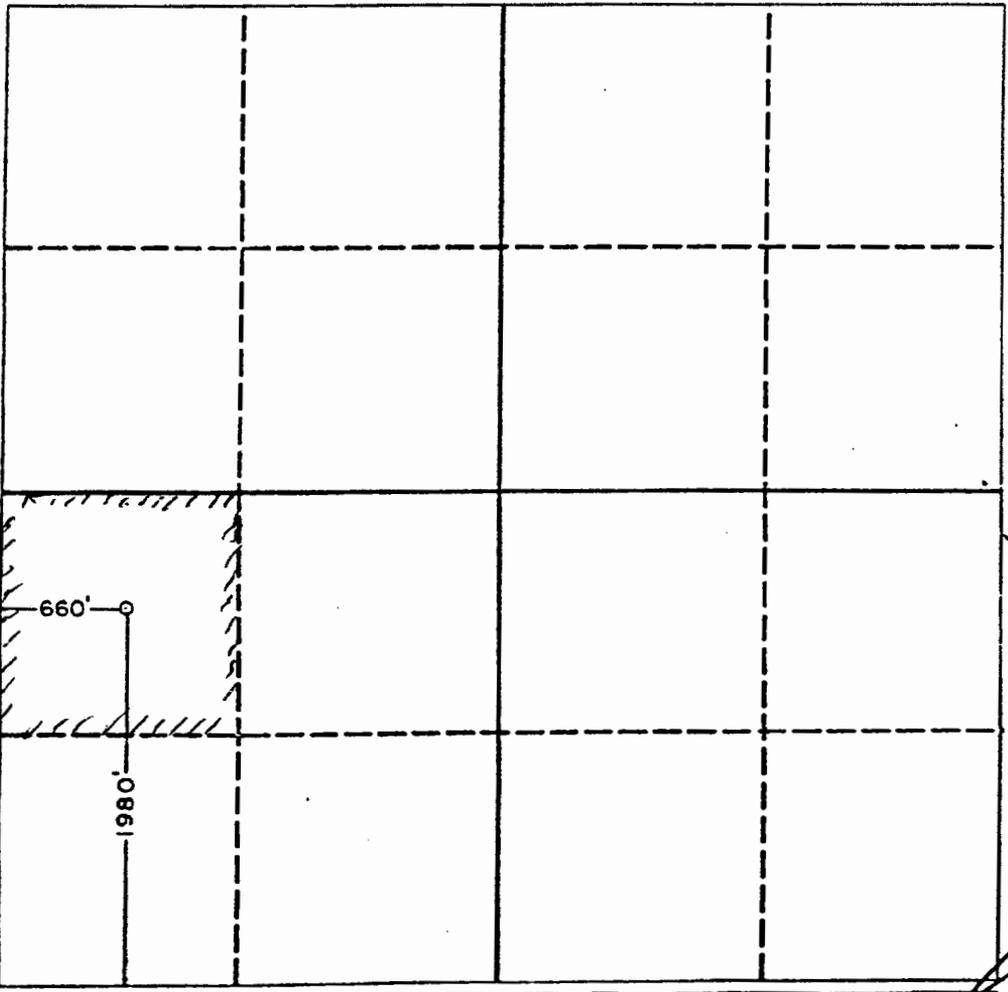
Operator LBO of New Mexico Inc.		Lease OG State		Well No. 2
Unit Letter L	Section 9	Township 11 South	Range 33 East	County Lea
Actual Footage Location of Well: 660 feet from the West line and 1980 feet from the South line				
Ground level Elev. 3291.8	Producing Formation MISSISSIPPIAN	Pool Wildcat NORTH BAGLEY PERMO PENN		Dedicated Acreage: 40 Acres

- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?

Yes No If answer is "yes" type of consolidation _____

If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION

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

Signature: *Raymond Diaz*

Printed Name: Raymond Diaz

Position: President

Company: LBO New Mexico

Date: September 9, 1991

SURVEYOR CERTIFICATION

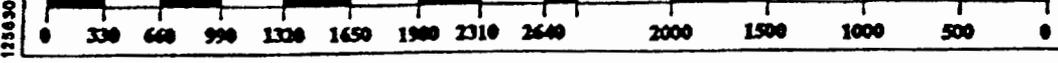
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed: August 14, 1991

Signature & Seal of Professional Surveyor

John W. West

Professional Surveyor
 JOHN W. WEST 676
 RONALD J. EKSON 3239



128630

Prepared for:

TIMBERWOLF ENVIRONMENTAL
1920 West Villa maria Road, STE 305-2
Bryan, TX 77507



Water Well Report

State OG SWD

NM

PO #: 180006

ES-127479

Wednesday, March 07, 2018

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Topographic Overlay Map - 1 Mile Radius	5
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Disclaimer	10

Geographic Summary



Location

NM

Coordinates

Longitude & Latitude in Degrees Minutes Seconds

-103° 37' 33", 33° 22' 43"

Longitude & Latitude in Decimal Degrees

-103.625849°, 33.378607°

X and Y in UTM

627821.32, 3694104.05 (Zone 13)

Elevation

Target Property lies 4295.27 feet above sea level.

Zip Codes Searched

Search Distance

Zip Codes (historical zip codes included)

Target Property

88213, 88114, 88116, 88201, 88230, 88232, 88260, 88267

1 mile

88213, 88114, 88116, 88201, 88230, 88232, 88260, 88267

Topos Searched

Search Distance

Topo Name

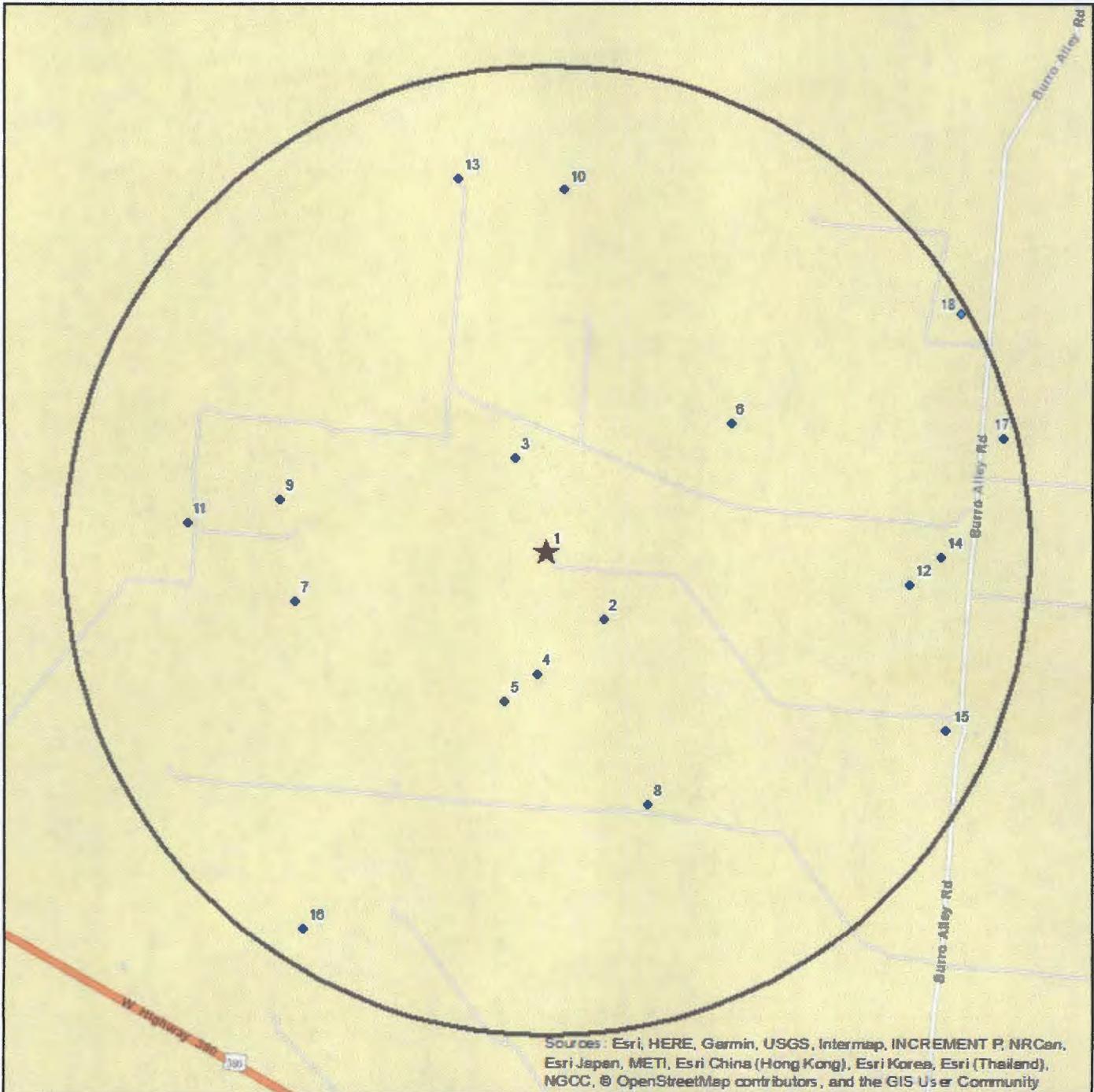
Target Property

Caprock (1985)

1 mile

Caprock (1985), Soldier Hill (1985), Lane Salt Lake (1985), Dallas Store (1985)

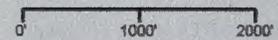
Summary Map - 1 Mile Radius



Sources: Esri, HERE, Garmin, USGS, Intermap, INCREMENT P, NRCan, Esri Japan, METI, Esri China (Hong Kong), Esri Korea, Esri (Thailand), NGCC, © OpenStreetMap contributors, and the GIS User Community

State OG SWD

- Well
- Well Cluster
- ★ Target Property
- Search Buffer

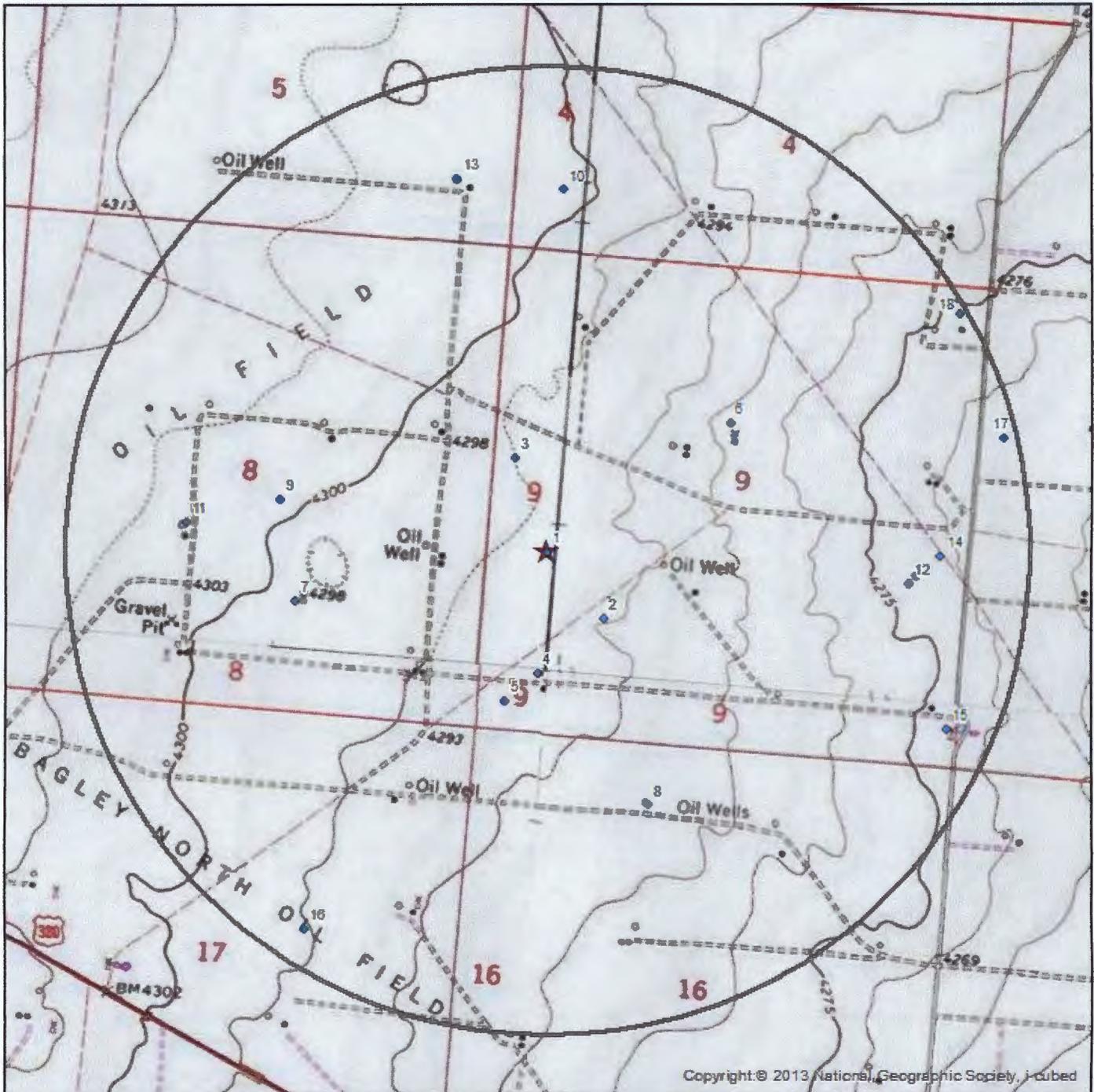


1 : 19,000
1 inch = 0.300 miles
1 inch = 1583 feet
1 centimeter = 0.190 kilometers
1 centimeter = 190 meters

Lambert Conformal Conic Projection
1983 North American Datum
First Standard Parallel: 33° 00' North
Second Standard Parallel: 45° 00' North
Central Meridian: 96° 00' West
Latitude of Origin: 36° 00' North



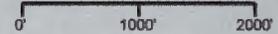
Topographic Overlay Map - 1 Mile Radius



State OG SWD

- Well
- Well Cluster
- ★ Target Property
- Search Buffer

Target Property Quad Name(s)
Caprock (1985)



1 : 19,000
1 inch = 0.300 miles
1 inch = 1583 feet

Lambert Conformal Conic Projection
1883 North American Datum
First Standard Parallel: 33° 00' North
Second Standard Parallel: 45° 00' North
Central Meridian: 98° 00' West
Latitude of Origin: 39° 00' North



Current Imagery Overlay Map - 1 Mile Radius



Source: Esri, DigitalGlobe, GeoEye, Earthstar Geographics, CNES/Airbus DS, USDA, USGS, AeroGRID, IGN, and the GIS User Community

State OG SWD

- Well
- Well Cluster

- Target Property
- Search Buffer

0 1000' 2000'

1 : 19,000
1 inch = 0.300 miles
1 inch = 1563 feet
1 centimeter = 0.190 kilometers
1 centimeter = 190 meters



Lambert Conformal Conic Projection
1983 North American Datum
First Standard Parallel: 33° 00' North
Second Standard Parallel: 45° 00' North
Central Meridian: 96° 00' West
Latitude of Origin: 39° 00' North

Water Well Details



Map ID	Source ID	Dataset	Owner of Well	Type of Well	Depth Drilled	Completion Date	Longitude	Latitude	Elevation	Driller's Logs
1	L-10225	NM WW	NORTON DRILLING	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	115	10/14/1991	-103.62582	33.37857	4295 ft (0)	N/A
2	L-06139	NM WW	FORSTER DRILLING COMPANY	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	80	5/5/1967	-103.623624	33.376733	4292 ft (-4)	N/A
3	L-14417-POD1	NM WW	PEARCE TRUST	Other	0	N/A	-103.627259	33.381305	4297 ft (+2)	N/A
4	L-06235	NM WW	CACTUS DRILLING CORP	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	90	11/6/1967	-103.625813	33.374945	4294 ft (-2)	N/A
5	L-06242	NM WW	SHARP DRILLING COMPANY	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	100	11/13/1967	-103.626913	33.374046	4294 ft (-2)	N/A
6	USGS-332252103370401	WW USGS	USGS	Not Reported	0	N/A	-103.619676	33.382885	4286 ft (-10)	N/A
7	USGS-332217103375701	WW USGS	USGS	Not Reported	130	N/A	-103.634677	33.376496	4299 ft (+4)	N/A
8	L-06098	NM WW	TRI-SERVICE DRILLING COMPANY	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	100	1/25/1967	-103.621474	33.371307	4289 ft (-7)	N/A
9	L-10567	NM WW	YATES PETROLEUM	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	130	6/3/1996	-103.635535	33.379471	4303 ft (+7)	N/A
10	L-14416-POD1	NM WW	PEARCE TRUST	Other	0	N/A	-103.626328	33.389386	4302 ft (+7)	N/A
11	L-06249	NM WW	M G F DRILLING COMPANY	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	105	12/24/1967	-103.638785	33.37856	4305 ft (+10)	N/A
12	L-05393	NM WW	LYMAN GRAHAM	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	105	5/20/1964	-103.612835	33.378543	4275 ft (-20)	N/A
13	L-12920-POD1	NM WW	MCVAY DRILLING COMPANY	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	75	5/18/1967	-103.630164	33.389459	4304 ft (+9)	N/A
14	L-06860	NM WW	L A RANCH	72-12-1 LIVESTOCK WATERING	85	10/2/1971	-103.611757	33.379424	4273 ft (-23)	N/A
15	USGS-332220103363401	WW USGS	USGS	Not Reported	100	N/A	-103.611065	33.374274	4275 ft (-20)	N/A

Water Well Details



Map ID	Source ID	Dataset	Owner of Well	Type of Well	Depth Drilled	Completion Date	Longitude	Latitude	Elevation	Driller's Logs
16	L-11791	NM WW	PATTERSON DRILLING	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	0	N/A	-103.63339	33.366758	4297 ft (+2)	N/A
17	L-14415-POD1	NM WW	PEARCE TRUST	Other	0	N/A	-103.609887	33.383097	4270 ft (-25)	N/A
18	L-05493	NM WW	TRI SERVICE DRILLING CO.	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	160	10/15/1964	-103.61177	33.386684	4276 ft (-19)	N/A

Well Summary

Water Well Dataset	# of Wells
NM WW	15
WW USGS	3
Total Count	18

Dataset Descriptions and Sources



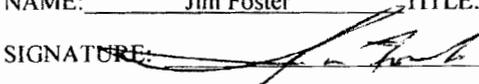
Dataset	Source	Dataset Description	Update Schedule	Data Requested	Data Obtained	Data Updated	Source Updated
NM WW - New Mexico Water Wells	New Mexico Office of the State Engineer	This WATERS dataset contains all groundwater records and water rights applications compiled by New Mexico Office of the State Engineer (OSE). OSE is in the process of digitizing all records, all wells have not yet been plotted.	Quarterly	03/01/2018	03/01/2018	03/01/2018	02/15/2018
NM WW HIST - New Mexico Historical Water Wells	New Mexico Office of the State Engineer	This dataset contains all groundwater records found at the New Mexico Office of the State Engineer Water Rights Division district office. Groundwater rights are administered and filed at the district level: Albuquerque (District I), Roswell (District II),		N/A	N/A	N/A	N/A
WW USGS - USGS Water Wells	U.S. Geological Survey	This dataset contains groundwater well records from the U.S. Geological Survey.	Semi-annually	11/16/2017	11/16/2017	11/19/2017	11/16/2017

Disclaimer



The Banks Environmental Data Water Well Report was prepared from existing state water well databases and/or additional file data/records research conducted at the state agency and the U.S. Geological Survey. Banks Environmental Data has performed a thorough and diligent search of all groundwater well information provided and recorded. All mapped locations are based on information obtained from the source. Although Banks performs quality assurance and quality control on all research projects, we recognize that any inaccuracies of the records and mapped well locations could possibly be traced to the appropriate regulatory authority or the actual driller. It may be possible that some water well schedules and logs have never been submitted to the regulatory authority by the water driller and, thus, may explain the possible unaccountability of privately drilled wells. It is uncertain if the above listing provides 100% of the existing wells within the area of review. Therefore, Banks Environmental Data cannot fully guarantee the accuracy of the data or well location(s) of those maps and records maintained by the regulatory authorities.

APPLICATION FOR AUTHORIZATION TO INJECT

- I. PURPOSE: _____ Secondary Recovery _____ Pressure Maintenance X Disposal _____ Storage
Application qualifies for administrative approval? X Yes _____ No
- II. OPERATOR: Jay Management Company, LLC
ADDRESS: 1001 West Loop, Suite 750, Houston, Texas 77027
CONTACT PARTY: Jim Foster PHONE: (979) 324-2139
- 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? X Yes _____ No
If yes, give the Division order number authorizing the project: SWD-548
- 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:
1. Proposed average and maximum daily rate and volume of fluids to be injected;
 2. Whether the system is open or closed;
 3. Proposed average and maximum injection pressure;
 4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and,
 5. 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: Jim Foster TITLE: Consultant
SIGNATURE:  DATE: February 7, 2018
E-MAIL ADDRESS: jim@teamtiberwolf.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: July 19, 1993

III. WELL DATA

A. The following well data must be submitted for each injection well covered by this application. The data must be both in tabular and schematic form and shall include:

- (1) Lease name; Well No.; Location by Section, Township and Range; and footage location within the section.
- (2) Each casing string used with its size, setting depth, sacks of cement used, hole size, top of cement, and how such top was determined.
- (3) A description of the tubing to be used including its size, lining material, and setting depth.
- (4) The name, model, and setting depth of the packer used or a description of any other seal system or assembly used.

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

B. The following must be submitted for each injection well covered by this application. All items must be addressed for the initial well. Responses for additional wells need be shown only when different. Information shown on schematics need not be repeated.

- (1) The name of the injection formation and, if applicable, the field or pool name.
- (2) The injection interval and whether it is perforated or open-hole.
- (3) State if the well was drilled for injection or, if not, the original purpose of the well.
- (4) Give the depths of any other perforated intervals and detail on the sacks of cement or bridge plugs used to seal off such perforations.
- (5) Give the depth to and the name of the next higher and next lower oil or gas zone in the area of the well, if any.

XIV. PROOF OF NOTICE

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

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

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

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

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

INJECTION WELL DATA SHEET

OPERATOR: Jay Management Company, LLC

WELL NAME & NUMBER: State OG SWD #2

WELL LOCATION:	<u>660'FWL 1980' FSL</u>	<u>L</u>	<u>9</u>	<u>11S</u>	<u>33E</u>
	FOOTAGE LOCATION	UNIT LETTER	SECTION	TOWNSHIP	RANGE

WELLBORE SCHEMATIC

(a detailed schematic of the proposed wellbore is attached in the Schematics section)

WELL CONSTRUCTION DATA

Surface Casing

Hole Size: 17 1/4''

Cemented with: 350 sx.

Top of Cement: Surface

Casing Size: 13 3/8''

or _____ ft³

Method Determined: Circulated

Intermediate Casing

Hole Size: 11''

Cemented with: 1150 sx.

Top of Cement: Surface

Casing Size: 8 5/8''

or _____ ft³

Method Determined: Circulated

Production Casing

Hole Size: 7 7/8''

Cemented with: 2025 sx.

Top of Cement: Surface

Total Depth: 10944 ft

Casing Size: 5 1/2''

or _____ ft³

Method Determined: Circulated

Injection Interval

4590 feet to 4829

(Perforated)

INJECTION WELL DATA SHEET

Tubing Size: 2 7/8" Lining Material: Plastic Lined

Type of Packer: Model R packer

Packer Setting Depth: 4490'

Other Type of Tubing/Casing Seal (if applicable): _____

Additional Data

1. Is this a new well drilled for injection? _____ Yes X No

If no, for what purpose was the well originally drilled? Oil Production

2. Name of the Injection Formation: San Andres

3. Name of Field or Pool (if applicable): North Bagley Oil Field

4. Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) used.

Previous:

PF 10804-BIO set CIBP A 10615' with two SX cement on top

Well has been perforated in the following zones:

9154-64', 9231-36', 9388-98', 9522-26, 9926-32'

9522-26 was squeezed 5-27-92 with 100 sx class H cement @ 4250#

9926-32 was squeezed 5-27-92 with 150 sx class H cement @ 4500#

Proposed:

Plugback to 4930'

Perforation zones: 4825 – 4829, 4814 – 4820, 4735-4750, 4780 – 4786, 4638.5 – 4655, 4590 - 4595

5. Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area: Permian Wolfcamp Carbonate: 8700', Penn: Cisco 8741', Canyon 8741', Strawn 9904', Atoka 10845

V. Please see Figure 1 and Table A-2 for all wells and leases located within a two-mile radius and the area of review.

VI. Please see table A-1 for a tabulation of data on all wells of public record in the area.

VII. Proposed Operation

1. Proposed average and maximum daily rate and volume of fluids to be injected;	5,000 Daily average 6,000 Maximum
2. Whether the system is open or closed;	Closed
3. Proposed average and maximum injection pressure;	Avg: 1500 PSI Max: 1700 PSI
4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and,	Re-inject produced water
5. 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.).	Chemical analysis of the San Andres Formation is attached as Table B-1.

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.*

The proposed injection zone is in the San Andres formation. Lithologically it is a limestone of shelf origin.

DEPTH	Lithology	Porosity	Thickness
4825 - 4829	Limestone	6 - 10 %	4
4814 - 4820	Limestone	6 - 8%	6
4735-4750	Limestone	12-20%	15
4780 - 4786	Limestone	8 - 10%	6
4638.5 - 4652	Limestone	6 - 9%	13.5
4590 - 4595	Limestone	10%	5
Total			49.5'

The fresh water aquifer at this site is the Ogallala found from near surface depth of 380'.

IX. *Describe the proposed stimulation program, if any.*

None at this time.

- X. *Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted).*

Logs have been filed with OCD.

- 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.*

There are sixteen water wells located within a one-mile radius of the disposal well. A chemical analysis will be sent when results are available.

- 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.*

See attached engineering report.

Tables

Table A-1. Oil and Gas Wells within a 2 Mile Radius of State OG SWD #002
 Application for Authorization to Inject
 Jay Management, Lea County, New Mexico

Map ID Number	Operator	Well Name	API Number	Spud Date	Status	Depth (ft)	NAD83 Coordinates		Pool Name
							Latitude	Longitude	
1	SWD LLC	State AK SWD #001	30-025-21800	07/02/66	Active SWD	9,255	33.374935	-103.6041754	North Bagley Permo Penn
2	Charles B Gillespie JR	State B #001	30-025-21248	03/10/65	Plugged	3,770	33.388502	-103.6008112	N/A
3	Chesapeake	OG State #001	30-025-30566	03/06/89	Plugged	8,804	33.378805	-103.6214451	N/A
4	Chesapeake	Candy Com #001	30-025-22350	11/27/67	Plugged	10,440	33.389509	-103.6389439	N/A
5	Chesapeake	Largo 36 State #001	30-025-35615	08/17/01	Plugged	11,333	33.401162	-103.6235185	N/A
6	COG Operating LLC	Bagley 16 State #001	30-025-36903	06/25/05	Plugged	11,050	33.371346	-103.6253917	N/A
7	Dwight A Tipton	Shea Climenko #001	30-025-22281	10/12/67	Plugged	10,370	33.374887	-103.6388251	N/A
8	Elk Oil Co	RR State #001	30-025-29004	02/26/96	Plugged	10,450	33.378270	-103.6477273	N/A
9	Endeavor Energy Resources LP	Graham State #001	30-025-21842	08/30/66	Active	10,260	33.389109	-103.6002479	North Bagley Lower Penn
10	EOG Y Resources Inc	Champlin AQD State #001	30-025-23043	03/05/69	Plugged	11,300	33.382364	-103.6384686	N/A
11	EOG Y Resources Inc	Quetsal AQA State #001	30-025-33460	06/01/96	Active	11,050	33.378856	-103.6349272	North Bagley Permo Penn
12	EOG Y Resources Inc	Raitt Bid State #001	30-025-37982	07/31/06	Active	11,212	33.398265	-103.6366385	Cuerno Largo Upper Penn
13	Fasken Oil and Ranch LTD	Felmont Collier #001	30-025-21245	06/15/65	Plugged	10,325	33.382149	-103.6124432	N/A
14	Jay Management	State OG SWD #002	30-025-21381	10/15/61	Active SWD	9,200	33.378807	-103.6256485	North Bagley Permo Penn
15	Jay Management	Enfield #001	30-025-21932	11/29/66	Active	10,280	33.364110	-103.6128181	North Bagley Permo Penn
16	Jay Management	Bell A #001	30-025-21783	05/24/66	Active	10,801	33.356548	-103.6215968	North Bagley Permo Penn
17	Jay Management	State NBN #001	30-025-00998	02/16/59	TA	11,607	33.360568	-103.6212462	N/A
18	Jay Management	Andover Federal #001	30-025-21904	10/29/66	Active	10,250	33.360815	-103.6300819	North Bagley Permo Penn
19	Jay Management	Christensen State #001	30-025-22017	01/31/67	Active	10,360	33.364140	-103.6258334	North Bagley Permo Penn
20	Jay Management	Dolly #001	30-025-22370	12/21/67	Active	10,300	33.364041	-103.6345384	North Bagley Permo Penn
21	Jay Management	Shell State Com #001	30-025-22226	08/24/67	Active	10,300	33.367713	-103.6301711	North Bagley Permo Penn
22	Jay Management	Chaney Federal #001	30-025-22554	05/14/68	Active	10,300	33.364126	-103.642509	North Bagley Permo Penn
23	Jay Management	Bess #002	30-025-28545	01/29/84	Active	10,825	33.356750	-103.6301808	North Bagley Permo Penn
24	Jay Management	Sohio State #001	30-025-22043	03/01/67	TA	10,450	33.389509	-103.6128586	N/A
25	Jay Management	Sohio A State #001	30-025-22206	07/31/67	Active	10,450	33.389434	-103.6171962	North Bagley Permo Penn
26	Jay Management	Lulu #001	30-025-22256	09/21/67	Plugged	10,436	33.389335	-103.6214448	N/A
27	Jay Management	JFG Collier #001	30-025-22108	05/07/67	Active	10,410	33.385837	-103.6253665	North Bagley Permo Penn
28	Jay Management	Sohio B State #001	30-025-22122	05/20/67	Active	10,510	33.389534	-103.6301201	North Bagley Permo Penn
29	Jay Management	Gulf Sohio State #001	30-025-21194	05/11/65	Active	10,355	33.382265	-103.6303578	North Bagley Permo Penn
30	Jay Management	Collier #001	30-025-00994	08/13/62	Plugged	11,400	33.382215	-103.6215042	N/A
31	Jay Management	GS State #001	30-025-22811	10/23/68	Active	10,400	33.381967	-103.6343389	North Bagley Permo Penn
32	Judah Oil LLC	Dallas #001	30-025-21731	03/18/66	Plugged	10,040	33.360537	-103.6084804	N/A
33	LBO New Mexico Inc	State OG #001	30-025-22329	11/14/67	Plugged	10,270	33.378592	-103.6215237	N/A
34	Lease Holders Acquisitions, Inc	JP Collier #001	30-025-00996	04/06/57	Active	11,750	33.382070	-103.604229	North Bagley Permo Penn
35	Lease Holders Acquisitions, Inc	JP Collier #004Y	30-025-22133	05/31/67	Active	10,200	33.382165	-103.5998747	North Bagley Permo Penn
36	Lease Holders Acquisitios, Inc	Bagley #002	30-025-38192	06/02/07	TA	10,500	33.382389	-103.6177607	N/A
37	Manzano Oil Corp	Fundamental State #001	30-025-21609	11/10/65	Plugged	10,440	33.400845	-103.6238037	N/A
38	Oxy USA INC	TP State A #001	30-025-21868	09/28/66	Plugged	10,300	33.378567	-103.5998021	N/A
39	Pre-Ongard Well Operator	Southland Royalty C #001	30-025-22467	03/18/68	Plugged	10,355	33.374994	-103.6258683	N/A
40	Pre-Ongard Well Operator	Gulf Oil Corp #001	30-025-22077	05/11/67	Plugged	10,300	33.374910	-103.6171442	N/A
41	Pre-Ongard Well Operator	Tipperary Oil & Gas #001	30-025-20677	05/01/65	Plugged	10,217	33.378931	-103.6125237	N/A

SWD
Permo Penn
-Straw

Call
Cement
pouch
in
zone

Table A-1. Oil and Gas Wells within a 2 Mile Radius of State OG SWD #002
Application for Authorization to Inject
Jay Management, Lea County, New Mexico

Map ID Number	Operator	Well Name	API Number	Spud Date	Status	Depth (ft)	NAD83 Coordinates		Pool Name
							Latitude	Longitude	
42	Pre-Ongard Well Operator	Allen K Trobaugh #001	30-025-22184	07/20/67	Plugged	10,258	33.371362	-103.6085012	N/A
43	Pre-Ongard Well Operator	Gulf Oil Corp #001	30-025-22086	04/22/67	Plugged	10,200	33.371382	-103.5998259	N/A
44	Pre-Ongard Well Operator	Felmont Oil Corp #001	30-025-00995	08/08/57	Plugged	10,121	33.378607	-103.6041754	N/A
45	Pre-Ongard Well Operator	Felmont Oil Corp #001	30-025-20158	04/21/63	Plugged	10,224	33.367680	-103.6042349	N/A
46	Pre-Ongard Well Operator	Allen K Trobaugh #002	30-025-21788	07/12/66	Plugged	10,135	33.363961	-103.6087181	N/A
47	Pre-Ongard Well Operator	Stoltz & Co #002	30-025-21389	09/26/65	Plugged	10,079	33.357269	-103.6124972	N/A
48	Pre-Ongard Well Operator	Dwight A Tipton #001	30-025-22577	06/23/68	Plugged	10,360	33.367675	-103.6430628	N/A
49	Pre-Ongard Well Operator	Texas Pacific Oil Well #004	30-025-22114	05/20/67	Plugged	1,006	33.382117	-103.6001409	N/A
50	Pre-Ongard Well Operator	Texas Pacific Oil C #002	30-025-20968	02/14/66	Plugged	10,205	33.385793	-103.6003121	N/A
51	Pre-Ongard Well Operator	Charles B Gillespie #001	30-025-20969	02/06/65	Plugged	10,200	33.389406	-103.6042308	N/A
52	Pre-Ongard Well Operator	Dwight A Tipton #002	30-025-22385	03/13/68	Plugged	10,290	33.389036	-103.6085518	N/A
53	Pre-Ongard Well Operator	Stoltz & Co Inc Well #001	30-025-22179	07/18/67	Plugged	10,450	33.397868	-103.614867	N/A
54	Pre-Ongard Well Operator	Dwight A Tipton #001	30-025-22377	12/28/67	Plugged	10,400	33.378618	-103.6389202	N/A
55	Pre-Ongard Well Operator	Dwight A Tipton #001	30-025-22197	09/05/67	Plugged	10,360	33.374807	-103.630031	N/A
56	Pre-Ongard Well Operator	Tipperary Oil & Gas #001	30-025-22068	04/04/67	Plugged	10,400	33.378658	-103.630126	N/A
57	Pride Energy Company	Bagley #001	30-025-20610	10/16/64	Plugged	10,360	33.386061	-103.6125407	N/A
58	Pride Energy Company	JP Collier #003	30-025-21787	05/29/66	Plugged	10,200	33.385346	-103.6041625	N/A
59	Prime Operating	State DG #001	30-025-21948	12/16/66	Plugged	10,268	33.367621	-103.6215974	N/A
60	Prime Operating	State DC #001	30-025-21757	04/09/66	Active	10,826	33.360487	-103.6128181	North Bagley Permo Penn
61	Prime Operating	State DK #002	30-025-22392	01/14/68	Active	10,270	33.371242	-103.6388488	North Bagley Lower Penn
62	Prime Operating	State DK #001	30-025-22314	11/07/67	Plugged	10,338	33.371151	-103.6302974	N/A
63	Read & Stevens Inc	Shell State #002	30-025-22596	06/05/68	Active	10,370	33.367577	-103.6468776	North Bagley Lower Penn
64	Read & Stevens Inc	Shell State #001	30-025-22409	01/24/68	Active	10,363	33.371266	-103.6469489	North Bagley Permo Penn
65	Read & Stevens Inc	Sun State #001	30-025-22718	09/15/68	Plugged	10,400	33.374697	-103.6471925	N/A
66	Sabre Op INC	Bagley State #003	30-025-22016	01/28/67	Plugged	10,275	33.371362	-103.6215023	N/A
67	Sabre Op INC	Bagley State #002	30-025-21928	12/04/66	Plugged	10,200	33.371025	-103.6168675	N/A
68	Sabre OP Inc	Bagley State #001	30-025-21889	10/18/66	Plugged	10,200	33.367740	-103.612827	N/A
69	Tipperary Oil & Gas Corp	Bell #003	30-025-21815	07/17/66	Plugged	10,200	33.357372	-103.6128347	N/A
70	Tipperary Oil & Gas Corp	Helen #001	30-025-22440	02/22/68	Plugged	10,346	33.360467	-103.6388167	N/A
71	Tipperary Oil & Gas Corp	Bess #001	30-025-22335	11/20/67	Plugged	10,250	33.356935	-103.6344277	N/A
72	WestStar Exploration Company	TP A State #002	30-025-22013	01/27/67	Plugged	4,500	33.375392	-103.5998497	N/A

Map ID number correspond to mapped wells in Figure 1

**Table A-2. Jay Management SWD Injection Well Permit Application
Operator within a 1/2 Mile Radius of State OG SWD #002**

Map ID Number	Operator	Lease Name	Surface Owner	Mineral Owner
1	Jay Management Company, LLC	State OG/Len St	State	State
2	Jay Management Company, LLC	Collier etal	Pearce Trust	Private
3	Jay Management Company, LLC	Collier	Pearce Trust	Private
4	Lease Holders Acquisitions, Inc	Felmont Collier	Pearce Trust	Private
5	Pre-Ongard Well Operator (Defunct)	Hissom/Tipperary	State	State
6	Pre-Ongard Well Operator (Defunct)	Leo St/Gulf Oil Corp	State	State
7	Sabre Op, Inc/COG Operating	Bagley State	State	State
8	Pre-Ongard Well Operator (Defunct)	Humble St/Southland Royalty C	State	State
9	Prime Operating	Christensen St/State DK	State	State
10	Pre-Ongard Well Operator (Defunct)	Dwight A Tipton	State	State
11	Pre-Ongard Well Operator (Defunct)	Champlin	State	State
12	Jay Management Company, LLC	Gulf Sohio St	State	State

VII.

Table B-1. Chemical Analysis for the San Andres Formation

Date Collected	Depth to top of producing zone	Calcium (ppm)	Magnesium (ppm)	Sodium and Potassium (ppm)	Bicarbonate (ppm)	Sulfate (ppm)	Chloride (ppm)	Nitrate (ppm)	Total Dissolved Solids (ppm)	Hardness as CaCO ₃ (ppm)	Sodium adsorption ratio (SAR)	Specific Conductance (mmhos at 25°C)	pH
--	44,181	160	171	4,784	2,190	279	6,781	< 0.4	13,300	1,100	61	> 12,000	8.5
10/3/1962	5,030	1,531	530	11,587	600	2,996	20,054	< 0.4	37,000	6,000	65	> 12,000	7.8
10/2/1962	5,042	1,563	766	19,470	672	3,792	31,920	< 0.4	57,800	7,050	101	> 12,000	7.4
10/8/1962	5,042	1,470	677	13,869	282	3,992	23,537	< 0.4	43,700	6,450	72	> 12,000	7.3
10/30/1962	5,032	2,630	25,400	44,400	535	1,650	145,600	< 0.4	220,000	--	58	> 12,000	6.6
10/26/1962	4,800	1,800	620	18,100	220	3,030	30,750	< 0.4	54,400	70	94	> 12,000	7
10/11/1962	4,900	5,972	4,475	46,830	138	1,937	94,800	< 0.4	154,000	33,300	110	> 12,000	6.5
10/5/1962	4,874	2,104	693	17,955	1,058	3,606	30,869	< 0.4	55,700	8,100	87	> 12,000	8.2
10/12/1962	5,180	1,140	329	5,014	1,535	3,264	7,952	< 0.4	18,500	4,200	34	> 12,000	7.3
10/30/1962	4,305	3,206	1,240	28,692	522	373	50,814	< 0.4	84,600	--	109	> 12,000	9

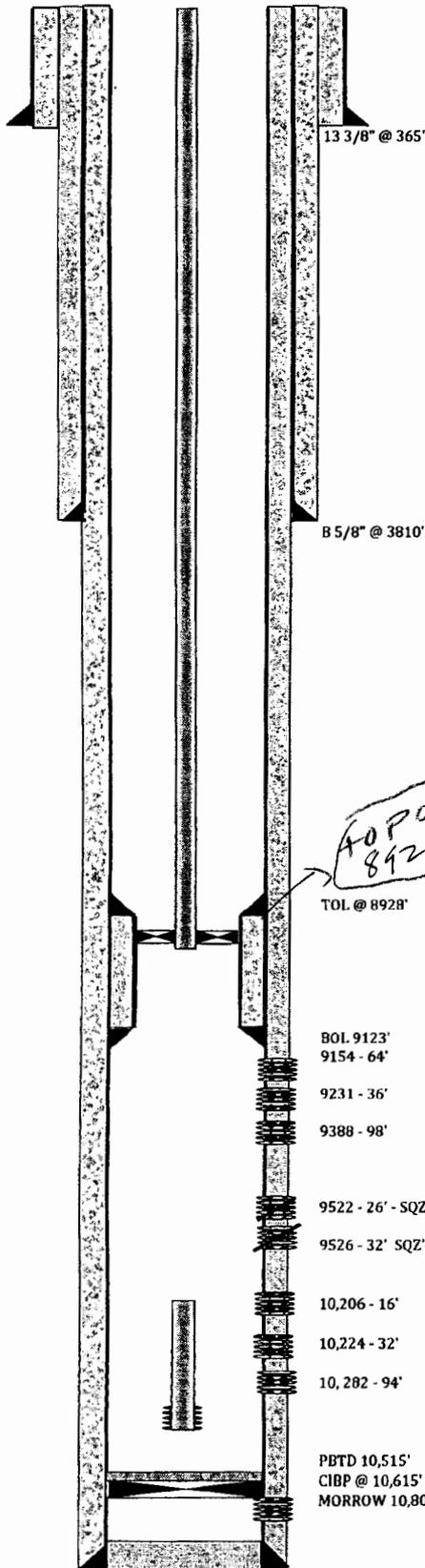
From, *Groundwater Resources of Gaines County, Texas*, by P.L. Rettman and E.R. Leggat, United State Geological Survey, February 1966, Report 15, 182-185, The Texas Department of Water Resources, 1982.

Schematics



ISRAMCO - JAY MANAGEMENT

CURRENT COMPLETION



WELL:	STATE OG #2 SWD	SPUD DATE:	15-Oct-91	LSE #:	
COUNTY:	LEA	RR DATE:	17-Dec-91	FIELD:	BAGLEY PERMO PENN, N
STATE:	NEW MEXICO	COMP DATE:	31-Dec-91	LOCATION:	660' FWL & 1980' FSL
API #:	30-025-31381	SWD PERMIT #:	SWD 548		SEC 9, T-11S, R-33E
TD:	11,000'	PBTD:	10,515'	FORMATION:	
				ELEVATION:	SGL = 3292'

BY: **RON GILBREATH** DATE: **08-Feb-11**

CASING RECORD									
SURFACE CASING									
O.D.	WT./FT.	GRADE	THD	TOP	BTM	NO. JTS.	BIT SZ.	SX CMT.	TOP CMT.
13.375"	48.00#				365'		17.500"	350	CIRC

O.D.	WT./FT.	GRADE	THD	TOP	BTM	NO. JTS.	BIT SZ.	SX CMT.	TOP CMT.
8.625"	24 & 32 #				3,810'		11.000"	1150	CIRC
5.500"	17 & 20 #				10,944'		7.875"	2025	CIRC

TUBING								
O.D.	WT./FT.	GRADE	THD	TOP	BTM	NO. JTS.	BIT SZ.	

PERFORATION RECORD						
DATE	TOP	BOTTOM	SPF	ZONE	STATUS	
Jan-92	10,806'	10'		MORROW	CIBP	
Feb-92	10,206'	16'		STRAWN	Open	
	10,224'	32'			Open	
	10,282'	94'			Open	
Feb-95	9,154'	64'			Open	
	9,231'	36'			Open	
	9,388'	98'			Open	
	9,522'	26'			Sqz'd	
	9,926'	32'			Sqz'd	

Handwritten note: AOPDF 8928'

07/01/92	Original Morrow perms 10,806 - 810'
?	Set CIBP @ 10,615'. Cap w/ 20 SX. (BTD 10,515')
Feb-92	Perf'd 10,206 - 16', 10,224 - 31', 10,282 - 94'
Feb-95	Converted to SWD added perms 9154 - 64, 9231 - 36', 9388 - 98', 9522 - 26', 9926 - 36' sqz'd perms 9922-32' w/ 150 sxs, & pefs 9522-26' w/ 100 sxs
Jun-11	Sqz'd shallow csg lk @ 320 - 31' w/ 213 sxs of CIs "C" cmt. Cmt returns thru surf and intermediate casing valves. CO well to 10160'. Attempted to sqz bad csg 9016-31' Unsuccessful. During CO - left "fish in hole consisting of 1 DC & two casing mills Ran 195' of 4 1/2" FI liner from 8928 - 9123'. Cmt'd w/ 30 sxs.

McMillan, Michael, EMNRD

From: Whitaker, Mark A, EMNRD
Sent: Tuesday, April 24, 2018 3:55 PM
To: McMillan, Michael, EMNRD; Jim Foster
Cc: asanker@isramco-jay.com; Brown, Maxey G, EMNRD
Subject: RE: State OG SWD #002 - WBD

Jim,
After reviewing the schematic your submitted for the subject well it appears that you proposed plugs will be sufficient to consider the wellbore below 4929' permanently abandoned.
Please let me know if I can be of any other assistance to you.
Respectfully,
Mark Whitaker, PES
NMOCD, District I

From: McMillan, Michael, EMNRD
Sent: Tuesday, April 24, 2018 1:04 PM
To: Jim Foster <jim@teamtiberwolf.com>; Whitaker, Mark A, EMNRD <MarkA.Whitaker@state.nm.us>
Cc: asanker@isramco-jay.com; Brown, Maxey G, EMNRD <MaxeyG.Brown@state.nm.us>
Subject: RE: State OG SWD #002 - WBD

Thanks
Mike

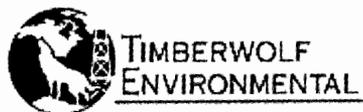
From: Jim Foster <jim@teamtiberwolf.com>
Sent: Tuesday, April 24, 2018 1:01 PM
To: Whitaker, Mark A, EMNRD <MarkA.Whitaker@state.nm.us>
Cc: asanker@isramco-jay.com; McMillan, Michael, EMNRD <Michael.McMillan@state.nm.us>; Brown, Maxey G, EMNRD <MaxeyG.Brown@state.nm.us>
Subject: State OG SWD #002 - WBD

Mark,

Clay, District Manager for Jay Management, and Maxey Brown discussed the plugback procedure for this well this morning. The attached wellbore diagram corresponds to their agreed procedure.

Thanks,

Jim Foster



1920 W. Villa Maria, Suite 205
Bryan, Texas 77807
979.324.2139
www.teamtiberwolf.com



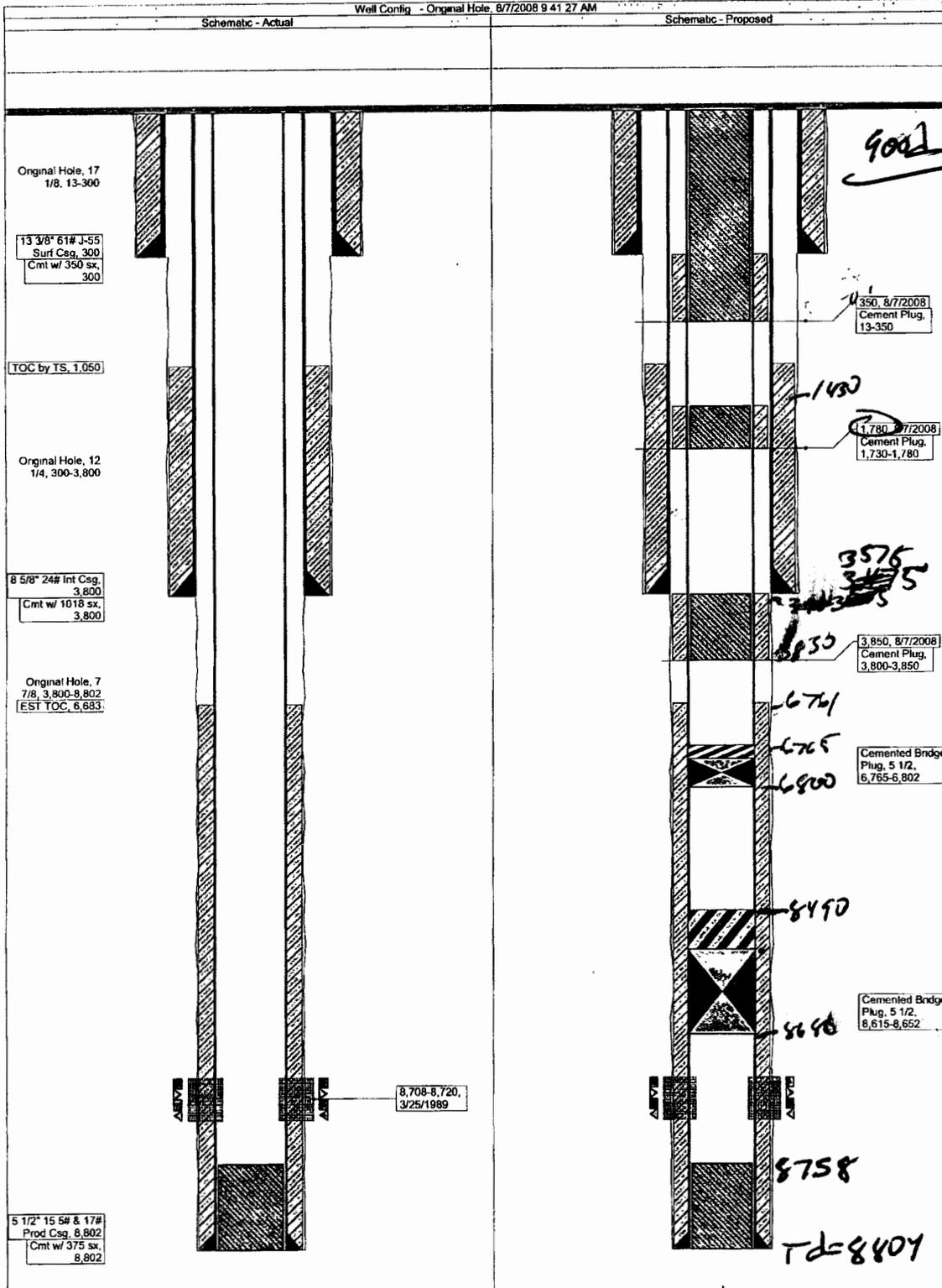
Proposal - Workover

STATE OG 1-9

Field: N BAGLEY (PERMO-PENN)
County: LEA
State: NEW MEXICO
Elevation: GL 3,288.80 KB 3,302.00
KB Height: 13.20

Location: SEC 9, 11S-33E, 2065 FSL & 2010 FWL

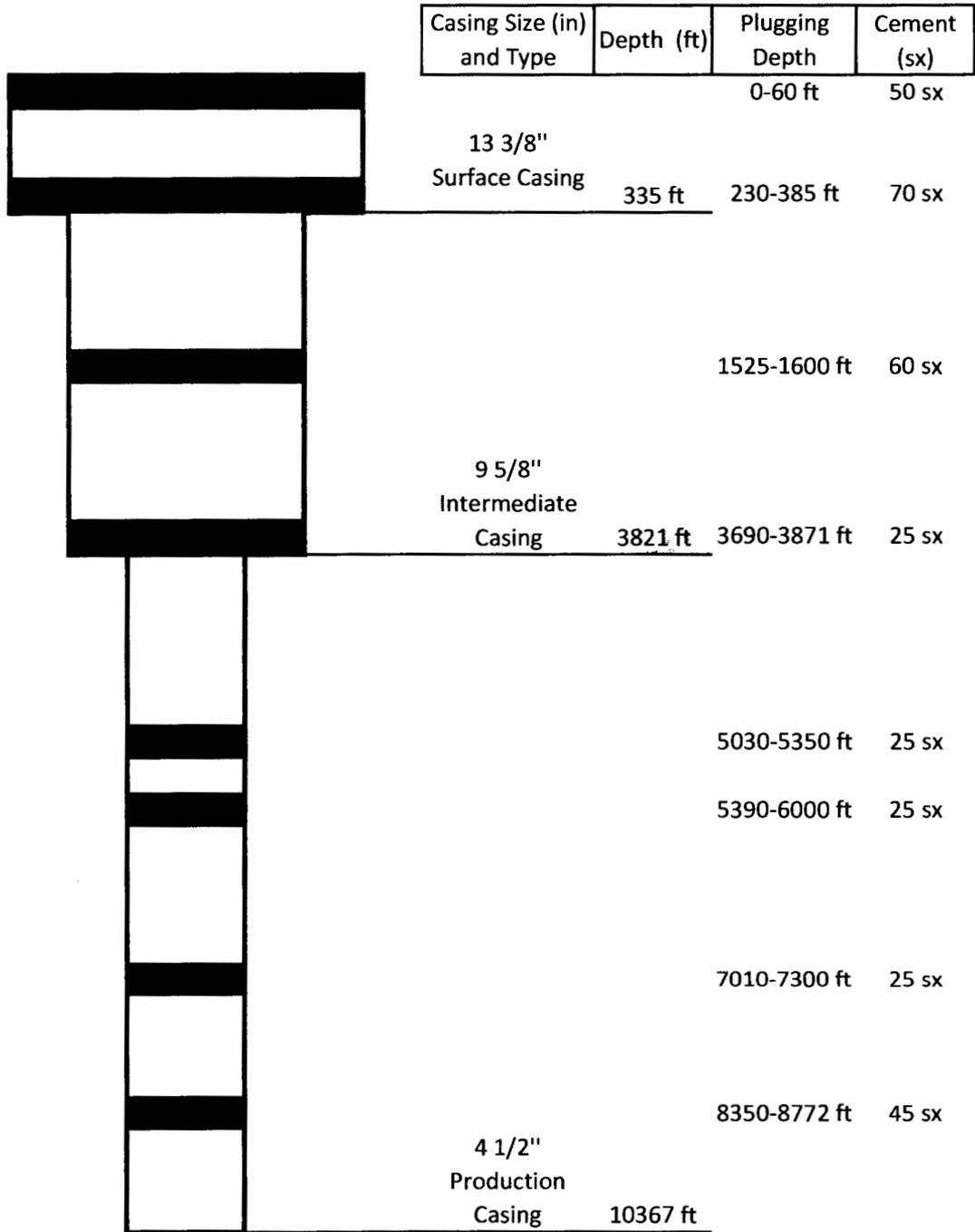
Spud Date: 3/6/1989
Initial Compl. Date:
API #: 3002530566
CHK Property #: 890198
1st Prod Date: 4/1/1989
PBTD: Original Hole - 8758.0
TD: 8,802.0



Plugged Well Schematic

Operator: Jay Management Company LLC
 Well: Collier #001
 API: 30-025-00994

Twolf Reference #: 30

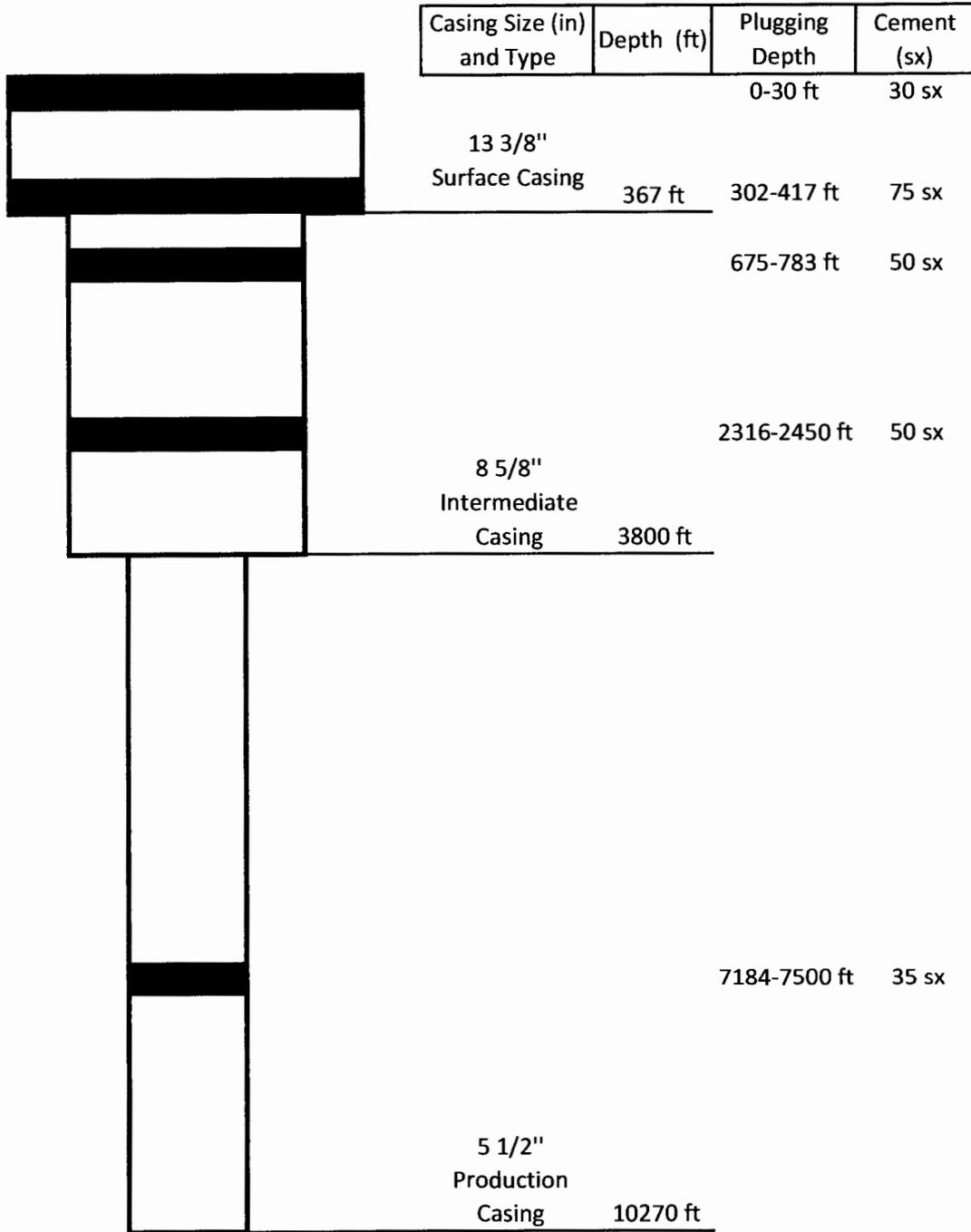


Cement Plug

Plugged Well Schematic

Operator: LBO New Mexico Inc
 Well: State OG #002
 API: 30-025-22329

Twolf Reference #: 33

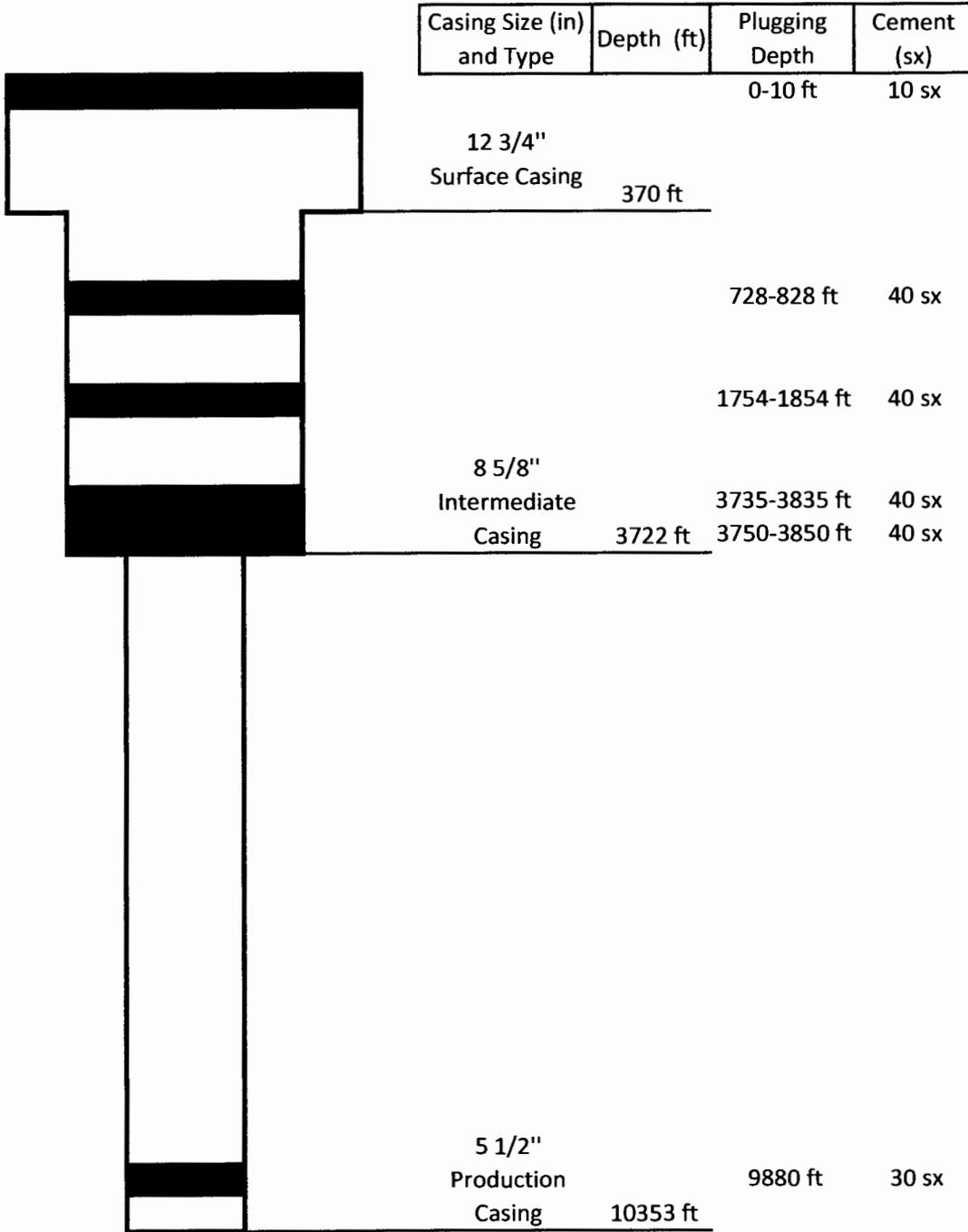


Cement Plug

Plugged Well Schematic

Operator: Pre-Ongard Well Operator
 Well: Southland Royalty C #001
 API: 30-025-22467

Twolf Reference #: 39

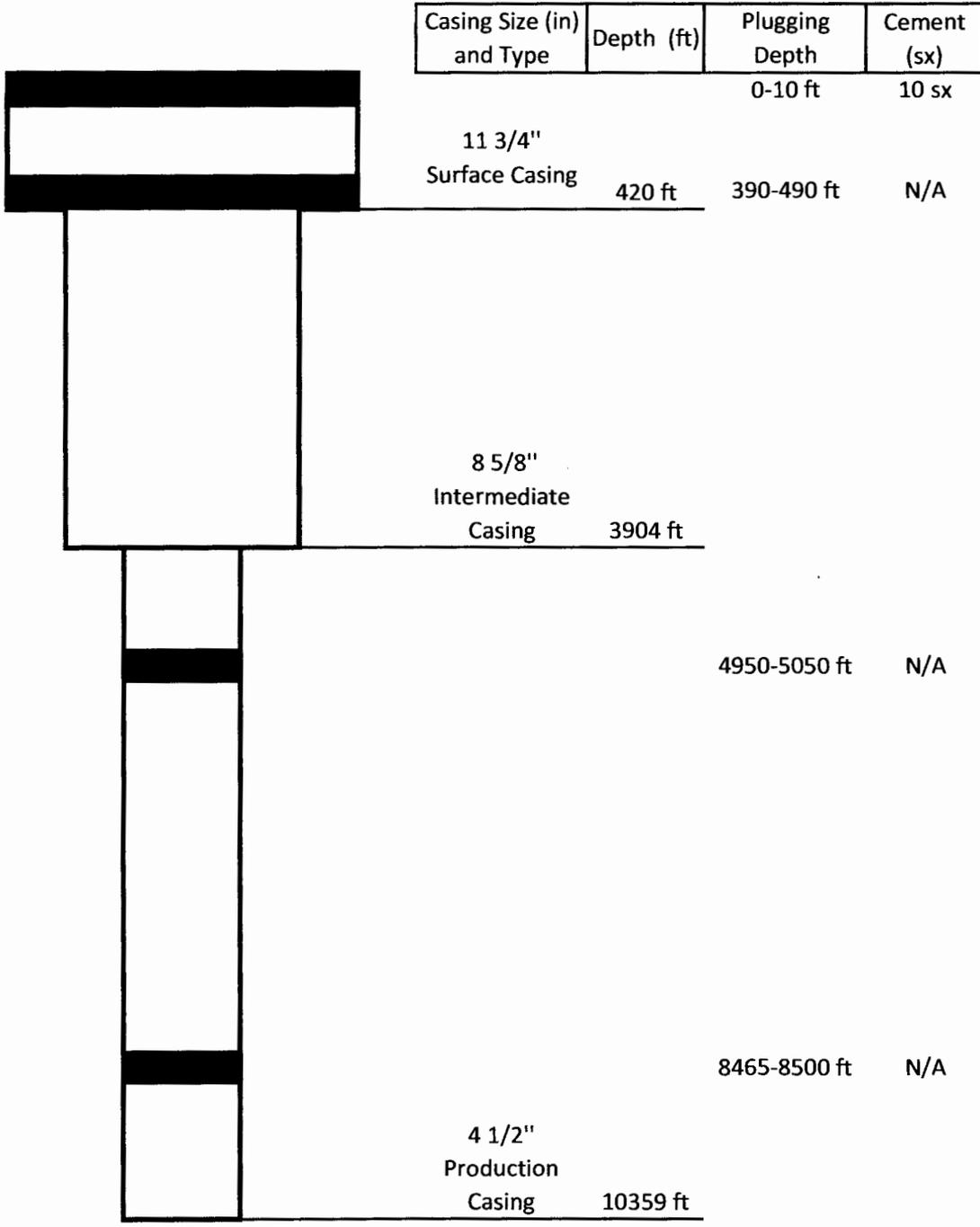


 Cement Plug

Plugged Well Schematic

Operator: Pre-Ongard Well Operator
 Well: Dwight A Tipton #001
 API: 30-025-22197

Twolf Reference #: 55

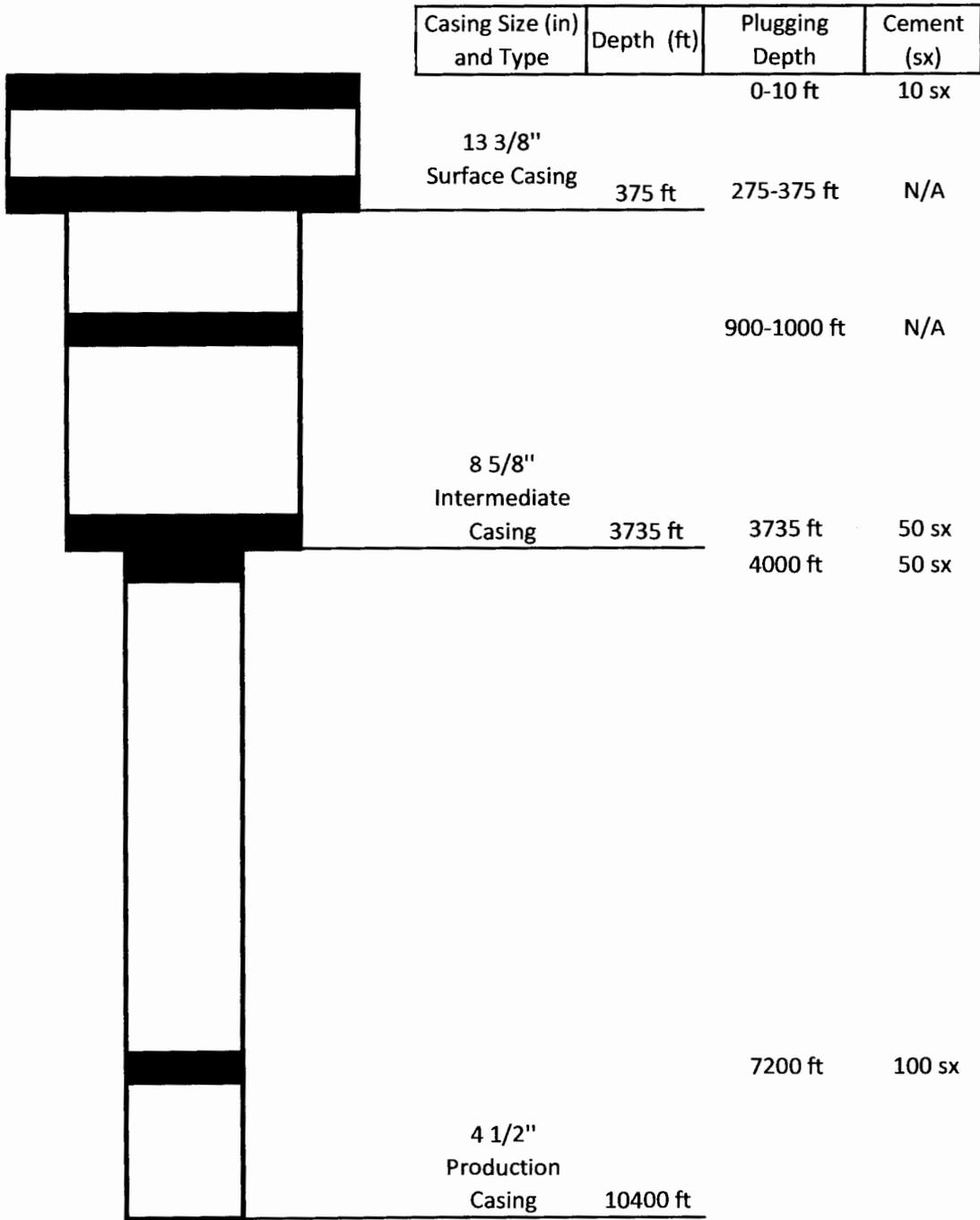


 Cement Plug

Plugged Well Schematic

Operator: Pre-Ongard Well Operator
 Well: Tipperary Oil & Gas #001
 API: 30-025-22068

Twolf Reference #: 56



Cement Plug

Figures

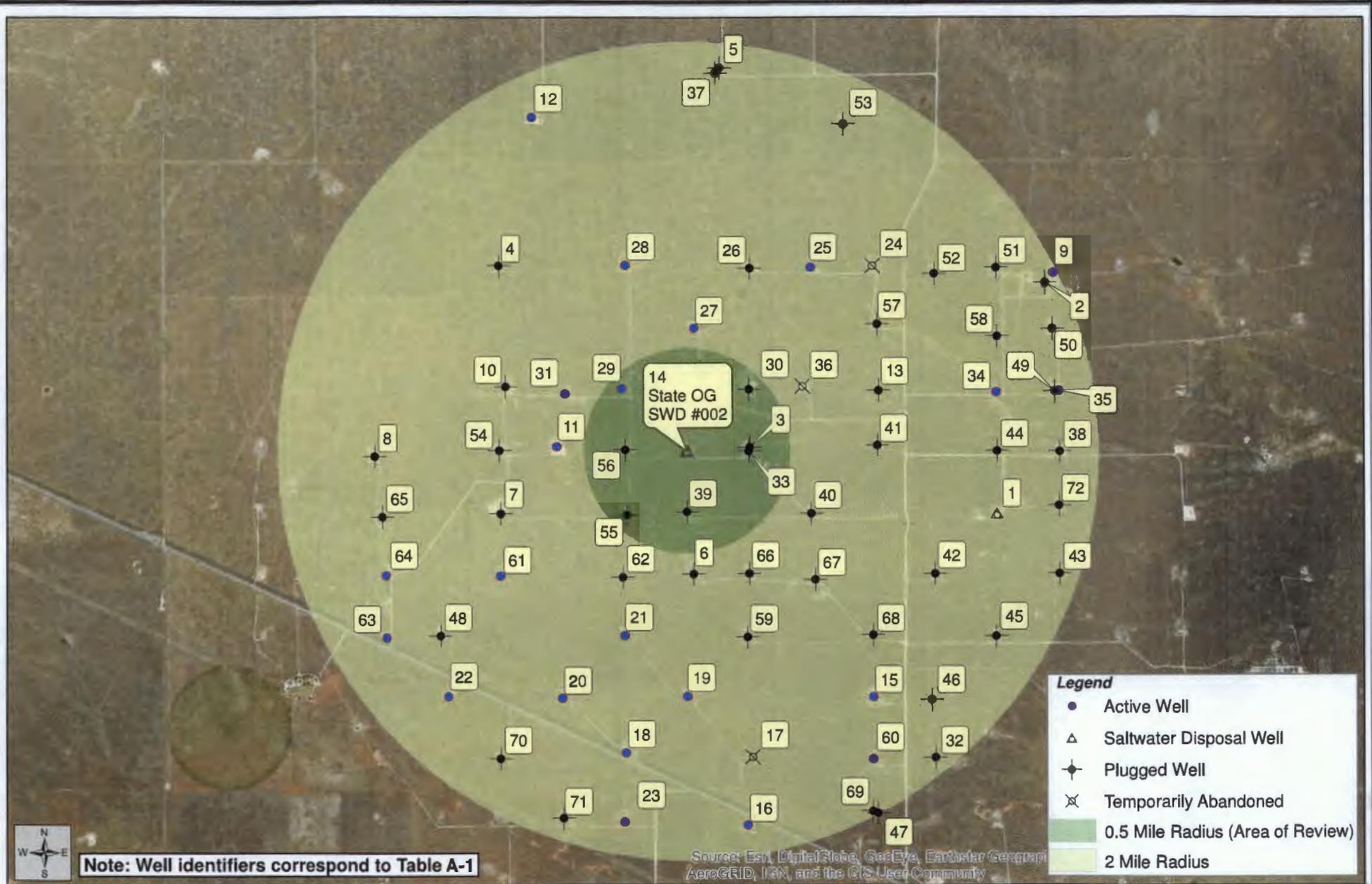


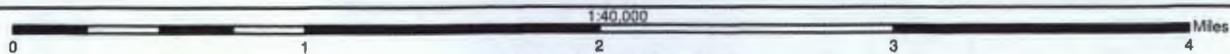
Figure 1
2 Mile Radius and
Area of Review Map

Application for Authorization to Inject

February 2, 2018



Created By:
Russell Greer
TE Project No.: ISR-180006



State OG SWD #002
Jay Management, LLC
Bagley North Oil Field, Lea County, New Mexico

Datum: NAD83
Imagery Source: ESRI
Vector Source: TE

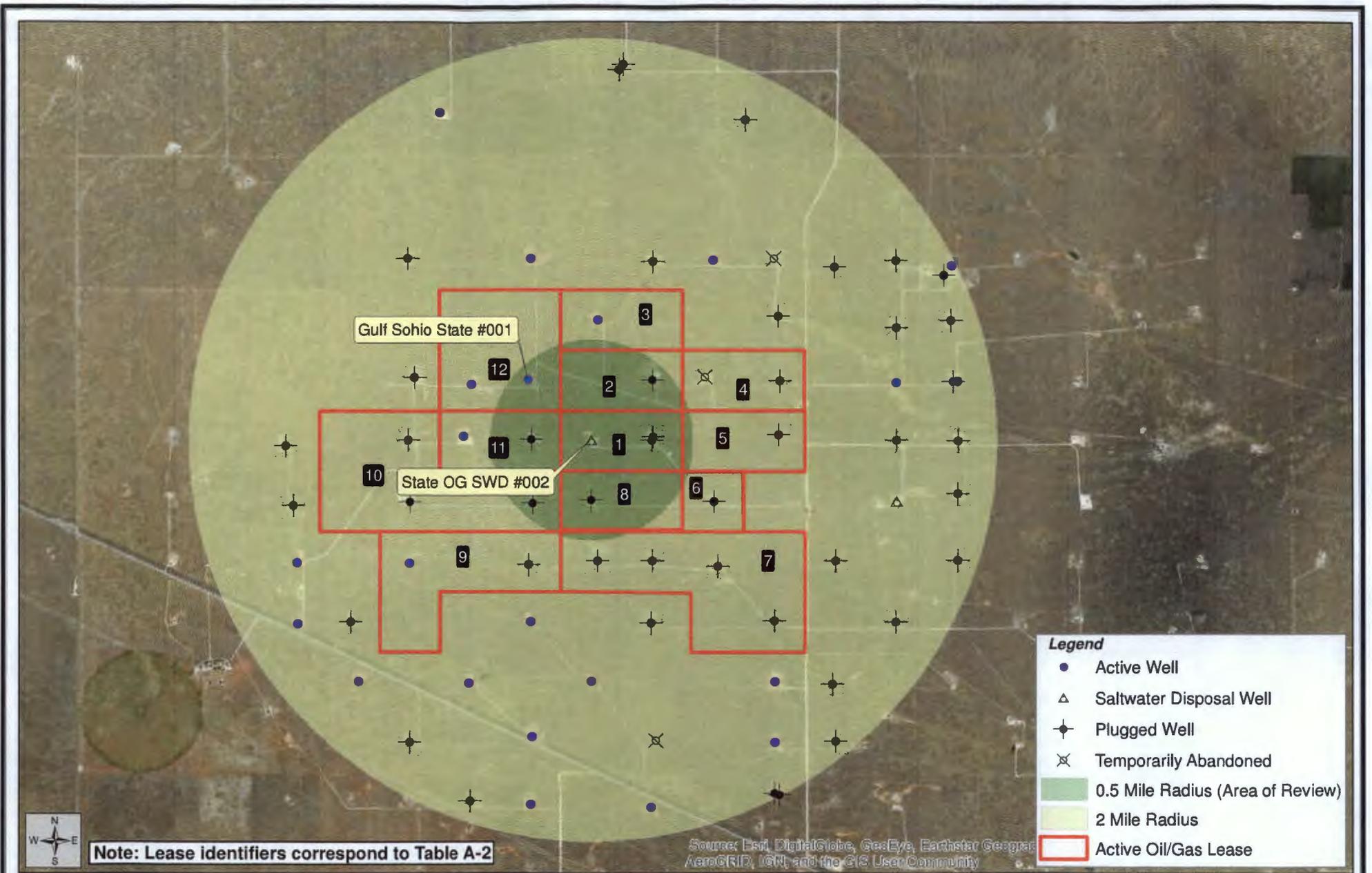


Figure 2
Active Oil/Gas Well and Lease Location Map

Application for Authorization to Inject

February 2, 2018



Created By:
Russell Greer
TE Project No.: ISR-180006

1:40,000
0 1 2 3 4 Miles

State OG SWD #002
Jay Management, LLC
Bagley North Oil Field, Lea County, New Mexico

Datum: NAD83
Imagery Source: ESRI
Vector Source: TE



1920 W. Villa Maria, Ste. 205
Bryan, Texas 77807
798242139
www.teamtimberwolf.com

March 27, 2018

Michael McMillan
District 4 Santa Fe
1220 South St Francis Drive
Santa Fe, NM 87505

RE: C-108 Application for Authorization to Inject – Supplemental Information
State OG SWD No. 002
Jay Management Company, LLC
Bagley North Oil Field, Lea County, New Mexico

Dear Mr. McMillan,

At the request of Jay Management Company, additional items required C-108 permit have been attached for your review. This well is currently permitted as a saltwater disposal well completed in the Strawn formation. The formation is no longer accepting fluids, necessitating recompletion. Upon approval, Jay Management plans to plug back and recomplete the well in the San Andres formation.

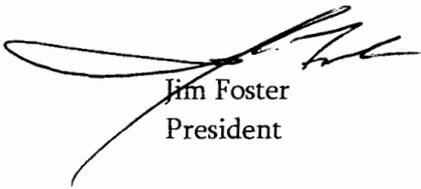
Please find attached the requested items from your email dated February 13, 2018:

- Proof of mailing to offset operator (Lease Holders Acquisitions)
- Water well resources and water quality report for water wells within a one-mile radius of the State OG SWD No. 002
- C-103 form

Additional items, including a swab of proposed injection intervals are in progress and will be soon submitted for your review.

If you have any questions regarding these items or need other information, please do not hesitate to contact us.

Sincerely,
Timberwolf Environmental, LLC



Jim Foster
President

Attachments: Proof of mailing to offset operator
Water Well Resources and Water Quality Report
C-103

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
February 07, 2018
and ending with the issue dated
February 07, 2018.

LEGAL NOTICE February 7, 2018

Public Notice for State OG SWD #2 (API: 30-025-31381)
Jay Management Company, LLC
1001 West Loop S, Suite 750
Houston, Texas 77027
(713) 621-6785
Contact Party: Jim Foster (979) 324-2139

The intended purpose of this injection well is for disposal of produced water associated with oil and gas production activities. This well is an active disposal well. This application is made to authorize disposal into another zone. The exact well location: NWSW S9 T11S R33E

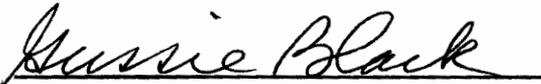
The formation name is the San Andres, at a depth of 4,735'-4,829', and a maximum injection rate of 6,000 barrel per day, and maximum pressure of 1,800 PSI.

Interested parties must file objections or request a hearing with the Oil Conservation Division, 1220 South St. Francis Dr., Santa Fe, New Mexico 87505, within 15 days, by Thursday the 22nd of February.
#32491



Publisher

Sworn and subscribed to before me this
7th day of February 2018.

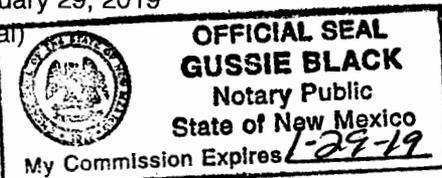


Business Manager

My commission expires

January 29, 2019

(Seal)



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

67114900

00206736

MORGAN VIZI
TIMBERWOLF ENVIRONMENTAL
1920 W. VILLA MARIA, STE 205
BRYAN, TX 77807

USPS TRACKING#



OKLAHOMA CITY

9590 9402 2353 6225 5305 14



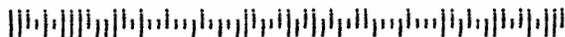
First-Class Mail
Postage & Fees Paid
USPS
Permit No. G-10

United States
Postal Service

• Sender: Please print your name, address, and ZIP+4® in this box•

Timberwolf Environmental
1920 W. Villa Maria Ste. 205
Bryan, TX 77807

7807-485799



** proof of mailing to offset operator*

SENDER: COMPLETE THIS SECTION

- Complete Items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Bobbie Johns
 Lease Holders Acquisitions, Inc.
 705 S. Mustang Rd #127
 Yukon, OK 73099



9590 9402 2353 6225 5305 14

2. Article Number (Transfer from service label)

7017 2680 0000 9211 8921

COMPLETE THIS SECTION ON DELIVERY

A. Signature

[Handwritten Signature]

- Agent
- Addressee

B. Received by (Printed Name)

Billy Hindman

C. Date of Delivery

D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: No

3. Service Type

- Adult Signature
- Adult Signature Restricted Delivery
- Certified Mail®
- Certified Mail Restricted Delivery
- Collect on Delivery
- Collect on Delivery Restricted Delivery
- Insured Mail
- Registered Mail™
- Registered Mail Restricted Delivery
- Return Receipt for Merchandise
- Signature Confirmation™
- Signature Confirmation Restricted Delivery
- Priority Mail Express®

USPS Tracking®

FAQs > (<http://faq.usps.com/?articleId=220900>)

Track Another Package +

Tracking Number: 70172680000092118921

Remove X

On Time

Expected Delivery on

SATURDAY

10 MARCH 2018 ⓘ by **8:00pm** ⓘ

✓ Delivered

March 10, 2018 at 11:29 am
Delivered, Left with Individual
YUKON, OK 73099

Get Updates ∨

Text & Email Updates ∨

Tracking History ∨

Product Information ∨

See Less ^

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Go to our FAQs section to find answers to your tracking questions.

FAQs (<http://faq.usps.com/?articleId=220900>)

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([https://reg.usps.com/entreg/RegistrationAction_input?](https://reg.usps.com/entreg/RegistrationAction_input?app=UspsTools&appURL=https%3A%2F%2Ftools.usps.com%2Fgo)

*NOTE: Black and white (grayscale) images show the outside, front of letter-sized envelopes and mailpieces that are processed through USPS's automated equipment.

McMillan, Michael, EMNRD

From: Jim Foster <jim@teamtimberwolf.com>
Sent: Thursday, March 15, 2018 2:31 PM
To: McMillan, Michael, EMNRD; asanker@isramco-jay.com
Cc: morgan@teamtimberwolf.com
Subject: State OG SWD #2

Michael,

Jay Management has a rig scheduled for well work on the State OG next week. I wanted to verify that the following procedure will satisfy your requirements:

- 1) Set a CIBP at 4930
- 2) Perf the proposed injection intervals
- 3) Perform swab test
- 4) Have District Office review

Also, in your email dated 2/13/18, you stated:

- You will be required to resubmit water samples from the previously approved SWD and show that you have attempted to determine if any new water wells are within 1-mile of the proposed SWD Well.

Please verify that the water samples you reference in the above statement are groundwater samples from existing wells and not formation water from the SWD well. If we need formation water samples from the SWD, do we need samples from the current perforated zone, or the proposed injection intervals, or both?

Thank you,
Jim Foster

From: McMillan, Michael, EMNRD [mailto:Michael.McMillan@state.nm.us]
Sent: Tuesday, March 13, 2018 10:45 AM
To: asanker@isramco-jay.com; Jim Foster
Subject: RE: Well Bore Schematics

Jim:

The OCD only allows a pressure gradient of .2*top perf, so the max pressure the OCD will allow is 947 psi.

Mike

From: McMillan, Michael, EMNRD
Sent: Wednesday, February 21, 2018 9:44 AM
To: asanker@isramco-jay.com; 'Jim Foster' <jim@teamtimberwolf.com>
Cc: Whitaker, Mark A, EMNRD <MarkA.Whitaker@state.nm.us>; Brown, Maxey G, EMNRD <MaxeyG.Brown@state.nm.us>; Goetze, Phillip, EMNRD <Phillip.Goetze@state.nm.us>; Jones, William V, EMNRD <WilliamV.Jones@state.nm.us>; Lowe, Leonard, EMNRD <Leonard.Lowe@state.nm.us>
Subject: FW: Well Bore Schematics

Be advised at a minimum for **approval of your SWD**, you must run a swab test in the San Andres injection zone, must have written agreement with the Hobbs District Office from the geologist and Supervisor, and any other individual the

District Office deems qualified that the San Andres in not productive. If any of these individuals disagree with your findings, your application will not be approved administratively

Mike

From: Jim Foster [<mailto:jim@teamtiberwolf.com>]
Sent: Wednesday, February 21, 2018 9:36 AM
To: McMillan, Michael, EMNRD <Michael.McMillan@state.nm.us>
Cc: asanker@isramco-jay.com
Subject: Well Bore Schematics

Michael,

Attached are the current and proposed well bore schematics for the State OG SWD No. 2. A proposed well bore schematic was included in our permit application in the Schematic section.

We are working on the other requests you have and will submit all supplemental documents.

Thank you,

Jim Foster



**TIMBERWOLF
ENVIRONMENTAL**

1920 W. Villa Maria, Suite 305
Bryan, Texas 77807
979-324-2139
teamtiberwolf.com

MAR 29 2018 AM 10:09

Submit 1 Copy To Appropriate District Office
District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Department of Minerals and Natural Resources
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-103
Revised July 18, 2013

HOBBS 000

MAR 12 2018

RECEIVED

<p align="center">SUNDRY NOTICES AND REPORTS ON WELLS</p> <p>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)</p>		WELL API NO. 30-025-31381
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> SWD		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Jay Management Company, LLC		6. State Oil & Gas Lease No. E-26
3. Address of Operator 1001 West Loop South Ste 750 Houston, TX 77027		7. Lease Name or Unit Agreement Name State OG SWD - 548
4. Well Location Unit Letter L : 660 feet from the West line and 1980 feet from the South line Section 9 Township 11S Range 33E NMPM County LEA		8. Well Number 2
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3291.8		9. OGRID Number 247692
10. Pool name or Wildcat SWD: SAN ANDRES		

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
CLOSED-LOOP SYSTEM <input type="checkbox"/>			
OTHER: <input checked="" type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

The well is currently filled from 9016' to the total depth of well and inoperable in its present condition. Jay Management has made application to inject into the San Andres Formation. The NMOCD requires the following procedure to gain administrative approval.

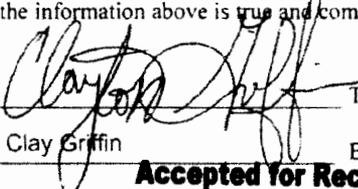
1. Set CIBP at 4930'
2. Perf the following intervals: 4825 - 4829', 4814 - 4820', 4780 - 4786', 4735-4750', 4638.5 - 4655', 4590 - 4595'
3. Perform swab test on perfed intervals, as required by NMOCD (must have district office review).
4. Inject produced water once a modified injection permit has been received from Santa Fe office.

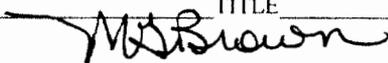
Spud Date: Rig Release Date:

I hereby

Spud Date: Rig Release Date:

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

SIGNATURE  TITLE District Manager DATE 03/13/2017
 Type or print name Clay Griffin E-mail address: cgriffin@jaymgt.com PHONE: 574-707-5691
For State Use Only **Accepted for Record Only**

APPROVED BY:  TITLE _____ DATE 3/13/2018
 Conditions of Approval (if any): _____



1920 W. Villa Maria, Ste. 205
Bryan, Texas 77807
979.324.2139
www.teamtimberwolf.com

MAR 29 2018 AM 10:10

March 26, 2018

Michael McMillan
New Mexico Oil Conservation Division
Engineering Bureau
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

Re: Water Well Resources and Water Quality Report
State OG SWD No. 002 Permit
Jay Management Company
Bagley North Oil Field, Lea County, New Mexico
Timberwolf Environmental Project No.: ISR-180006

Dear Mr. McMillan:

At the request of Jay Management Company (Jay Management), Timberwolf Environmental, LLC (Timberwolf) conducted a receptor survey and groundwater sampling event for the State OG SWD Permit (Site). The Site is located in the Bagley North Oil Field, approximately 19.7 miles northwest of Tatum, Lea County, New Mexico (Figure 1).

The New Mexico OCD requested two (2) water wells within a one-mile radius of the Site to be sampled and analyzed as part of a saltwater disposal (SWD) permit application. The receptor survey conducted by Timberwolf included a one-mile radius public records water well search and a one-mile radius ground reconnaissance. The well search and ground reconnaissance are documented below. The Site location is shown on the attached topographic map and aerial image (Figures 2 and 3).

Water Well Search

Timberwolf contracted with Banks Environmental Data ("Banks") to conduct a water well search within a one-mile radius from the Site. A copy of the Banks report is attached. Eighteen (18) wells were identified in the public records search; results are summarized in Table 1 (below) and shown in Figure 4.

Table 1. Findings of Public Records Search – One-Mile Radius

Well Name	Well ID	GPS Coordinate*	Well Type	Status	Depth (ft)
Unnamed	1	33.37857° N / 103.62582° W	Development of Natural Resource	Sealed	115
Unnamed	2	33.37673° N / 103.62362° W	Development of Natural Resource	Plugged	80
Unnamed	3	33.38131° N / 103.62726° W	Other	Plugged	--
Unnamed	4	33.37495° N / 103.62581° W	Development of Natural Resource	Plugged	90
Unnamed	5	33.37405° N / 103.62691° W	Development of Natural Resource	Plugged	100
Unnamed	6	33.38289° N / 103.61968° W	--	Active	--
Unnamed	7	33.37650° N / 103.63468° W	Agriculture	Active	130
Unnamed	8	33.37131° N / 103.62147° W	Development of Natural Resource	Plugged	100
Unnamed	9	33.37947° N / 103.63554° W	Development of Natural Resource	Sealed	130
Unnamed	10	33.38939° N / 103.62633° W	Other	Plugged	--
Unnamed	11	33.37856° N / 103.63879° W	Development of Natural Resource	Plugged	105
Unnamed	12	33.37854° N / 103.61284° W	Development of Natural Resource	Plugged	105
Unnamed	13	33.38946° N / 103.63016° W	Development of Natural Resource	Active	75
Unnamed	14	33.37942° N / 103.61176° W	Livestock	Plugged	85
Unnamed	15	33.37427° N / 103.61107° W	--	Active	100
Unnamed	16	33.36676° N / 103.63339° W	Development of Natural Resource	Plugged	--
Unnamed	17	33.38310° N / 103.60989° W	Other	Plugged	--
Unnamed	18	33.38668° N / 103.61177° W	Development of Natural Resource	Plugged	160

*Coordinates in North America Datum (NAD) 83
 ft - feet
 -- -- not applicable

Ground Reconnaissance

On 03/12/18, Timberwolf performed ground reconnaissance to identify potential water wells to sample within a one-mile radius of the Site as specified by the New Mexico Oil Conservation Division (NMOCD). Timberwolf identified six (6) water wells within a one-mile radius of the Site; two (2) water wells were welded shut (i.e. sealed), four (4) water wells were active and used for agriculture.

Findings of the ground reconnaissance are summarized in Table 2, documented in the attached Photographic Log (photographs 1 – 6), and shown in Figure 4.

Table 2. Findings of Ground Reconnaissance – One-Mile Radius

Well Name	Well ID	GPS Coordinate*	Well Type	Status	Depth (ft)
Unnamed	1	33.37857° N / 103.62582° W	Rig Supply	Sealed	115
Unnamed	6	33.38289° N / 103.61968° W	Agriculture	Active	--
Unnamed	7	33.37650° N / 103.63468° W	Agriculture	Active	130
Unnamed	9	33.37947° N / 103.63554° W	Rig Supply	Sealed	130
Unnamed	13	33.38946° N / 103.63016° W	Agriculture	Active	75
Unnamed	15	33.37427° N / 103.61107° W	Agriculture	Active	100

*Coordinates in North America Datum (NAD) 83

-- not applicable

ft - feet

No other active or plugged water wells within a one-mile radius of the Site were located during the ground reconnaissance. These wells are presumed to be plugged and abandoned or geographically misrepresented in the public records.

Collection and Analysis of Water Well No. 7

Timberwolf collected a groundwater sample from one (1) water well within a one-mile radius of the Site. No other water wells were sampled due to: the inability to sample wells without dismantling surface equipment.

Timberwolf sampled the water well identified in Tables 1 and 2 and Figure 4 as Water Well No. 7. The well is equipped with a windmill and pump. The sample was collected directly out of the discharge pipe while the windmill was actively producing water.

The sample was collected directly into laboratory provided containers and submitted for laboratory analysis, including: total petroleum hydrocarbon (TPH); benzene, toluene, ethylbenzene, and xylenes (BTEX); total dissolved solids (TDS); electrical conductivity (EC); pH; Resource Conservation Recovery Act (RCRA) 8 metals (arsenic, barium, cadmium, chromium, lead, selenium, silver, and mercury); cations, (calcium, magnesium, sodium, potassium, anions, chloride, sulfate, carbonate, and bicarbonate). Analytical methods are documented on the attached laboratory report. Analytical results are summarized in the attached table.

Conclusions

Public records were reviewed to identify water wells in the vicinity of the Site. The review revealed:

- Eighteen (18) water wells within a one-mile radius of the Site

The one-mile ground reconnaissance identified the following:

- Two (2) sealed water wells
- Four (4) active agriculture water wells, three of which were completed into cattle troughs and inaccessible
- Twelve (12) plugged and abandoned water wells

Analytical results of groundwater collected from the Water Well No. 7 revealed:

- Concentrations of petroleum hydrocarbons (i.e., TPH, BTEX) were below NMOCD criteria
- Concentrations of RCRA 8 metals were below EPA primary drinking water standards
- Concentrations of TDS exceeded EPA secondary drinking water standards, however:
 - Concentrations of chloride were below EPA criteria
 - Concentrations of sulfate were below EPA criteria
- Groundwater from Water Well No. 7 is considered fresh and suitable for human consumption

Analytical results are shown in the attached Table A-1 and in the attached laboratory report.

If you have any questions regarding this letter please do not hesitate to contact us.

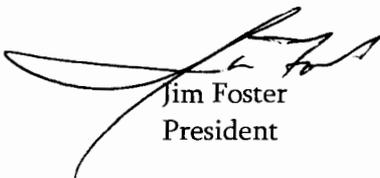
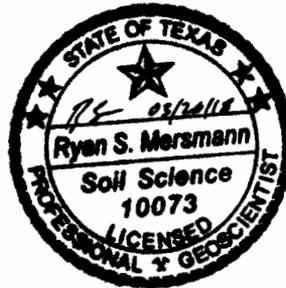
Sincerely,
Timberwolf Environmental, LLC



Kevin Cole
Project Scientist



Ryan S. Mersmann, P.G., CPSS
Vice President of Operations



Jim Foster
President

Attachments: Figures
Banks Water Well Report
Photographic Documentation
Laboratory Report

Cc: Amir Sanker, Jay Management Company

Figures

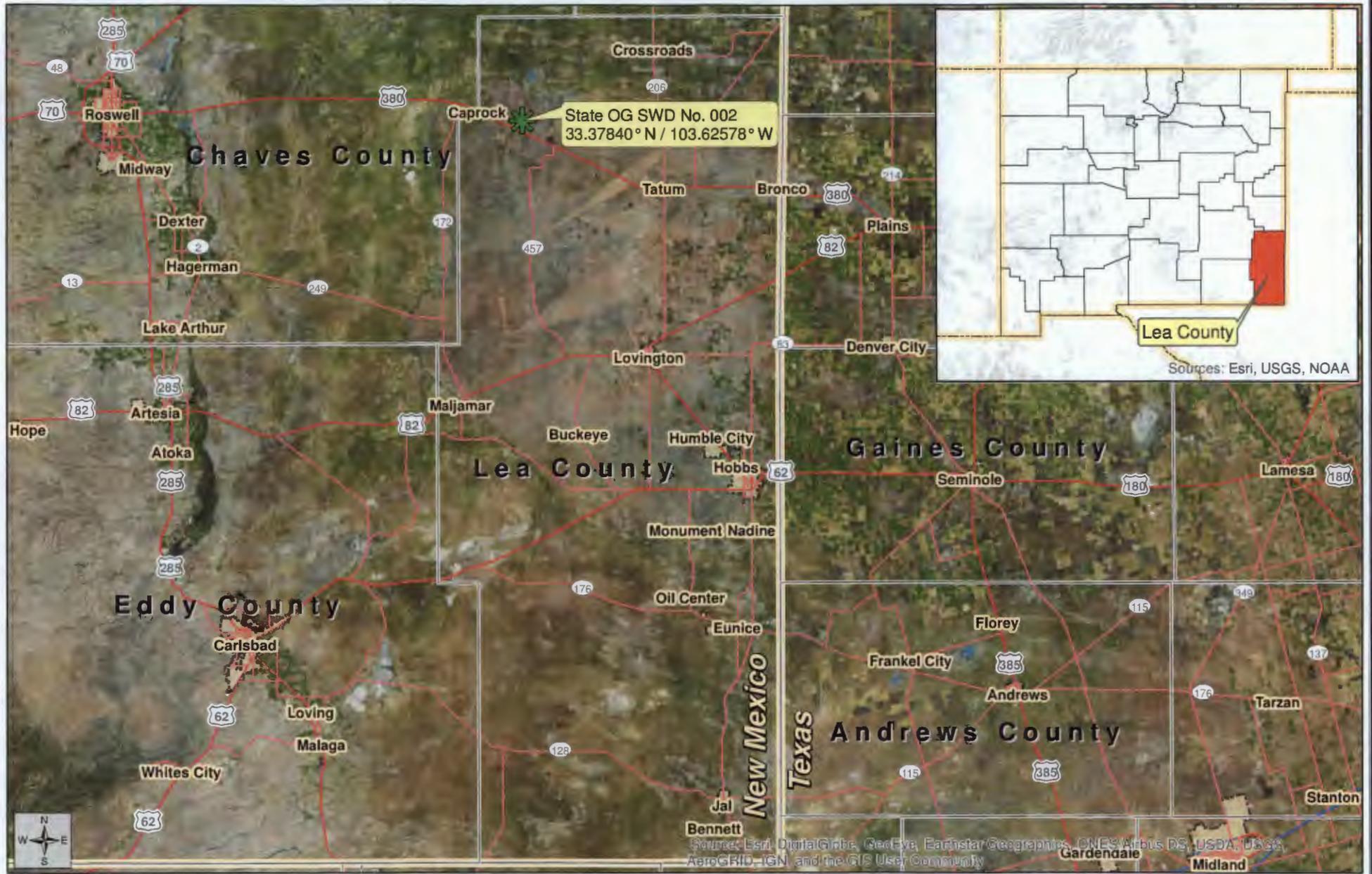


Figure 1
Site Location Map

Water Well Resources and Water Quality Report

Survey Date:
March 12, 2018

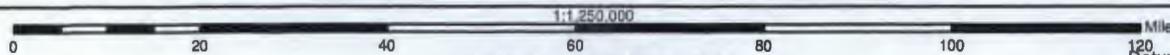


Created By:
Kevin Cole
March 26, 2018
TE Project No.: ISR-180006

State OG SWD No. 002
Jay Management, LLC
Bagley North Oil Field, Lea County, New Mexico

Datum: NAD83
Imagery Source: USGS
Quads: Caprock, Lane Salt Lake,
Soldier Hill, Dallas Store
Vector Source: TE

★ Site



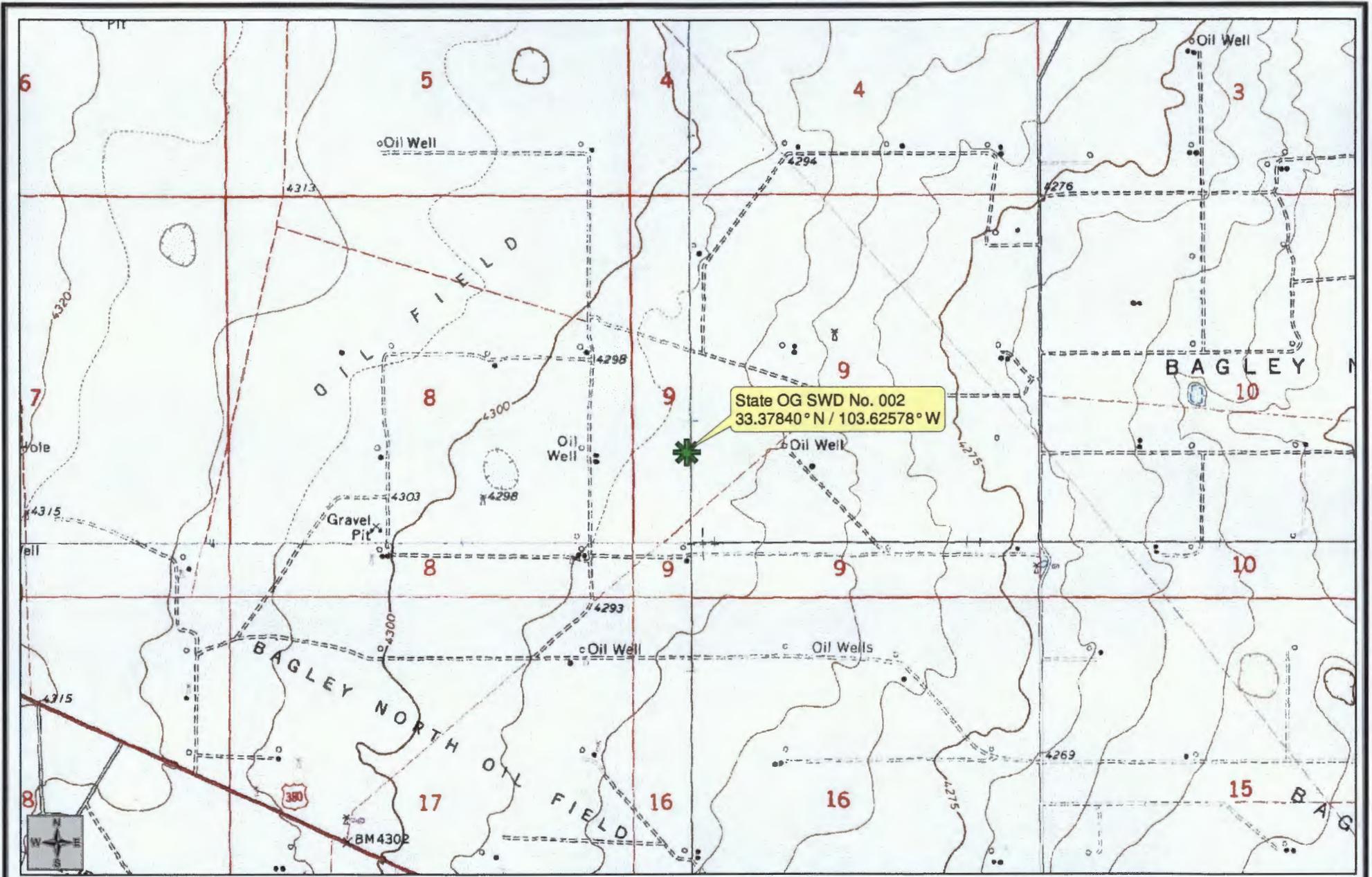


Figure 2
Topographic Map

Water Well Resources and Water Quality Report

Survey Date:
March 12, 2018



Created By:
Kevin Cole
March 26, 2018
TE Project No.: ISR-180006

State OG SWD No. 002
Jay Management, LLC
Bagley North Oil Field, Lea County, New Mexico

1:24,000



Datum: NAD83
Imagery Source: USGS
Quads: Caprock, Lane Salt Lake,
Soldier Hill, Dallas Store
Vector Source: TE

Site



Figure 3
2011 Aerial Map

Water Well Resources and Water Quality Report

Survey Date:
March 12, 2018

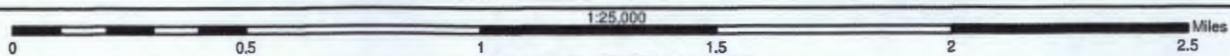


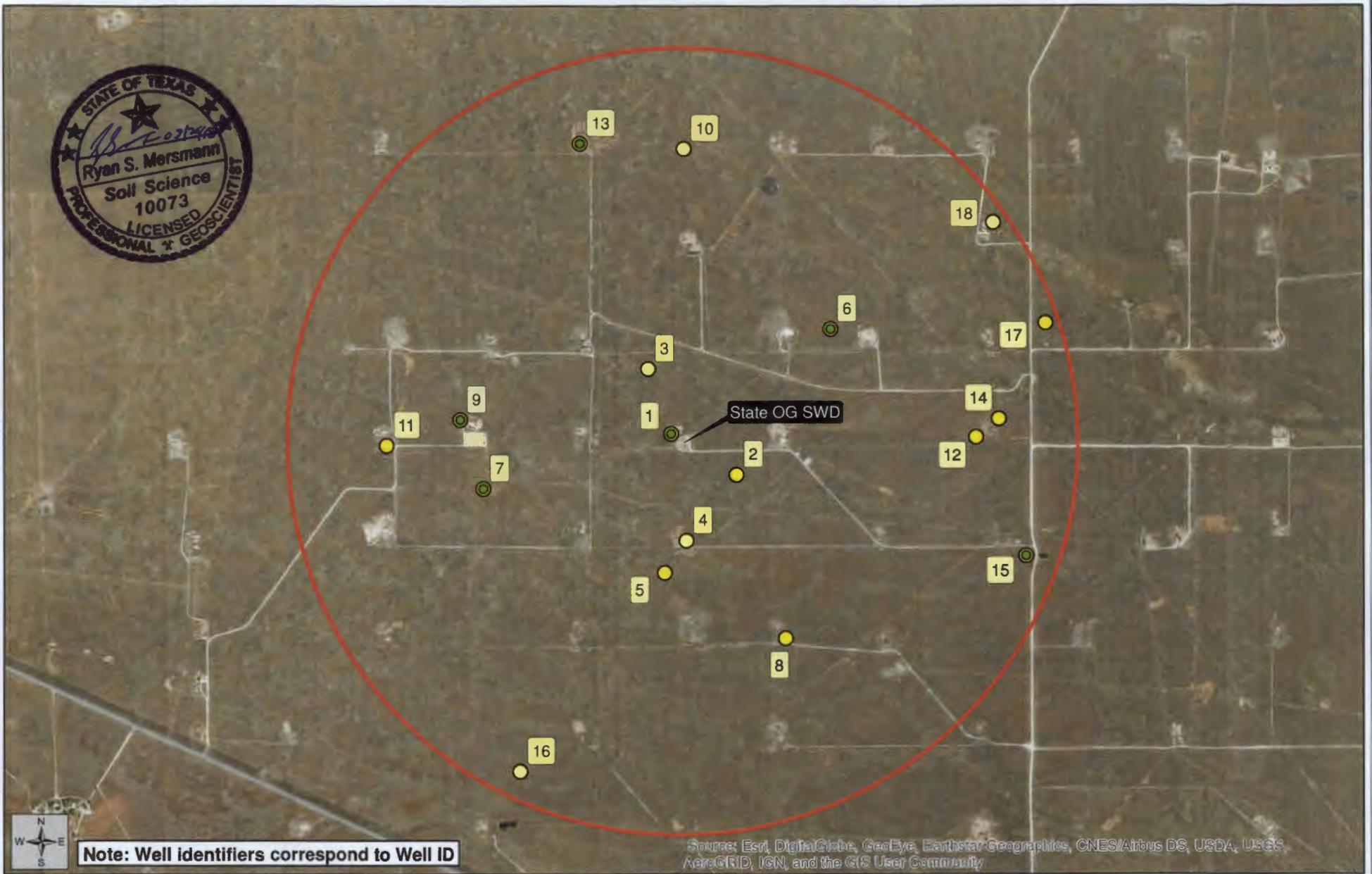
Created By:
Kevin Cole
March 26, 2018
TE Project No.: ISR-180006

State OG SWD No. 002
Jay Management, LLC
Bagley North Oil Field, Lea County, New Mexico

Datum: NAD83
Imagery Source: NAIP
Vector Source: TE

 Site





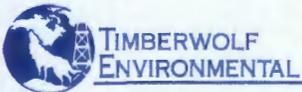
Note: Well identifiers correspond to Well ID

Source: Esri, DigitalGlobe, GeoEye, Earthstar Geographics, CNES/Airbus DS, USDA, USGS, AeroGRID, IGN, and the GIS User Community

Figure 4
Water Well Location Map

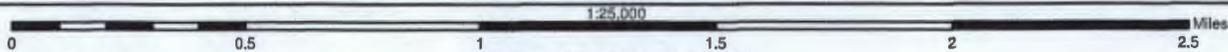
Water Well Resources and Water Quality Report

Survey Date:
March 12, 2018



Created By:
Kevin Cole
March 26, 2018
TE Project No.: ISR-180006

State OG SWD No. 002
Jay Management, LLC
Bagley North Oil Field, Lea County, New Mexico



Datum: NAD83
Imagery Source: ESRI
Vector Source: TE

- Water Well (Located by Timberwolf)
- Water Well (Located by Banks)
- 1 Mile Radius from State OG SWD

**Table A-1. Groundwater Analytical Results
State OG SWD No. 002 Permit
Jay Management Company
Bagley North Oil Field, Lea County, New Mexico**

Sample ID	Sample Date	TPH (mg/L)	Volatile Organic Compounds (mg/L)				Anions				Cations				General Water Quality Parameters			Dissolved Metals							
							(mg/L)				(mg/L)				pH	Sp. Cond.	TDS	(mg/L)							
			B	T	E	X	Cl	SO ₄	CO ₃	BiCarb	Na	Ca	Mg	K				S.U.	mmhos/cm	mg/L	As	Ba	Cd	Cr	Pb
7 (State OG)	03/13/18	< 0.71	< 0.00018	< 0.00020	< 0.00020	< 0.00037	120	130	< 20	130	41 ^B	110	14	2.1	7.7 ^{HF}	860	690	0.0055 ^J	0.06	< 0.00028	< 0.0018	< 0.0022	0.0071 ^J	< 0.0013	< 0.000082
Regulatory Limits		--	0.01 ³	0.75 ³	0.75 ³	0.62 ³	250 ²	250 ²	--	--	--	--	--	--	6.5 - 8.5 ²	--	500 ²	0.01 ¹	2.0 ¹	0.005 ¹	0.1 ¹	0.015 ¹	0.05 ¹	0.10 ²	0.002 ¹

¹ EPA Primary Drinking Water Standards

² EPA Secondary Drinking Water Standards

³ NMOC standards from Title 20 NMAC § 6.2

^J - analyte detected below quantitation limit

^H - sample prepped or analyzed beyond specified holding time

^B - analyte detected in blank

mg/L - milligrams per liter

-- - no applicable limit

s.u. - Standard units

Sp. Cond. - Specific conductance

mmhos/cm - millimhos per centimeter

ohm-m - ohms per meter

TDS - total dissolved solids

TSS - total suspended solids

NTU - Nephelometric turbidity unit

- concentration exceeds recommended action level

CO₂ - carbon dioxide

Cl - Chloride

SO₄ - Sulfate

CO₃ - Carbonate

BiCarb - Bicarbonate

Na - Sodium

Ca - Calcium

Mg - Magnesium

As - arsenic

Ba - barium

Cd - cadmium

Cr - chromium

Pb - lead

Se - selenium

Ag - silver

Hg - mercury

Banks Water Well Report

Prepared for:

TIMBERWOLF ENVIRONMENTAL
1920 West Villa maria Road, STE 305-2
Bryan, TX 77507



Water Well Report

State OG SWD

NM

PO #: 180006

ES-127479

Wednesday, March 07, 2018

Table of Contents



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Geographic Summary



Location

NM

Coordinates

Longitude & Latitude in Degrees Minutes Seconds

-103° 37' 33", 33° 22' 43"

Longitude & Latitude in Decimal Degrees

-103.625849°, 33.378607°

X and Y in UTM

627821.32, 3694104.05 (Zone 13)

Elevation

Target Property lies 4295.27 feet above sea level.

Zip Codes Searched

Search Distance

Zip Codes (historical zip codes included)

Target Property

88213, 88114, 88116, 88201, 88230, 88232, 88260, 88267

1 mile

88213, 88114, 88116, 88201, 88230, 88232, 88260, 88267

Topos Searched

Search Distance

Topo Name

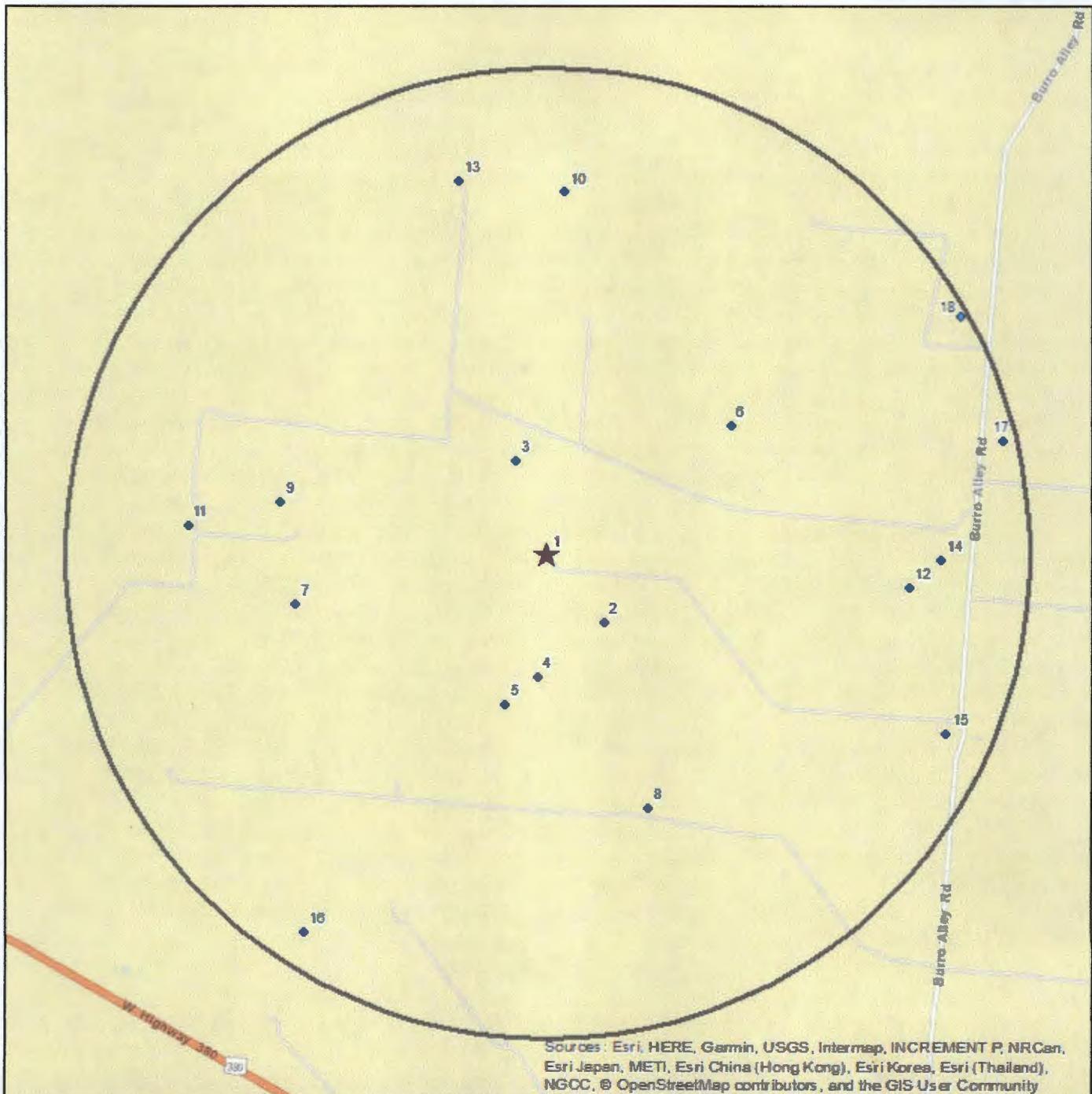
Target Property

Caprock (1985)

1 mile

Caprock (1985), Soldier Hill (1985), Lane Salt Lake (1985), Dallas Store (1985)

Summary Map - 1 Mile Radius



Sources: Esri, HERE, Garmin, USGS, Intermap, INCREMENT P, NRCan, Esri Japan, METI, Esri China (Hong Kong), Esri Korea, Esri (Thailand), NGCC, © OpenStreetMap contributors, and the GIS User Community

State OG SWD

- Well
- Well Cluster
- ★ Target Property
- Search Buffer

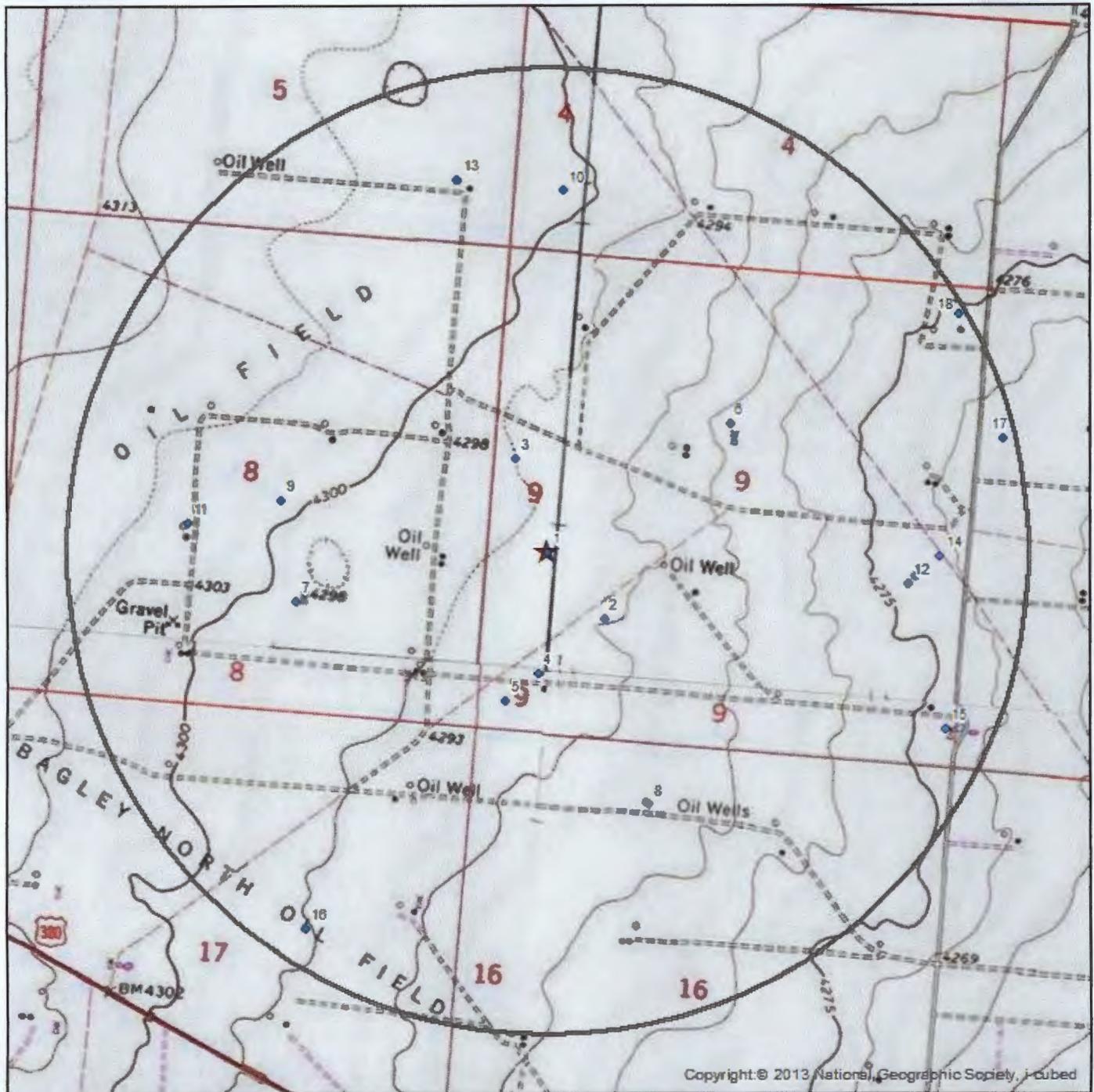
0' 1000' 2000'

1 : 19,000

1 inch = 0.300 miles
1 inch = 1583 feet
1 centimeter = 0.190 kilometers
1 centimeter = 190 meters

Lambert Conformal Conic Projection
1983 North American Datum
First Standard Parallel: 33° 00' North
Second Standard Parallel: 45° 00' North
Central Meridian: 95° 00' West
Latitude of Origin: 39° 00' North

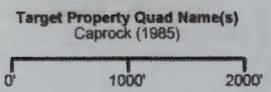
Topographic Overlay Map - 1 Mile Radius



Copyright © 2013 National Geographic Society, i-cubed

State OG SWD

- Well
- Well Cluster
- ★ Target Property
- Search Buffer



1 : 19,000
1 inch = 0.300 miles
1 inch = 1583 feet

Lambert Conformal Conic Projection
1883 North American Datum
First Standard Parallel: 33° 00' North
Second Standard Parallel: 45° 00' North
Central Meridian: 96° 00' West
Latitude of Origin: 39° 00' North



Current Imagery Overlay Map - 1 Mile Radius

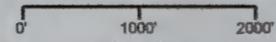


Source: Esri, DigitalGlobe, GeoEye, Earthstar Geographics, CNES/Airbus DS, USDA, USGS, AeroGRID, IGN, and the GIS User Community

State OG SWD

- Well
- Well Cluster

- Target Property
- Search Buffer



1 : 19,000
1 inch = 0.300 miles
1 inch = 1583 feet
1 centimeter = 0.190 kilometers
1 centimeter = 190 meters

Lambert Conformal Conic Projection
1983 North American Datum
First Standard Parallel: 33° 00' North
Second Standard Parallel: 45° 00' North
Central Meridian: 98° 00' West
Latitude of Origin: 39° 00' North



Water Well Details



Map ID	Source ID	Dataset	Owner of Well	Type of Well	Depth Drilled	Completion Date	Longitude	Latitude	Elevation	Driller's Logs
1	L-10225	NM WW	NORTON DRILLING	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	115	10/14/1991	-103.62582	33.37857	4295 ft (0)	N/A
2	L-06139	NM WW	FORSTER DRILLING COMPANY	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	80	5/5/1967	-103.623624	33.376733	4292 ft (-4)	N/A
3	L-14417-POD1	NM WW	PEARCE TRUST	Other	0	N/A	-103.627259	33.381305	4297 ft (+2)	N/A
4	L-06235	NM WW	CACTUS DRILLING CORP	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	90	11/6/1967	-103.625813	33.374945	4294 ft (-2)	N/A
5	L-06242	NM WW	SHARP DRILLING COMPANY	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	100	11/13/1967	-103.626913	33.374046	4294 ft (-2)	N/A
6	USGS-332252103370401	WW USGS	USGS	Not Reported	0	N/A	-103.619676	33.382885	4286 ft (-10)	N/A
7	USGS-332217103375701	WW USGS	USGS	Not Reported	130	N/A	-103.634677	33.376496	4299 ft (+4)	N/A
8	L-06098	NM WW	TRI-SERVICE DRILLING COMPANY	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	100	1/25/1967	-103.621474	33.371307	4289 ft (-7)	N/A
9	L-10567	NM WW	YATES PETROLEUM	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	130	6/3/1996	-103.635535	33.379471	4303 ft (+7)	N/A
10	L-14416-POD1	NM WW	PEARCE TRUST	Other	0	N/A	-103.626328	33.389386	4302 ft (+7)	N/A
11	L-06249	NM WW	M G F DRILLING COMPANY	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	105	12/24/1967	-103.638785	33.37856	4305 ft (+10)	N/A
12	L-05393	NM WW	LYMAN GRAHAM	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	105	5/20/1964	-103.612835	33.378543	4275 ft (-20)	N/A
13	L-12920-POD1	NM WW	MCVAY DRILLING COMPANY	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	75	5/18/1967	-103.630164	33.389459	4304 ft (+9)	N/A
14	L-06860	NM WW	L A RANCH	72-12-1 LIVESTOCK WATERING	85	10/2/1971	-103.611757	33.379424	4273 ft (-23)	N/A
15	USGS-332220103363401	WW USGS	USGS	Not Reported	100	N/A	-103.611065	33.374274	4275 ft (-20)	N/A

Water Well Details



Map ID	Source ID	Dataset	Owner of Well	Type of Well	Depth Drilled	Completion Date	Longitude	Latitude	Elevation	Driller's Logs
16	L-11791	NM WW	PATTERSON DRILLING	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	0	N/A	-103.63339	33.366758	4297 ft (+2)	N/A
17	L-14415-POD1	NM WW	PEARCE TRUST	Other	0	N/A	-103.609887	33.383097	4270 ft (-25)	N/A
18	L-05493	NM WW	TRI SERVICE DRILLING CO.	72-12-1 PROSPECTING OR DEVELOPMENT OF NATURAL RESOURCE	160	10/15/1964	-103.61177	33.386684	4276 ft (-19)	N/A

Well Summary

Water Well Dataset	# of Wells
NM WW	15
WW USGS	3
Total Count	18

Dataset Descriptions and Sources



Dataset	Source	Dataset Description	Update Schedule	Data Requested	Data Obtained	Data Updated	Source Updated
NM WW - New Mexico Water Wells	New Mexico Office of the State Engineer	This WATERS dataset contains all groundwater records and water rights applications compiled by New Mexico Office of the State Engineer (OSE). OSE is in the process of digitizing all records, all wells have not yet been plotted.	Quarterly	03/01/2018	03/01/2018	03/01/2018	02/15/2018
NM WW HIST - New Mexico Historical Water Wells	New Mexico Office of the State Engineer	This dataset contains all groundwater records found at the New Mexico Office of the State Engineer Water Rights Division district office. Groundwater rights are administered and filed at the district level: Albuquerque (District I), Roswell (District II),		N/A	N/A	N/A	N/A
WW USGS - USGS Water Wells	U.S. Geological Survey	This dataset contains groundwater well records from the U.S. Geological Survey.	Semi-annually	11/16/2017	11/16/2017	11/19/2017	11/16/2017

Disclaimer



The Banks Environmental Data Water Well Report was prepared from existing state water well databases and/or additional file data/records research conducted at the state agency and the U.S. Geological Survey. Banks Environmental Data has performed a thorough and diligent search of all groundwater well information provided and recorded. All mapped locations are based on information obtained from the source. Although Banks performs quality assurance and quality control on all research projects, we recognize that any inaccuracies of the records and mapped well locations could possibly be traced to the appropriate regulatory authority or the actual driller. It may be possible that some water well schedules and logs have never been submitted to the regulatory authority by the water driller and, thus, may explain the possible unaccountability of privately drilled wells. It is uncertain if the above listing provides 100% of the existing wells within the area of review. Therefore, Banks Environmental Data cannot fully guarantee the accuracy of the data or well location(s) of those maps and records maintained by the regulatory authorities.

Photographic Documentation

PHOTOGRAPHIC LOG

Project No.:	STATE OG SWD NO. 2	Client:	Jay Management Company, LLC
Project Name:	C-108	Site Location:	Lea County, New Mexico
Task Description:	Water Well Sampling Event	Date:	03/12/2018
Photo No.: 1			
Direction: Northwest			
Comments: View of water well 1 located at the State OG SWD No. 2. Note: The well was not sampled; the well was welded shut (sealed).			
Photo No.: 2			
Direction: West			
Comments: View of water well 6. Note: Water was not sampled due to no access.			

PHOTOGRAPHIC LOG

Project No.:	STATE OG SWD NO. 2	Client:	Jay Management Company, LLC
Project Name:	C-108	Site Location:	Lea County, New Mexico
Task Description:	Water Well Sampling Event	Date:	03/12/2018
Photo No.: 3			
Direction: East			
Comments: View of water well 7. Note: Well was sampled directly from discharge pipe.			
Photo No.: 4			
Direction: East			
Comments: View of water well 9. Note: The well was not sampled; the well was welded shut (sealed).			

PHOTOGRAPHIC LOG

Project No.:	STATE OG SWD NO. 2	Client:	Jay Management Company, LLC
Project Name:	C-108	Site Location:	Lea County, New Mexico
Task Description:	Water Well Sampling Event	Date:	03/12/2018

<p>Photo No.: 5</p> <p>Direction: East</p> <p>Comments: View of water well 13.</p> <p>Note: Water was not sampled due to no access.</p>	
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<p>Photo No.: 6</p> <p>Direction: Southeast</p> <p>Comments: View of water well 15.</p> <p>Note: Water was not sampled due to no access.</p>	
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Laboratory Report

TestAmerica

THE LEADER IN ENVIRONMENTAL TESTING

ANALYTICAL REPORT

TestAmerica Laboratories, Inc.
TestAmerica Houston
6310 Rothway Street
Houston, TX 77040
Tel: (713)690-4444

TestAmerica Job ID: 600-162845-1
Client Project/Site: 180006 - State OG SWD

For:
Timberwolf Environmental LLC
1920 W. Vill Maria
Suite 305-2 Box 205
Bryan, Texas 77807

Attn: Accounts Payable



Authorized for release by:
3/20/2018 6:57:26 PM

Dean Joiner, Project Manager II
(713)690-4444
dean.joiner@testamericainc.com

LINKS

Review your project
results through
Total Access

Have a Question?

 **Ask
The
Expert**

Visit us at:
www.testamericainc.com

The test results in this report meet all 2003 NELAC and 2009 TNI requirements for accredited parameters, exceptions are noted in this report. This report may not be reproduced except in full, and with written approval from the laboratory. For questions please contact the Project Manager at the e-mail address or telephone number listed on this page.

This report has been electronically signed and authorized by the signatory. Electronic signature is intended to be the legally binding equivalent of a traditionally handwritten signature.

Results relate only to the items tested and the sample(s) as received by the laboratory.

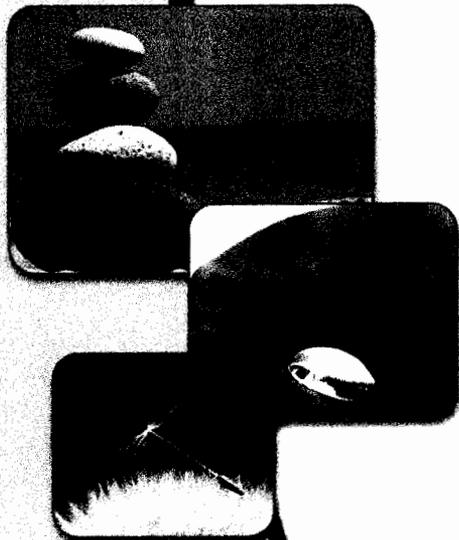


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Case Narrative

Client: Timberwolf Environmental LLC
Project/Site: 180006 - State OG SWD

TestAmerica Job ID: 600-162845-1

Job ID: 600-162845-1

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Laboratory: TestAmerica Houston

Narrative

Job Narrative 600-162845-1

Comments

No additional comments.

Receipt

The samples were received on 3/14/2018 9:23 AM; the samples arrived in good condition, properly preserved and, where required, on ice. The temperature of the cooler at receipt was 0.9° C.

GC/MS VOA

No analytical or quality issues were noted, other than those described in the Definitions/Glossary page.

GC Semi VOA

No analytical or quality issues were noted, other than those described in the Definitions/Glossary page.

Metals

Method(s) 6010B: The serial dilution performed for the following sample associated with batch 234414 was outside control limits for Potassium at 20% recovery: (600-162845-A-1-E SD)

Method(s) 6010B: The method blank for Prep Batch 234286 contained Sodium above the method detection limit. This target analyte concentration was less than the reporting limit (RL); therefore, re-extraction and/or re-analysis of samples was not performed.

No additional analytical or quality issues were noted, other than those described above or in the Definitions/Glossary page.

General Chemistry

No analytical or quality issues were noted, other than those described in the Definitions/Glossary page.

Industrial Hygiene

No analytical or quality issues were noted, other than those described in the Definitions/Glossary page.

Organic Prep

No analytical or quality issues were noted, other than those described in the Definitions/Glossary page.

Method Summary

Client: Timberwolf Environmental LLC
Project/Site: 180006 - State OG SWD

TestAmerica Job ID: 600-162845-1

Method	Method Description	Protocol	Laboratory
8260B	Volatile Organic Compounds (GC/MS)	SW846	TAL HOU
TX 1005	Texas - Total Petroleum Hydrocarbon (GC)	TCEQ	TAL HOU
300.0	Anions, Ion Chromatography	MCAWW	TAL HOU
6010B	Inductively Coupled Plasma - Atomic Emission Spectrometry	SW846	TAL HOU
7470A	Mercury in Liquid Waste (Manual Cold Vapor Technique)	SW846	TAL HOU
2320B-1997	Alkalinity, Total - SM Online, 2011	SM-Online	TAL HOU
9040B	pH	SW846	TAL HOU
9050A	Conductivity, Specific Conductance	SW846	TAL HOU
SM 2540C	Solids, Total Dissolved (TDS)	SM	TAL HOU

Protocol References:

MCAWW = "Methods For Chemical Analysis Of Water And Wastes", EPA-600/4-79-020, March 1983 And Subsequent Revisions.

SM = "Standard Methods For The Examination Of Water And Wastewater",

SM-Online = Standard Methods Online

SW846 = "Test Methods For Evaluating Solid Waste, Physical/Chemical Methods", Third Edition, November 1986 And Its Updates.

TCEQ = Texas Commission of Environmental Quality

Laboratory References:

TAL HOU = TestAmerica Houston, 6310 Rothway Street, Houston, TX 77040, TEL (713)690-4444

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Sample Summary

Client: Timberwolf Environmental LLC
Project/Site: 180006 - State OG SWD

TestAmerica Job ID: 600-162845-1

Lab Sample ID	Client Sample ID	Matrix	Collected	Received
600-162845-1	State OG 7 WW	Water	03/13/18 08:40	03/14/18 09:23
600-162845-2	State NBN 7 WW	Water	03/13/18 09:00	03/14/18 09:23

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Client Sample Results

Client: Timberwolf Environmental LLC
 Project/Site: 180006 - State OG SWD

TestAmerica Job ID: 600-162845-1

Client Sample ID: State OG 7 WW

Lab Sample ID: 600-162845-1

Date Collected: 03/13/18 08:40

Matrix: Water

Date Received: 03/14/18 09:23

Method: 8260B - Volatile Organic Compounds (GC/MS)

Analyte	Result	Qualifier	MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
Benzene	0.00018	U	0.0010	0.00018	mg/L			03/15/18 15:34	1
Ethylbenzene	0.00021	U	0.0010	0.00021	mg/L			03/15/18 15:34	1
Toluene	0.00020	U	0.0010	0.00020	mg/L			03/15/18 15:34	1
Xylenes, Total	0.00037	U	0.0020	0.00037	mg/L			03/15/18 15:34	1

Surrogate	%Recovery	Qualifier	Limits	Prepared	Analyzed	Dil Fac
1,2-Dichloroethane-d4 (Surr)	119		50 - 134		03/15/18 15:34	1
Dibromofluoromethane	115		62 - 130		03/15/18 15:34	1
Toluene-d8 (Surr)	118		70 - 130		03/15/18 15:34	1
4-Bromofluorobenzene	119		67 - 139		03/15/18 15:34	1

Method: TX 1005 - Texas - Total Petroleum Hydrocarbon (GC)

Analyte	Result	Qualifier	MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
C6-C12	0.71	U	1.7	0.71	mg/L		03/16/18 11:02	03/17/18 00:04	1
>C12-C28	0.82	U	1.7	0.82	mg/L		03/16/18 11:02	03/17/18 00:04	1
>C28-C35	0.82	U	1.7	0.82	mg/L		03/16/18 11:02	03/17/18 00:04	1
C6-C35	0.71	U	1.7	0.71	mg/L		03/16/18 11:02	03/17/18 00:04	1

Surrogate	%Recovery	Qualifier	Limits	Prepared	Analyzed	Dil Fac
o-Terphenyl	90		70 - 130	03/16/18 11:02	03/17/18 00:04	1

Method: 300.0 - Anions, Ion Chromatography

Analyte	Result	Qualifier	MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
Chloride	120		10	1.3	mg/L			03/16/18 14:12	25
Sulfate	130		13	2.4	mg/L			03/16/18 14:12	25

Method: 6010B - Inductively Coupled Plasma - Atomic Emission Spectrometry - Dissolved

Analyte	Result	Qualifier	MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
Arsenic	0.0055	J	0.010	0.0029	mg/L		03/19/18 13:06	03/20/18 12:30	1
Barium	0.060		0.020	0.00053	mg/L		03/19/18 13:06	03/20/18 12:30	1
Cadmium	0.00028	U	0.0050	0.00028	mg/L		03/19/18 13:06	03/20/18 12:30	1
Calcium	110		1.0	0.024	mg/L		03/19/18 13:06	03/20/18 12:30	1
Chromium	0.0016	U	0.010	0.0016	mg/L		03/19/18 13:06	03/20/18 12:30	1
Lead	0.0022	U	0.010	0.0022	mg/L		03/19/18 13:06	03/20/18 12:30	1
Magnesium	14		1.0	0.056	mg/L		03/19/18 13:06	03/20/18 12:30	1
Potassium	2.1		1.0	0.037	mg/L		03/19/18 13:06	03/20/18 12:30	1
Selenium	0.0071	J	0.040	0.0029	mg/L		03/19/18 13:06	03/20/18 12:30	1
Silver	0.0013	U	0.010	0.0013	mg/L		03/19/18 13:06	03/20/18 12:30	1
Sodium	41	B	1.0	0.021	mg/L		03/19/18 13:06	03/20/18 14:29	1

Method: 7470A - Mercury in Liquid Waste (Manual Cold Vapor Technique) - Dissolved

Analyte	Result	Qualifier	MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
Mercury	0.000082	U	0.00020	0.000082	mg/L		03/19/18 11:46	03/19/18 14:20	1

General Chemistry

Analyte	Result	Qualifier	MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
Bicarbonate Alkalinity as CaCO3	130		20	20	mg/L			03/19/18 14:26	1
Carbonate Alkalinity as CaCO3	20	U	20	20	mg/L			03/19/18 14:26	1
pH	7.7	HF	0.01	0.01	SU			03/19/18 12:49	1
Specific Conductance	860		2.0	2.0	umhos/cm			03/19/18 15:45	1
Total Dissolved Solids	690		10	10	mg/L			03/15/18 15:09	1

TestAmerica Houston

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Client Sample Results

Client: Timberwolf Environmental LLC
 Project/Site: 180006 - State OG SWD

TestAmerica Job ID: 600-162845-1

Client Sample ID: State NBN 7 WW

Lab Sample ID: 600-162845-2

Date Collected: 03/13/18 09:00

Matrix: Water

Date Received: 03/14/18 09:23

Method: 8260B - Volatile Organic Compounds (GC/MS)

Analyte	Result	Qualifier	MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
Benzene	0.00018	U	0.0010	0.00018	mg/L			03/15/18 15:58	1
Ethylbenzene	0.00021	U	0.0010	0.00021	mg/L			03/15/18 15:58	1
Toluene	0.00020	U	0.0010	0.00020	mg/L			03/15/18 15:58	1
Xylenes, Total	0.00037	U	0.0020	0.00037	mg/L			03/15/18 15:58	1

Surrogate	%Recovery	Qualifier	Limits	Prepared	Analyzed	Dil Fac
1,2-Dichloroethane-d4 (Surr)	119		50 - 134		03/15/18 15:58	1
Dibromofluoromethane	107		62 - 130		03/15/18 15:58	1
Toluene-d8 (Surr)	119		70 - 130		03/15/18 15:58	1
4-Bromofluorobenzene	122		67 - 139		03/15/18 15:58	1

Method: TX 1005 - Texas - Total Petroleum Hydrocarbon (GC)

Analyte	Result	Qualifier	MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
C6-C12	0.74	U	1.8	0.74	mg/L		03/16/18 11:02	03/17/18 00:37	1
>C12-C28	0.86	U	1.8	0.86	mg/L		03/16/18 11:02	03/17/18 00:37	1
>C28-C35	0.86	U	1.8	0.86	mg/L		03/16/18 11:02	03/17/18 00:37	1
C6-C35	0.74	U	1.8	0.74	mg/L		03/16/18 11:02	03/17/18 00:37	1

Surrogate	%Recovery	Qualifier	Limits	Prepared	Analyzed	Dil Fac
o-Terphenyl	96		70 - 130	03/16/18 11:02	03/17/18 00:37	1

Method: 300.0 - Anions, Ion Chromatography

Analyte	Result	Qualifier	MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
Chloride	51		10	1.3	mg/L			03/16/18 14:48	25
Sulfate	200		13	2.4	mg/L			03/16/18 14:48	25

Method: 6010B - Inductively Coupled Plasma - Atomic Emission Spectrometry - Dissolved

Analyte	Result	Qualifier	MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
Arsenic	0.0052	J	0.010	0.0029	mg/L		03/19/18 13:06	03/20/18 12:36	1
Barium	0.031		0.020	0.00053	mg/L		03/19/18 13:06	03/20/18 12:36	1
Cadmium	0.00028	U	0.0050	0.00028	mg/L		03/19/18 13:06	03/20/18 12:36	1
Calcium	94		1.0	0.024	mg/L		03/19/18 13:06	03/20/18 12:36	1
Chromium	0.0016	U	0.010	0.0016	mg/L		03/19/18 13:06	03/20/18 12:36	1
Lead	0.0022	U	0.010	0.0022	mg/L		03/19/18 13:06	03/20/18 12:36	1
Magnesium	13		1.0	0.056	mg/L		03/19/18 13:06	03/20/18 12:36	1
Potassium	2.6		1.0	0.037	mg/L		03/19/18 13:06	03/20/18 12:36	1
Selenium	0.0048	J	0.040	0.0029	mg/L		03/19/18 13:06	03/20/18 12:36	1
Silver	0.0013	U	0.010	0.0013	mg/L		03/19/18 13:06	03/20/18 12:36	1
Sodium	64	B	1.0	0.021	mg/L		03/19/18 13:06	03/20/18 14:42	1

Method: 7470A - Mercury in Liquid Waste (Manual Cold Vapor Technique) - Dissolved

Analyte	Result	Qualifier	MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
Mercury	0.000082	U	0.00020	0.000082	mg/L		03/19/18 12:45	03/19/18 14:26	1

General Chemistry

Analyte	Result	Qualifier	MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
Bicarbonate Alkalinity as CaCO3	160		20	20	mg/L			03/19/18 14:33	1
Carbonate Alkalinity as CaCO3	20	U	20	20	mg/L			03/19/18 14:33	1
pH	7.9	HF	0.01	0.01	SU			03/19/18 12:56	1
Specific Conductance	850		2.0	2.0	umhos/cm			03/19/18 15:45	1
Total Dissolved Solids	650		10	10	mg/L			03/15/18 15:09	1

TestAmerica Houston

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Definitions/Glossary

Client: Timberwolf Environmental LLC
Project/Site: 180006 - State OG SWD

TestAmerica Job ID: 600-162845-1

Qualifiers

GC/MS VOA

Qualifier	Qualifier Description
U	Indicates the analyte was analyzed for but not detected.

GC Semi VOA

Qualifier	Qualifier Description
U	Indicates the analyte was analyzed for but not detected.

HPLC/IC

Qualifier	Qualifier Description
U	Indicates the analyte was analyzed for but not detected.

Metals

Qualifier	Qualifier Description
U	Indicates the analyte was analyzed for but not detected.
J	Result is less than the RL but greater than or equal to the MDL and the concentration is an approximate value.
B	Compound was found in the blank and sample.
F5	Duplicate RPD exceeds limit, and one or both sample results are less than 5 times RL. The data are considered valid because the absolute difference is less than the RL.
4	MS, MSD: The analyte present in the original sample is greater than 4 times the matrix spike concentration; therefore, control limits are not applicable.

General Chemistry

Qualifier	Qualifier Description
U	Indicates the analyte was analyzed for but not detected.
HF	Field parameter with a holding time of 15 minutes. Test performed by laboratory at client's request.

Glossary

Abbreviation	These commonly used abbreviations may or may not be present in this report.
□	Listed under the "D" column to designate that the result is reported on a dry weight basis
%R	Percent Recovery
CFL	Contains Free Liquid
CNF	Contains No Free Liquid
DER	Duplicate Error Ratio (normalized absolute difference)
Dil Fac	Dilution Factor
DL	Detection Limit (DoD/DOE)
DL, RA, RE, IN	Indicates a Dilution, Re-analysis, Re-extraction, or additional Initial metals/anion analysis of the sample
DLC	Decision Level Concentration (Radiochemistry)
EDL	Estimated Detection Limit (Dioxin)
LOD	Limit of Detection (DoD/DOE)
LOQ	Limit of Quantitation (DoD/DOE)
MDA	Minimum Detectable Activity (Radiochemistry)
MDC	Minimum Detectable Concentration (Radiochemistry)
MDL	Method Detection Limit
ML	Minimum Level (Dioxin)
NC	Not Calculated
ND	Not Detected at the reporting limit (or MDL or EDL if shown)
PQL	Practical Quantitation Limit
QC	Quality Control
RER	Relative Error Ratio (Radiochemistry)
RL	Reporting Limit or Requested Limit (Radiochemistry)
RPD	Relative Percent Difference, a measure of the relative difference between two points
TEF	Toxicity Equivalent Factor (Dioxin)
TEQ	Toxicity Equivalent Quotient (Dioxin)

Surrogate Summary

Client: Timberwolf Environmental LLC
 Project/Site: 180006 - State OG SWD

TestAmerica Job ID: 600-162845-1

Method: 8260B - Volatile Organic Compounds (GC/MS)

Matrix: Water

Prep Type: Total/NA

Lab Sample ID	Client Sample ID	Percent Surrogate Recovery (Acceptance Limits)			
		DCA (50-134)	DBFM (62-130)	TOL (70-130)	BFB (67-139)
600-162845-1	State OG 7 WW	119	115	118	119
600-162845-2	State NBN 7 WW	119	107	119	122
LCS 600-234104/3	Lab Control Sample	123	110	112	120
LCSD 600-234104/4	Lab Control Sample Dup	127	111	112	120
MB 600-234104/6	Method Blank	115	109	117	116

Surrogate Legend

DCA = 1,2-Dichloroethane-d4 (Surr)

DBFM = Dibromofluoromethane

TOL = Toluene-d8 (Surr)

BFB = 4-Bromofluorobenzene

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Method: TX 1005 - Texas - Total Petroleum Hydrocarbon (GC)

Matrix: Water

Prep Type: Total/NA

Lab Sample ID	Client Sample ID	Percent Surrogate Recovery (Acceptance Limits)
		OTPH (70-130)
600-162845-1	State OG 7 WW	90
600-162845-2	State NBN 7 WW	96
LCS 600-234200/2-A	Lab Control Sample	98
LCSD 600-234200/3-A	Lab Control Sample Dup	95
MB 600-234200/1-A	Method Blank	93

Surrogate Legend

OTPH = o-Terphenyl

QC Sample Results

Client: Timberwolf Environmental LLC
 Project/Site: 180006 - State OG SWD

TestAmerica Job ID: 600-162845-1

Method: 8260B - Volatile Organic Compounds (GC/MS)

Lab Sample ID: MB 600-234104/6
 Matrix: Water
 Analysis Batch: 234104

Client Sample ID: Method Blank
 Prep Type: Total/NA

Analyte	MB MB		MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
	Result	Qualifier							
Benzene	0.00018	U	0.0010	0.00018	mg/L			03/15/18 13:04	1
Ethylbenzene	0.00021	U	0.0010	0.00021	mg/L			03/15/18 13:04	1
Toluene	0.00020	U	0.0010	0.00020	mg/L			03/15/18 13:04	1
Xylenes, Total	0.00037	U	0.0020	0.00037	mg/L			03/15/18 13:04	1

Surrogate	MB MB		Limits	Prepared	Analyzed	Dil Fac
	%Recovery	Qualifier				
1,2-Dichloroethane-d4 (Surr)	115		50 - 134		03/15/18 13:04	1
Dibromofluoromethane	109		62 - 130		03/15/18 13:04	1
Toluene-d8 (Surr)	117		70 - 130		03/15/18 13:04	1
4-Bromofluorobenzene	116		67 - 139		03/15/18 13:04	1

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Lab Sample ID: LCS 600-234104/3
 Matrix: Water
 Analysis Batch: 234104

Client Sample ID: Lab Control Sample
 Prep Type: Total/NA

Analyte	Spike Added	LCS LCS		Unit	D	%Rec	%Rec. Limits
		Result	Qualifier				
Benzene	0.0100	0.0120		mg/L		120	70 - 130
Ethylbenzene	0.0100	0.0124		mg/L		124	70 - 130
Toluene	0.0100	0.0123		mg/L		123	70 - 130
Xylenes, Total	0.0200	0.0249		mg/L		125	70 - 130

Surrogate	LCS LCS		Limits
	%Recovery	Qualifier	
1,2-Dichloroethane-d4 (Surr)	123		50 - 134
Dibromofluoromethane	110		62 - 130
Toluene-d8 (Surr)	112		70 - 130
4-Bromofluorobenzene	120		67 - 139

Lab Sample ID: LCSD 600-234104/4
 Matrix: Water
 Analysis Batch: 234104

Client Sample ID: Lab Control Sample Dup
 Prep Type: Total/NA

Analyte	Spike Added	LCSD LCSD		Unit	D	%Rec	%Rec. Limits	RPD	Limit
		Result	Qualifier						
Benzene	0.0100	0.0118		mg/L		118	70 - 130	2	20
Ethylbenzene	0.0100	0.0122		mg/L		122	70 - 130	2	20
Toluene	0.0100	0.0120		mg/L		120	70 - 130	3	20
Xylenes, Total	0.0200	0.0244		mg/L		122	70 - 130	2	20

Surrogate	LCSD LCSD		Limits
	%Recovery	Qualifier	
1,2-Dichloroethane-d4 (Surr)	127		50 - 134
Dibromofluoromethane	111		62 - 130
Toluene-d8 (Surr)	112		70 - 130
4-Bromofluorobenzene	120		67 - 139

TestAmerica Houston

QC Sample Results

Client: Timberwolf Environmental LLC
Project/Site: 180006 - State OG SWD

TestAmerica Job ID: 600-162845-1

Method: TX 1005 - Texas - Total Petroleum Hydrocarbon (GC)

Lab Sample ID: MB 600-234200/1-A
Matrix: Water
Analysis Batch: 234211

Client Sample ID: Method Blank
Prep Type: Total/NA
Prep Batch: 234200

Analyte	MB MB		MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
	Result	Qualifier							
C6-C12	0.83	U	2.0	0.83	mg/L		03/16/18 11:02	03/16/18 22:27	1
>C12-C28	0.96	U	2.0	0.96	mg/L		03/16/18 11:02	03/16/18 22:27	1
>C28-C35	0.96	U	2.0	0.96	mg/L		03/16/18 11:02	03/16/18 22:27	1
C6-C35	0.83	U	2.0	0.83	mg/L		03/16/18 11:02	03/16/18 22:27	1

Surrogate	MB MB		Limits	Prepared	Analyzed	Dil Fac
	%Recovery	Qualifier				
<i>o</i> -Terphenyl	93		70 - 130	03/16/18 11:02	03/16/18 22:27	1

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Lab Sample ID: LCS 600-234200/2-A
Matrix: Water
Analysis Batch: 234211

Client Sample ID: Lab Control Sample
Prep Type: Total/NA
Prep Batch: 234200

Analyte	Spike Added	LCS Result	LCS Qualifier	Unit	D	%Rec	%Rec. Limits
>C12-C28	33.3	35.7		mg/L		107	75 - 125
C6-C35	66.7	63.0		mg/L		95	75 - 125

Surrogate	LCS LCS		Limits
	%Recovery	Qualifier	
<i>o</i> -Terphenyl	98		70 - 130

Lab Sample ID: LCSD 600-234200/3-A
Matrix: Water
Analysis Batch: 234211

Client Sample ID: Lab Control Sample Dup
Prep Type: Total/NA
Prep Batch: 234200

Analyte	Spike Added	LCSD Result	LCSD Qualifier	Unit	D	%Rec	%Rec. Limits	RPD	Limit
>C12-C28	33.3	36.3		mg/L		109	75 - 125	2	20
C6-C35	66.7	62.9		mg/L		94	75 - 125	0	20

Surrogate	LCSD LCSD		Limits
	%Recovery	Qualifier	
<i>o</i> -Terphenyl	95		70 - 130

Method: 300.0 - Anions, Ion Chromatography

Lab Sample ID: MB 600-234198/4
Matrix: Water
Analysis Batch: 234198

Client Sample ID: Method Blank
Prep Type: Total/NA

Analyte	MB MB		MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
	Result	Qualifier							
Chloride	0.053	U	0.40	0.053	mg/L			03/16/18 12:24	1
Sulfate	0.096	U	0.50	0.096	mg/L			03/16/18 12:24	1

TestAmerica Houston

QC Sample Results

Client: Timberwolf Environmental LLC
 Project/Site: 180006 - State OG SWD

TestAmerica Job ID: 600-162845-1

Method: 300.0 - Anions, Ion Chromatography (Continued)

Lab Sample ID: LCS 600-234198/5
 Matrix: Water
 Analysis Batch: 234198

Client Sample ID: Lab Control Sample
 Prep Type: Total/NA

Analyte	Spike Added	LCS		Unit	D	%Rec	%Rec. Limits
		Result	Qualifier				
Chloride	20.0	19.1		mg/L		96	90 - 110
Sulfate	20.0	19.7		mg/L		98	90 - 110

Method: 6010B - Inductively Coupled Plasma - Atomic Emission Spectrometry

Lab Sample ID: MB 600-234286/1-C
 Matrix: Water
 Analysis Batch: 234414

Client Sample ID: Method Blank
 Prep Type: Dissolved
 Prep Batch: 234323

Analyte	MB MB		MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
	Result	Qualifier							
Arsenic	0.0029	U	0.010	0.0029	mg/L		03/19/18 13:06	03/20/18 12:26	1
Barium	0.00053	U	0.020	0.00053	mg/L		03/19/18 13:06	03/20/18 12:26	1
Cadmium	0.00028	U	0.0050	0.00028	mg/L		03/19/18 13:06	03/20/18 12:26	1
Calcium	0.024	U	1.0	0.024	mg/L		03/19/18 13:06	03/20/18 12:26	1
Chromium	0.0016	U	0.010	0.0016	mg/L		03/19/18 13:06	03/20/18 12:26	1
Lead	0.0022	U	0.010	0.0022	mg/L		03/19/18 13:06	03/20/18 12:26	1
Magnesium	0.056	U	1.0	0.056	mg/L		03/19/18 13:06	03/20/18 12:26	1
Potassium	0.037	U	1.0	0.037	mg/L		03/19/18 13:06	03/20/18 12:26	1
Selenium	0.0029	U	0.040	0.0029	mg/L		03/19/18 13:06	03/20/18 12:26	1
Silver	0.0013	U	0.010	0.0013	mg/L		03/19/18 13:06	03/20/18 12:26	1

Lab Sample ID: MB 600-234286/1-C
 Matrix: Water
 Analysis Batch: 234414

Client Sample ID: Method Blank
 Prep Type: Dissolved
 Prep Batch: 234323

Analyte	MB MB		MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
	Result	Qualifier							
Sodium	0.0928	J	1.0	0.021	mg/L		03/19/18 13:06	03/20/18 14:25	1

Lab Sample ID: LCS 600-234286/2-B
 Matrix: Water
 Analysis Batch: 234414

Client Sample ID: Lab Control Sample
 Prep Type: Dissolved
 Prep Batch: 234323

Analyte	Spike Added	LCS		Unit	D	%Rec	%Rec. Limits
		Result	Qualifier				
Arsenic	1.00	1.01		mg/L		101	80 - 120
Barium	1.00	1.00		mg/L		100	80 - 120
Cadmium	0.500	0.504		mg/L		101	80 - 120
Calcium	10.0	9.83		mg/L		98	80 - 120
Chromium	1.00	0.992		mg/L		99	80 - 120
Lead	1.00	0.991		mg/L		99	80 - 120
Magnesium	10.0	9.91		mg/L		99	80 - 120
Potassium	10.0	9.96		mg/L		100	80 - 120
Selenium	1.00	1.01		mg/L		101	80 - 120
Silver	0.500	0.500		mg/L		100	80 - 120

TestAmerica Houston

QC Sample Results

Client: Timberwolf Environmental LLC
 Project/Site: 180006 - State OG SWD

TestAmerica Job ID: 600-162845-1

Method: 6010B - Inductively Coupled Plasma - Atomic Emission Spectrometry (Continued)

Lab Sample ID: LCS 600-234286/2-B
 Matrix: Water
 Analysis Batch: 234414

Client Sample ID: Lab Control Sample
 Prep Type: Dissolved
 Prep Batch: 234323

Analyte	Spike Added	LCS Result	LCS Qualifier	Unit	D	%Rec	%Rec. Limits
Sodium	10.0	9.99		mg/L		100	80 - 120

Lab Sample ID: 600-162845-1 MS
 Matrix: Water
 Analysis Batch: 234414

Client Sample ID: State OG 7 WW
 Prep Type: Dissolved
 Prep Batch: 234323

Analyte	Sample Result	Sample Qualifier	Spike Added	MS Result	MS Qualifier	Unit	D	%Rec	%Rec. Limits
Arsenic	0.0055	J	1.00	1.04		mg/L		103	75 - 125
Barium	0.060		1.00	1.06		mg/L		100	75 - 125
Cadmium	0.00028	U	0.500	0.515		mg/L		103	75 - 125
Calcium	110		10.0	117	4	mg/L		111	75 - 125
Chromium	0.0016	U	1.00	0.980		mg/L		98	75 - 125
Lead	0.0022	U	1.00	0.992		mg/L		99	75 - 125
Magnesium	14		10.0	23.8		mg/L		99	75 - 125
Potassium	2.1		10.0	12.2		mg/L		101	75 - 125
Selenium	0.0071	J	1.00	1.05		mg/L		104	75 - 125
Silver	0.0013	U	0.500	0.516		mg/L		103	75 - 125

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Lab Sample ID: 600-162845-1 MS
 Matrix: Water
 Analysis Batch: 234414

Client Sample ID: State OG 7 WW
 Prep Type: Dissolved
 Prep Batch: 234323

Analyte	Sample Result	Sample Qualifier	Spike Added	MS Result	MS Qualifier	Unit	D	%Rec	%Rec. Limits
Sodium	41	B	10.0	51.4	4	mg/L		100	75 - 125

Lab Sample ID: 600-162845-1 DU
 Matrix: Water
 Analysis Batch: 234414

Client Sample ID: State OG 7 WW
 Prep Type: Dissolved
 Prep Batch: 234323

Analyte	Sample Result	Sample Qualifier	DU Result	DU Qualifier	Unit	D	RPD	RPD Limit
Arsenic	0.0055	J	0.00420	J F5	mg/L		27	20
Barium	0.060		0.0601		mg/L		1	20
Cadmium	0.00028	U	0.00028	U	mg/L		NC	20
Calcium	110		106		mg/L		0	20
Chromium	0.0016	U	0.0016	U	mg/L		NC	20
Lead	0.0022	U	0.0022	U	mg/L		NC	20
Magnesium	14		14.0		mg/L		0.6	20
Potassium	2.1		2.14		mg/L		0.5	20
Selenium	0.0071	J	0.00310	J F5	mg/L		78	20
Silver	0.0013	U	0.0013	U	mg/L		NC	20

Lab Sample ID: 600-162845-1 DU
 Matrix: Water
 Analysis Batch: 234414

Client Sample ID: State OG 7 WW
 Prep Type: Dissolved
 Prep Batch: 234323

Analyte	Sample Result	Sample Qualifier	DU Result	DU Qualifier	Unit	D	RPD	RPD Limit
Sodium	41	B	41.1		mg/L		0.7	20

TestAmerica Houston

QC Sample Results

Client: Timberwolf Environmental LLC
 Project/Site: 180006 - State OG SWD

TestAmerica Job ID: 600-162845-1

Method: 7470A - Mercury in Liquid Waste (Manual Cold Vapor Technique)

Lab Sample ID: MB 600-234317/7-A
 Matrix: Water
 Analysis Batch: 234325

Client Sample ID: Method Blank
 Prep Type: Total/NA
 Prep Batch: 234317

Analyte	MB MB		MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
	Result	Qualifier							
Mercury	0.000082	U	0.00020	0.000082	mg/L		03/19/18 11:46	03/19/18 13:02	1

Lab Sample ID: LCS 600-234317/8-A
 Matrix: Water
 Analysis Batch: 234325

Client Sample ID: Lab Control Sample
 Prep Type: Total/NA
 Prep Batch: 234317

Analyte	Spike Added	LCS Result	LCS Qualifier	Unit	D	%Rec	%Rec. Limits	
							Result	Qualifier
Mercury	0.00300	0.00297		mg/L		99	70 - 130	

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Lab Sample ID: MB 600-234286/1-B
 Matrix: Water
 Analysis Batch: 234325

Client Sample ID: Method Blank
 Prep Type: Dissolved
 Prep Batch: 234317

Analyte	MB MB		MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
	Result	Qualifier							
Mercury	0.000082	U	0.00020	0.000082	mg/L		03/19/18 11:46	03/19/18 14:18	1

Lab Sample ID: 600-162845-1 MS
 Matrix: Water
 Analysis Batch: 234325

Client Sample ID: State OG 7 WW
 Prep Type: Dissolved
 Prep Batch: 234317

Analyte	Sample Result	Sample Qualifier	Spike Added	MS Result	MS Qualifier	Unit	D	%Rec	%Rec. Limits	
									Result	Qualifier
Mercury	0.000082	U	0.00300	0.00303		mg/L		101	75 - 125	

Lab Sample ID: 600-162845-1 DU
 Matrix: Water
 Analysis Batch: 234325

Client Sample ID: State OG 7 WW
 Prep Type: Dissolved
 Prep Batch: 234317

Analyte	Sample Result	Sample Qualifier	DU Result	DU Qualifier	Unit	D	RPD	Limit	
								Result	Qualifier
Mercury	0.000082	U	0.000082	U	mg/L		NC	20	

Method: 2320B-1997 - Alkalinity, Total - SM Online, 2011

Lab Sample ID: MB 600-234340/2
 Matrix: Water
 Analysis Batch: 234340

Client Sample ID: Method Blank
 Prep Type: Total/NA

Analyte	MB MB		MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
	Result	Qualifier							
Bicarbonate Alkalinity as CaCO3	20	U	20	20	mg/L			03/19/18 13:41	1
Carbonate Alkalinity as CaCO3	20	U	20	20	mg/L			03/19/18 13:41	1

Method: 9040B - pH

Lab Sample ID: LCS 600-234341/1
 Matrix: Water
 Analysis Batch: 234341

Client Sample ID: Lab Control Sample
 Prep Type: Total/NA

Analyte	Spike Added	LCS Result	LCS Qualifier	Unit	D	%Rec	%Rec. Limits	
							Result	Qualifier
pH	7.00	7.0		SU		101	99 - 101	

TestAmerica Houston

QC Sample Results

Client: Timberwolf Environmental LLC
 Project/Site: 180006 - State OG SWD

TestAmerica Job ID: 600-162845-1

Method: 9040B - pH (Continued)

Lab Sample ID: 600-162845-1 DU
 Matrix: Water
 Analysis Batch: 234341

Client Sample ID: State OG 7 WW
 Prep Type: Total/NA

Analyte	Sample		DU		Unit	D	RPD	Limit
	Result	Qualifier	Result	Qualifier				
pH	7.7	HF	7.8		SU		1	1

Method: 9050A - Conductivity, Specific Conductance

Lab Sample ID: MB 600-234342/1
 Matrix: Water
 Analysis Batch: 234342

Client Sample ID: Method Blank
 Prep Type: Total/NA

Analyte	MB MB		MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
	Result	Qualifier							
Specific Conductance	2.0	U	2.0	2.0	umhos/cm		03/19/18 15:45	1	

Lab Sample ID: LCS 600-234342/2
 Matrix: Water
 Analysis Batch: 234342

Client Sample ID: Lab Control Sample
 Prep Type: Total/NA

Analyte	Spike Added	LCS LCS		Unit	D	%Rec	%Rec Limits
		Result	Qualifier				
Specific Conductance	10.0	9.96		umhos/cm		100	90 - 110

Lab Sample ID: 600-162845-1 DU
 Matrix: Water
 Analysis Batch: 234342

Client Sample ID: State OG 7 WW
 Prep Type: Total/NA

Analyte	Sample		DU		Unit	D	RPD	Limit
	Result	Qualifier	Result	Qualifier				
Specific Conductance	860		863		umhos/cm		0.1	20

Method: SM 2540C - Solids, Total Dissolved (TDS)

Lab Sample ID: MB 600-234145/1
 Matrix: Water
 Analysis Batch: 234145

Client Sample ID: Method Blank
 Prep Type: Total/NA

Analyte	MB MB		MQL (Adj)	SDL	Unit	D	Prepared	Analyzed	Dil Fac
	Result	Qualifier							
Total Dissolved Solids	10	U	10	10	mg/L		03/15/18 15:09	1	

Lab Sample ID: LCS 600-234145/2
 Matrix: Water
 Analysis Batch: 234145

Client Sample ID: Lab Control Sample
 Prep Type: Total/NA

Analyte	Spike Added	LCS LCS		Unit	D	%Rec	%Rec Limits
		Result	Qualifier				
Total Dissolved Solids	1800	1650		mg/L		92	90 - 110

Lab Sample ID: 600-162845-1 DU
 Matrix: Water
 Analysis Batch: 234145

Client Sample ID: State OG 7 WW
 Prep Type: Total/NA

Analyte	Sample		DU		Unit	D	RPD	Limit
	Result	Qualifier	Result	Qualifier				
Total Dissolved Solids	690		661		mg/L		4	10

TestAmerica Houston

Unadjusted Detection Limits

Client: Timberwolf Environmental LLC
 Project/Site: 180006 - State OG SWD

TestAmerica Job ID: 600-162845-1

Method: 8260B - Volatile Organic Compounds (GC/MS)

Analyte	MQL	MDL	Units	Method
Benzene	0.0010	0.00018	mg/L	8260B
Ethylbenzene	0.0010	0.00021	mg/L	8260B
Toluene	0.0010	0.00020	mg/L	8260B
Xylenes, Total	0.0020	0.00037	mg/L	8260B

Method: TX 1005 - Texas - Total Petroleum Hydrocarbon (GC)

Prep: TX_1005_W_Prep

Analyte	MQL	MDL	Units	Method
>C12-C28	2.0	0.96	mg/L	TX 1005
>C28-C35	2.0	0.96	mg/L	TX 1005
C6-C12	2.0	0.83	mg/L	TX 1005
C6-C35	2.0	0.83	mg/L	TX 1005

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Method: 300.0 - Anions, Ion Chromatography

Analyte	MQL	MDL	Units	Method
Chloride	0.40	0.053	mg/L	300.0
Sulfate	0.50	0.096	mg/L	300.0

Method: 6010B - Inductively Coupled Plasma - Atomic Emission Spectrometry - Dissolved

Prep: 3010A

Analyte	MQL	MDL	Units	Method
Arsenic	0.010	0.0029	mg/L	6010B
Barium	0.020	0.00053	mg/L	6010B
Cadmium	0.0050	0.00028	mg/L	6010B
Calcium	1.0	0.024	mg/L	6010B
Chromium	0.010	0.0016	mg/L	6010B
Lead	0.010	0.0022	mg/L	6010B
Magnesium	1.0	0.056	mg/L	6010B
Potassium	1.0	0.037	mg/L	6010B
Selenium	0.040	0.0029	mg/L	6010B
Silver	0.010	0.0013	mg/L	6010B
Sodium	1.0	0.021	mg/L	6010B

Method: 7470A - Mercury in Liquid Waste (Manual Cold Vapor Technique) - Dissolved

Prep: 7470A

Analyte	MQL	MDL	Units	Method
Mercury	0.00020	0.000082	mg/L	7470A

General Chemistry

Analyte	MQL	MDL	Units	Method
Bicarbonate Alkalinity as CaCO3	20	20	mg/L	2320B-1997
Carbonate Alkalinity as CaCO3	20	20	mg/L	2320B-1997
pH	0.01	0.01	SU	9040B
Specific Conductance	2.0	2.0	umhos/cm	9050A
Total Dissolved Solids	10	10	mg/L	SM 2540C

TestAmerica Houston

QC Association Summary

Client: Timberwolf Environmental LLC
 Project/Site: 180006 - State OG SWD

TestAmerica Job ID: 600-162845-1

GC/MS VOA

Analysis Batch: 234104

Lab Sample ID	Client Sample ID	Prep Type	Matrix	Method	Prep Batch
600-162845-1	State OG 7 WW	Total/NA	Water	8260B	
600-162845-2	State NBN 7 WW	Total/NA	Water	8260B	
MB 600-234104/6	Method Blank	Total/NA	Water	8260B	
LCS 600-234104/3	Lab Control Sample	Total/NA	Water	8260B	
LCSD 600-234104/4	Lab Control Sample Dup	Total/NA	Water	8260B	

GC Semi VOA

Prep Batch: 234200

Lab Sample ID	Client Sample ID	Prep Type	Matrix	Method	Prep Batch
600-162845-1	State OG 7 WW	Total/NA	Water	TX_1005_W_Pr ep	
600-162845-2	State NBN 7 WW	Total/NA	Water	TX_1005_W_Pr ep	
MB 600-234200/1-A	Method Blank	Total/NA	Water	TX_1005_W_Pr ep	
LCS 600-234200/2-A	Lab Control Sample	Total/NA	Water	TX_1005_W_Pr ep	
LCSD 600-234200/3-A	Lab Control Sample Dup	Total/NA	Water	TX_1005_W_Pr ep	

Analysis Batch: 234211

Lab Sample ID	Client Sample ID	Prep Type	Matrix	Method	Prep Batch
600-162845-1	State OG 7 WW	Total/NA	Water	TX 1005	234200
600-162845-2	State NBN 7 WW	Total/NA	Water	TX 1005	234200
MB 600-234200/1-A	Method Blank	Total/NA	Water	TX 1005	234200
LCS 600-234200/2-A	Lab Control Sample	Total/NA	Water	TX 1005	234200
LCSD 600-234200/3-A	Lab Control Sample Dup	Total/NA	Water	TX 1005	234200

HPLC/IC

Analysis Batch: 234198

Lab Sample ID	Client Sample ID	Prep Type	Matrix	Method	Prep Batch
600-162845-1	State OG 7 WW	Total/NA	Water	300.0	
600-162845-2	State NBN 7 WW	Total/NA	Water	300.0	
MB 600-234198/4	Method Blank	Total/NA	Water	300.0	
LCS 600-234198/5	Lab Control Sample	Total/NA	Water	300.0	

Metals

Filtration Batch: 234286

Lab Sample ID	Client Sample ID	Prep Type	Matrix	Method	Prep Batch
600-162845-1	State OG 7 WW	Dissolved	Water	FILTRATION	
600-162845-2	State NBN 7 WW	Dissolved	Water	FILTRATION	
MB 600-234286/1-B	Method Blank	Dissolved	Water	FILTRATION	
MB 600-234286/1-C	Method Blank	Dissolved	Water	FILTRATION	
LCS 600-234286/2-B	Lab Control Sample	Dissolved	Water	FILTRATION	
600-162845-1 MS	State OG 7 WW	Dissolved	Water	FILTRATION	
600-162845-1 DU	State OG 7 WW	Dissolved	Water	FILTRATION	

QC Association Summary

Client: Timberwolf Environmental LLC
 Project/Site: 180006 - State OG SWD

TestAmerica Job ID: 600-162845-1

Metals (Continued)

Prep Batch: 234317

Lab Sample ID	Client Sample ID	Prep Type	Matrix	Method	Prep Batch
600-162845-1	State OG 7 WW	Dissolved	Water	7470A	234286
600-162845-2	State NBN 7 WW	Dissolved	Water	7470A	234286
MB 600-234286/1-B	Method Blank	Dissolved	Water	7470A	234286
MB 600-234317/7-A	Method Blank	Total/NA	Water	7470A	
LCS 600-234317/8-A	Lab Control Sample	Total/NA	Water	7470A	
600-162845-1 MS	State OG 7 WW	Dissolved	Water	7470A	234286
600-162845-1 DU	State OG 7 WW	Dissolved	Water	7470A	234286

Prep Batch: 234323

Lab Sample ID	Client Sample ID	Prep Type	Matrix	Method	Prep Batch
600-162845-1	State OG 7 WW	Dissolved	Water	3010A	234286
600-162845-2	State NBN 7 WW	Dissolved	Water	3010A	234286
MB 600-234286/1-C	Method Blank	Dissolved	Water	3010A	234286
LCS 600-234286/2-B	Lab Control Sample	Dissolved	Water	3010A	234286
600-162845-1 MS	State OG 7 WW	Dissolved	Water	3010A	234286
600-162845-1 DU	State OG 7 WW	Dissolved	Water	3010A	234286

Analysis Batch: 234325

Lab Sample ID	Client Sample ID	Prep Type	Matrix	Method	Prep Batch
600-162845-1	State OG 7 WW	Dissolved	Water	7470A	234317
600-162845-2	State NBN 7 WW	Dissolved	Water	7470A	234317
MB 600-234286/1-B	Method Blank	Dissolved	Water	7470A	234317
MB 600-234317/7-A	Method Blank	Total/NA	Water	7470A	234317
LCS 600-234317/8-A	Lab Control Sample	Total/NA	Water	7470A	234317
600-162845-1 MS	State OG 7 WW	Dissolved	Water	7470A	234317
600-162845-1 DU	State OG 7 WW	Dissolved	Water	7470A	234317

Analysis Batch: 234414

Lab Sample ID	Client Sample ID	Prep Type	Matrix	Method	Prep Batch
600-162845-1	State OG 7 WW	Dissolved	Water	6010B	234323
600-162845-1	State OG 7 WW	Dissolved	Water	6010B	234323
600-162845-2	State NBN 7 WW	Dissolved	Water	6010B	234323
600-162845-2	State NBN 7 WW	Dissolved	Water	6010B	234323
MB 600-234286/1-C	Method Blank	Dissolved	Water	6010B	234323
MB 600-234286/1-C	Method Blank	Dissolved	Water	6010B	234323
LCS 600-234286/2-B	Lab Control Sample	Dissolved	Water	6010B	234323
LCS 600-234286/2-B	Lab Control Sample	Dissolved	Water	6010B	234323
600-162845-1 MS	State OG 7 WW	Dissolved	Water	6010B	234323
600-162845-1 MS	State OG 7 WW	Dissolved	Water	6010B	234323
600-162845-1 DU	State OG 7 WW	Dissolved	Water	6010B	234323
600-162845-1 DU	State OG 7 WW	Dissolved	Water	6010B	234323

General Chemistry

Analysis Batch: 234145

Lab Sample ID	Client Sample ID	Prep Type	Matrix	Method	Prep Batch
600-162845-1	State OG 7 WW	Total/NA	Water	SM 2540C	
600-162845-2	State NBN 7 WW	Total/NA	Water	SM 2540C	
MB 600-234145/1	Method Blank	Total/NA	Water	SM 2540C	
LCS 600-234145/2	Lab Control Sample	Total/NA	Water	SM 2540C	

TestAmerica Houston

QC Association Summary

Client: Timberwolf Environmental LLC
 Project/Site: 180006 - State OG SWD

TestAmerica Job ID: 600-162845-1

General Chemistry (Continued)

Analysis Batch: 234145 (Continued)

Lab Sample ID	Client Sample ID	Prep Type	Matrix	Method	Prep Batch
600-162845-1 DU	State OG 7 WW	Total/NA	Water	SM 2540C	

Analysis Batch: 234340

Lab Sample ID	Client Sample ID	Prep Type	Matrix	Method	Prep Batch
600-162845-1	State OG 7 WW	Total/NA	Water	2320B-1997	
600-162845-2	State NBN 7 WW	Total/NA	Water	2320B-1997	
MB 600-234340/2	Method Blank	Total/NA	Water	2320B-1997	
LCS 600-234340/3	Lab Control Sample	Total/NA	Water	2320B-1997	

Analysis Batch: 234341

Lab Sample ID	Client Sample ID	Prep Type	Matrix	Method	Prep Batch
600-162845-1	State OG 7 WW	Total/NA	Water	9040B	
600-162845-2	State NBN 7 WW	Total/NA	Water	9040B	
LCS 600-234341/1	Lab Control Sample	Total/NA	Water	9040B	
600-162845-1 DU	State OG 7 WW	Total/NA	Water	9040B	

Analysis Batch: 234342

Lab Sample ID	Client Sample ID	Prep Type	Matrix	Method	Prep Batch
600-162845-1	State OG 7 WW	Total/NA	Water	9050A	
600-162845-2	State NBN 7 WW	Total/NA	Water	9050A	
MB 600-234342/1	Method Blank	Total/NA	Water	9050A	
LCS 600-234342/2	Lab Control Sample	Total/NA	Water	9050A	
600-162845-1 DU	State OG 7 WW	Total/NA	Water	9050A	

Lab Chronicle

Client: Timberwolf Environmental LLC
 Project/Site: 180006 - State OG SWD

TestAmerica Job ID: 600-162845-1

Client Sample ID: State OG 7 WW

Date Collected: 03/13/18 08:40
 Date Received: 03/14/18 09:23

Lab Sample ID: 600-162845-1

Matrix: Water

Prep Type	Batch Type	Batch Method	Run	Dil Factor	Initial Amount	Final Amount	Batch Number	Prepared or Analyzed	Analyst	Lab
Total/NA	Analysis	8260B		1	20 mL	20 mL	234104	03/15/18 15:34	WS1	TAL HOU
Total/NA	Prep	TX_1005_W_Prep			35.3 mL	3.00 mL	234200	03/16/18 11:02	RJV	TAL HOU
Total/NA	Analysis	TX 1005		1			234211	03/17/18 00:04	PXS	TAL HOU
Total/NA	Analysis	300.0		25			234198	03/16/18 14:12	DAW	TAL HOU
Dissolved	Filtration	FILTRATION			1.0 mL	1.0 mL	234286	03/19/18 09:22	DCL	TAL HOU
Dissolved	Prep	3010A			50 mL	50 mL	234323	03/19/18 13:06	DCL	TAL HOU
Dissolved	Analysis	6010B		1			234414	03/20/18 12:30	DCL	TAL HOU
Dissolved	Filtration	FILTRATION			1.0 mL	1.0 mL	234286	03/19/18 09:22	DCL	TAL HOU
Dissolved	Prep	3010A			50 mL	50 mL	234323	03/19/18 13:06	DCL	TAL HOU
Dissolved	Analysis	6010B		1			234414	03/20/18 14:29	DCL	TAL HOU
Dissolved	Filtration	FILTRATION			1.0 mL	1.0 mL	234286	03/19/18 09:22	DCL	TAL HOU
Dissolved	Prep	7470A			40 mL	40 mL	234317	03/19/18 11:46	TWR	TAL HOU
Dissolved	Analysis	7470A		1			234325	03/19/18 14:20	TWR	TAL HOU
Total/NA	Analysis	2320B-1997		1	50 mL	50 mL	234340	03/19/18 14:26	KRD	TAL HOU
Total/NA	Analysis	9040B		1			234341	03/19/18 12:49	KRD	TAL HOU
Total/NA	Analysis	9050A		1			234342	03/19/18 15:45	KRD	TAL HOU
Total/NA	Analysis	SM 2540C		1	100 mL	100 mL	234145	03/15/18 15:09	EC1	TAL HOU

12

Client Sample ID: State NBN 7 WW

Date Collected: 03/13/18 09:00
 Date Received: 03/14/18 09:23

Lab Sample ID: 600-162845-2

Matrix: Water

Prep Type	Batch Type	Batch Method	Run	Dil Factor	Initial Amount	Final Amount	Batch Number	Prepared or Analyzed	Analyst	Lab
Total/NA	Analysis	8260B		1	20 mL	20 mL	234104	03/15/18 15:58	WS1	TAL HOU
Total/NA	Prep	TX_1005_W_Prep			33.5 mL	3.00 mL	234200	03/16/18 11:02	RJV	TAL HOU
Total/NA	Analysis	TX 1005		1			234211	03/17/18 00:37	PXS	TAL HOU
Total/NA	Analysis	300.0		25			234198	03/16/18 14:48	DAW	TAL HOU
Dissolved	Filtration	FILTRATION			1.0 mL	1.0 mL	234286	03/19/18 09:22	DCL	TAL HOU
Dissolved	Prep	3010A			50 mL	50 mL	234323	03/19/18 13:06	DCL	TAL HOU
Dissolved	Analysis	6010B		1			234414	03/20/18 12:36	DCL	TAL HOU
Dissolved	Filtration	FILTRATION			1.0 mL	1.0 mL	234286	03/19/18 09:22	DCL	TAL HOU
Dissolved	Prep	3010A			50 mL	50 mL	234323	03/19/18 13:06	DCL	TAL HOU
Dissolved	Analysis	6010B		1			234414	03/20/18 14:42	DCL	TAL HOU
Dissolved	Filtration	FILTRATION			1.0 mL	1.0 mL	234286	03/19/18 09:22	DCL	TAL HOU
Dissolved	Prep	7470A			40 mL	40 mL	234317	03/19/18 12:45	TWR	TAL HOU
Dissolved	Analysis	7470A		1			234325	03/19/18 14:26	TWR	TAL HOU
Total/NA	Analysis	2320B-1997		1	50 mL	50 mL	234340	03/19/18 14:33	KRD	TAL HOU
Total/NA	Analysis	9040B		1			234341	03/19/18 12:56	KRD	TAL HOU
Total/NA	Analysis	9050A		1			234342	03/19/18 15:45	KRD	TAL HOU
Total/NA	Analysis	SM 2540C		1	100 mL	100 mL	234145	03/15/18 15:09	EC1	TAL HOU

Laboratory References:

TAL HOU = TestAmerica Houston, 6310 Rothway Street, Houston, TX 77040, TEL (713)690-4444

TestAmerica Houston

Accreditation/Certification Summary

Client: Timberwolf Environmental LLC
Project/Site: 180006 - State OG SWD

TestAmerica Job ID: 600-162845-1

Laboratory: TestAmerica Houston

Unless otherwise noted, all analytes for this laboratory were covered under each accreditation/certification below.

Authority	Program	EPA Region	Identification Number	Expiration Date
Texas	NELAP	6	T104704223-17-22	10-31-18

The following analytes are included in this report, but accreditation/certification is not offered by the governing authority:

Analysis Method	Prep Method	Matrix	Analyte
2320B-1997		Water	Bicarbonate Alkalinity as CaCO ₃
2320B-1997		Water	Carbonate Alkalinity as CaCO ₃

Sample Receipt Ch

Loc: 600
162845

THE LEADER IN ENVIRONMENTAL TESTING

18 MAR 14 9:23

JOB NUMBER: 845

received: _____

CLIENT: Timbar wolf

UNPACKED BY: RD

CARRIER/DRIVER: Client

Custody Seal Present

YES

NO

Number of Coolers Received: 1

Cooler ID	Temp Blank	Trip Blank	Observed Temp (°C)	Therm ID	Them CF	Corrected Temp (°C)
R/W	<input checked="" type="checkbox"/> Y / <input type="checkbox"/> N	<input checked="" type="checkbox"/> Y / <input type="checkbox"/> N	0.6	676	+0.3	0.9
	<input type="checkbox"/> Y / <input type="checkbox"/> N	<input type="checkbox"/> Y / <input type="checkbox"/> N				
	<input type="checkbox"/> Y / <input type="checkbox"/> N	<input type="checkbox"/> Y / <input type="checkbox"/> N				
	<input type="checkbox"/> Y / <input type="checkbox"/> N	<input type="checkbox"/> Y / <input type="checkbox"/> N				
	<input type="checkbox"/> Y / <input type="checkbox"/> N	<input type="checkbox"/> Y / <input type="checkbox"/> N				
	<input type="checkbox"/> Y / <input type="checkbox"/> N	<input type="checkbox"/> Y / <input type="checkbox"/> N				
	<input type="checkbox"/> Y / <input type="checkbox"/> N	<input type="checkbox"/> Y / <input type="checkbox"/> N				
	<input type="checkbox"/> Y / <input type="checkbox"/> N	<input type="checkbox"/> Y / <input type="checkbox"/> N				
	<input type="checkbox"/> Y / <input type="checkbox"/> N	<input type="checkbox"/> Y / <input type="checkbox"/> N				

CF = correction factor

Samples received on ice?

YES

NO

LABORATORY PRESERVATION OF SAMPLES REQUIRED:

NO

YES

Base samples are >pH 12:

YES

NO

Acid preserved are <pH 2:

YES

NO

pH paper Lot #

HC7302 69

VOA headspace acceptable (5-6mm)

YES

NO

NA

Did samples meet the laboratory's standard conditions of sample acceptability upon receipt?

YES

NO

COMMENTS:

RD 3/14/18

Login Sample Receipt Checklist

Client: Timberwolf Environmental LLC

Job Number: 600-162845-1

Login Number: 162845

List Source: TestAmerica Houston

List Number: 1

Creator: Crafton, Tommie S

Question	Answer	Comment
Radioactivity wasn't checked or is \leq background as measured by a survey meter.	N/A	Lab does not accept radioactive samples.
The cooler's custody seal, if present, is intact.	True	
Sample custody seals, if present, are intact.	True	
The cooler or samples do not appear to have been compromised or tampered with.	True	
Samples were received on ice.	True	
Cooler Temperature is acceptable.	True	
Cooler Temperature is recorded.	True	0.9°C
COC is present.	True	
COC is filled out in ink and legible.	True	
COC is filled out with all pertinent information.	True	
Is the Field Sampler's name present on COC?	True	
There are no discrepancies between the containers received and the COC.	True	
Samples are received within Holding Time (excluding tests with immediate HTs)	True	
Sample containers have legible labels.	True	
Containers are not broken or leaking.	True	
Sample collection date/times are provided.	True	
Appropriate sample containers are used.	True	
Sample bottles are completely filled.	True	
Sample Preservation Verified.	True	
There is sufficient vol. for all requested analyses, incl. any requested MS/MSDs	True	
Containers requiring zero headspace have no headspace or bubble is <math><6\text{mm}</math> (1/4").	True	
Multiphasic samples are not present.	True	
Samples do not require splitting or compositing.	True	
Residual Chlorine Checked.	N/A	Check done at department level as required.

15

McMillan, Michael, EMNRD

From: Jim Foster <jim@teamtimberwolf.com>
Sent: Wednesday, April 4, 2018 9:26 AM
To: McMillan, Michael, EMNRD
Cc: morgan@teamtimberwolf.com
Subject: State OG SWD #2 - Formation Water

Michael,

I just spoke with the operator (Jay Management). Water to be disposed in this well will come from the following formations: San Andres, Penn, and Wolfcamp.

Let me know if you need anything further.

Jim Foster



**TIMBERWOLF
ENVIRONMENTAL**

1920 W. Villa Maria, Suite 305

Bryan, Texas 77807

979-324-2139

teamtimberwolf.com

McMillan, Michael, EMNRD

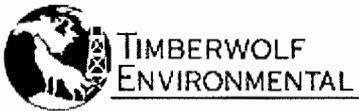
From: Morgan Vizi <morgan@teamtimberwolf.com>
Sent: Wednesday, April 4, 2018 1:44 PM
To: McMillan, Michael, EMNRD; 'Jim Foster'
Subject: RE: State OG SWD #2 - Formation Water
Attachments: Scan0023.pdf; USPS.comR - USPS TrackingR Results.pdf

Mr. McMillan,

The date of receipt (March 10th) was stamped on the barcode of the return receipt making it difficult to read. I have attached the delivery confirmation from the USPS tracking website to show proof of delivery.

Also, the SWD is for non-commercial use only. The well will be used to dispose of produced water from Jay Management leases.

Thanks,
Morgan Vizi



1920 W. Villa Maria, Suite 205
Bryan, Texas 77807
(281)-806-0726
www.teamtimberwolf.com

From: McMillan, Michael, EMNRD <Michael.McMillan@state.nm.us>
Sent: Wednesday, April 04, 2018 1:47 PM
To: Jim Foster <jim@teamtimberwolf.com>
Cc: morgan@teamtimberwolf.com
Subject: RE: State OG SWD #2 - Formation Water

Need date that Bobby Johns received the application.
I will require a signed statement from you verifying it.
I know you mailed to him, but I did not see a date.

Is the SWD for lease or commercial?

Mike

From: McMillan, Michael, EMNRD
Sent: Wednesday, April 4, 2018 11:19 AM
To: 'Jim Foster' <jim@teamtimberwolf.com>
Cc: morgan@teamtimberwolf.com
Subject: RE: State OG SWD #2 - Formation Water

I need produced water samples for these formations in the vicinity of the well.

Call me and I can help you locate samples

Mike

Michael McMillan
1220 South St. Francis
Santa Fe, New Mexico
505-476-3448
Michael.mcmillan@state.nm.us

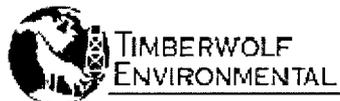
From: Jim Foster <jim@teamtiberwolf.com>
Sent: Wednesday, April 4, 2018 9:26 AM
To: McMillan, Michael, EMNRD <Michael.McMillan@state.nm.us>
Cc: morgan@teamtiberwolf.com
Subject: State OG SWD #2 - Formation Water

Michael,

I just spoke with the operator (Jay Management). Water to be disposed in this well will come from the following formations: San Andres, Penn, and Wolfcamp.

Let me know if you need anything further.

Jim Foster



1920 W. Villa Maria, Suite 305
Bryan, Texas 77807
979-324-2139
teamtiberwolf.com

McMillan, Michael, EMNRD

From: Jim Foster <jim@teamtiberwolf.com>
Sent: Wednesday, April 4, 2018 9:26 AM
To: McMillan, Michael, EMNRD
Cc: morgan@teamtiberwolf.com
Subject: State OG SWD #2 - Formation Water

Michael,

I just spoke with the operator (Jay Management). Water to be disposed in this well will come from the following formations: San Andres, Penn, and Wolfcamp.

Let me know if you need anything further.

Jim Foster



**TIMBERWOLF
ENVIRONMENTAL**

1920 W. Villa Maria, Suite 305
Bryan, Texas 77807
979-324-2139
teamtiberwolf.com

**Produced Water Samples for the State OG SWD No. 2
Lea County, New Mexico**

Well Name	API	Section	Township	Range	Unit	Formation	Sample Source	TDS mg/L	Chloride mg/L
STATE BT P #001	3002501014	34	11S	33E	E	PERMO-PENNSYLVANIAN	PRODUCTION TEST	73630	42400
GRAHAM B STATE #001	3002522406	30	11S	33E	A	WOLFCAMP	N/A	8606	3437
LANE B #001	3002500974	1	10S	33E	F	PENNSYLVANIAN	UNKNOWN	81674	48850
LANE B #003	3002500975	1	10S	33E	C	SAN ANDRES	SEPARATOR	84547	51580
STATE BT N #001	3002501012	34	11S	33E	P	DEVONIAN	UNKNOWN	51781	30040

Submit 1 Copy To Appropriate District Office
 District I - (575) 393-6161
 1625 N. French Dr., Hobbs, NM 88240
 District II - (575) 748-1283
 811 S. First St., Artesia, NM 88210
 District III - (505) 334-6178
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV - (505) 476-3460
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources
OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

Form C-103
 Revised July 18, 2013

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-025-31381
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other SWD		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Jay Management Company, LLC		6. State Oil & Gas Lease No. E-26
3. Address of Operator 1001 West Loop South Ste 750 Houston, TX 77027		7. Lease Name or Unit Agreement Name State OG SWD - 548
4. Well Location Unit Letter <u>L</u> : <u>660</u> feet from the <u>West</u> line and <u>1980</u> feet from the <u>South</u> line Section <u>9</u> Township <u>11S</u> Range <u>33E</u> NMPM County <u>LEA</u>		8. Well Number <u>2</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3291.8		9. OGRID Number 247692
		10. Pool name or Wildcat SWD: SAN ANDRES

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/> CLOSED-LOOP SYSTEM <input type="checkbox"/> OTHER: <input type="checkbox"/>		SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/> OTHER: Perforate San Andres and Swab Test. <input checked="" type="checkbox"/>	
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13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

04/17/2018 Rigged up WOR. 0 psi on casing. ND WH NU BOP. MI and spotted open top tank. API WLU arrived on location at 12:30PM. PU and RIH with RBP, on/off tool and 11 jts 2-3/8" tubing. Shut down at 4:15PM due to high winds (28mph sustained). Stabbed TIW valve, secured well, SDFN.

04/18/2018 0 psi on tubing. 0 psi on casing. Continued PU and RIH with 2-3/8" tubing for a total of 156jts. Made several unsuccessful attempts to set the RBP. The decision was made shut down for the day. Secured well, SDFN.

04/19/2018 0 psi on tubing. 0 psi on casing. TOOH 156 jts tubing. The RBP was lost in hole. Informed NMOC of tools lost in hole and NMOC gave permission to continue with the job. PU CSG scraper and RIH to ~5000'. The bit and scraper run showed no indication of obstructions. RU WLU and RIH with RBP and set at 4930'. POOH with WL setting tool showed positive indication of setting. Loaded hole and tested to 500psi for 30min. Pressure test started at 497psi finished at 515psi. PU 3-3/8" casing guns RIH and perforate 4825-4829', 4814-4820', 4780-4786', 4735-4750'. POOH with guns. All shots fired.

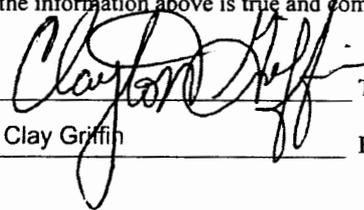
04/20/2018 0 psi on casing. Arrived on location at 6AM, but the wind was too strong to work in the derrick. Ordered light plants to location, and resumed work at 8PM after the wind speed had slowed. PU retrieving tool, PKR and SN and RIH with 146jts of 2-3/8 tubing. Set PKR at 4627' with 10 points tension on packer. Secured well and SDFN.

04/21/2018 0 psi on tubing. Rigged up to swab. Began swabbing at 11:00AM. Run 1: FL 600' recovered 3.5bbls water. Run 2: FL 1600' recovered 3.5bbls water. Run 3: FL 2600' recovered 3.5bbls water. Run 4: FL 3600' swabbed from SN @ 4627' recovered 3.5bbls water. Run 5: FL 4500' recovered 0.25bbls water. Shut down for 2 hrs to see if fluid level would build. Run 6: FL 4600' recovered 0 bbls. Secured well SDFN.

04/22/2018 0 psi slight vacuum on tubing. Began swabbing at 9:00AM after being shut in for 18hrs. Run 7: FL just above SN, 0 bbls recovered. Run 8: RIH to SN and swabe deep for 20min, 0 bbls recovered. ND BOP. Reset Packer to 4633' with 8 points compression. NU WH. RDMO WOR.

Spud Date: Rig Release Date:

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

SIGNATURE  TITLE District Manager DATE 04/23/2017
 Type or print name Clay Griffin E-mail address: cgriffin@jaymgt.com PHONE: 574-707-5691
For State Use Only

APPROVED BY: _____ TITLE _____ DATE _____
 Conditions of Approval (if any): _____

Submit 1 Copy To Appropriate District Office
 District I - (575) 393-6161
 1625 N. French Dr., Hobbs, NM 88248
 District II - (575) 748-1283
 811 S. First St., Artesia, NM 88210
 District III - (505) 334-6178
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV - (505) 476-3460
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources
HOBBS OCD
 OIL CONSERVATION DIVISION
 220 South St. Francis Dr.
 Santa Fe, NM 87505

Form C-103
 Revised July 18, 2013

APR 23 2018

RECEIVED

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-025-31381
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> SWD		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Jay Management Company, LLC		6. State Oil & Gas Lease No. E-26
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11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3291.8		9. OGRID Number 247692
		10. Pool name or Wildcat SWD: SAN ANDRES

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/> CLOSED-LOOP SYSTEM <input type="checkbox"/> OTHER: <input type="checkbox"/>		SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/> OTHER: Perforate San Andres and Swab Test. <input checked="" type="checkbox"/>	
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13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or completion.

04/17/2018 Rigged up WOR. 0 psi on casing. ND WH NU BOP. MI and spotted open top tank. API WLU arrived on location at 12:30PM. PU and RIH with RBP, on/off tool and 11 jts 2-3/8" tubing. Shut down at 4:15PM due to high winds (28mph sustained). Stabbed TIW valve, secured well, SDFN.

04/18/2018 0 psi on tubing. 0 psi on casing. Continued PU and RIH with 2-3/8" tubing for a total of 156jts. Made several unsuccessful attempts to set the RBP. The decision was made shut down for the day. Secured well, SDFN.

04/19/2018 0 psi on tubing. 0 psi on casing. TOOH 156 jts tubing. The RBP was lost in hole. Informed NMOC of tools lost in hole and NMOC gave permission to continue with the job. PU CSG scraper and RIH to ~5000'. The bit and scraper run showed no indication of obstructions. RU WLU and RIH with RBP and set at 4930'. POOH with WL setting tool showed positive indication of setting. Loaded hole and tested to 500psi for 30min. Pressure test started at 497psi finished at 515psi. PU 3-3/8" casing guns RIH and perforate 4825-4829', 4814-4820', 4780-4786', 4735-4750'. POOH with guns. All shots fired.

04/20/2018 0 psi on casing. Arrived on location at 6AM, but the wind was too strong to work in the derrick. Ordered light plants to location, and resumed work at 8PM after the wind speed had slowed. PU retrieving tool, PKR and SN and RIH with 146jts of 2-3/8" tubing. Set PKR at 4627' with 10 points tension on packer. Secured well and SDFN.

04/21/2018 0 psi on tubing. Rigged up to swab. Began swabbing at 11:00AM. Run 1: FL 600' recovered 3.5bbbls water. Run 2: FL 1600' recovered 3.5bbbls water. Run 3: FL 2600' recovered 3.5bbbls water. Run 4: FL 3600' swabbed from SN @ 4627' recovered 3.5bbbls water. Run 5: FL 4500' recovered 0.25bbbls water. Shut down for 2 hrs to see if fluid level would build. Run 6: FL 4600' recovered 0 bbbls. Secured well SDFN.

04/22/2018 0 psi slight vacuum on tubing. Began swabbing at 9:00AM after being shut in for 18hrs. Run 7: FL just above SN, 0 bbbls recovered. Run 8: RIH to SN and swabbed deep for 20min, 0 bbbls recovered. ND BOP. Reset Packer to 4633' with 8 points compression. NU WH. RDMG WOR.

Spud Date: Rig Release Date:

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

SIGNATURE Clayton Griffith TITLE District Manager DATE 04/23/2017

Type or print name Clay Griffith E-mail address: cgriffin@jaymgt.com PHONE: 574-707-5691

APPROVED BY: Mary Brown AO/II DATE 4/23/2018

Conditions of Approval (if any):

McMillan, Michael, EMNRD

From: Sanchez, Daniel J., EMNRD
Sent: Wednesday, May 2, 2018 4:33 PM
To: McMillan, Michael, EMNRD
Subject: Jay Management

Michael,

Jay Management is now in compliance with Rule 5.9 in both financial assurance and inactive wells. They are covered by ACOI-320-B.

Daniel



FORM C-108 Technical Review Summary [Prepared by reviewer and included with application; V16.2]

DATE RECORD: First Rec: 3/12/2018 Admin Complete: 2/10/2018 or Suspended: Add. Request/Reply:

ORDER TYPE: WFX / PMX / SWD Number: Order Date: Legacy Permits/Orders:

Well No. 233 Well Name(s): State OG SWD

API: 30-0 25-3138 Spud Date: 10/15/1991 New or Old (EPA): N (WIC Class II Primacy 03/07/1982)

Footages 1980KSL, 660KAL Lot or Unit L Sec 9 Tsp 11S Rge 33E County LEG

General Location: 22 miles NW/Tatum Pool: SWD, San Andres Pool No.:

BLM 100K Map: Tatum Operator: JAY MANAGEMENT COMPANY, LLC OGRID: 247692 Contact: Jim Foster, Agent

COMPLIANCE RULE 5.9: Total Wells: 55 Inactive: 0 Fincl Assur: OK Compl. Order: ALOT 320-R IS 5.9 OK? Y Date: 5-02-2011

WELL FILE REVIEWED Current Status: Active HAS WID SWD, Lisa-CAMPION-STRAWN PLOT SWD, SAN ANDRÉS

WELL DIAGRAMS: NEW: Proposed or RE-ENTER: Before Conv. After Conv. Logs in Imaging:

Planned Rehab Work to Well: Set plug @ 8900, F.P.B 4930'

Well Construction Details	Sizes (in) Borehole / Pipe	Setting Depths (ft)	Cement Sx or Cf	Cement Top and Determination Method
Planned or Existing Surface	17 1/2" / 13 7/8"	367	350	CINEL (CALL)
Planned or Existing Interm/Prod	7 1/8" / 5 1/4"	240	250	CINEL (CALL)
Planned or Existing Interm/Prod	11" / 8 5/8"	380	150	CINEL (CALL)
Planned or Existing Prod/Liner				
Planned or Existing Liner	4735 - 4829 (A.P)			
Planned or Existing OH / PERB	4690 / 4800 - WORKS			

Injection Lithostratigraphic Units:	Depths (ft)	Injection or Confining Units	Tops	Completion/Operation Details:
Adjacent Unit: Litho. Struc. Por.		TOAS/A	374	Drilled TD 10944 PBDT 4930
Confining Unit: Litho. Struc. Por.		GI	512	NEW TD 4930 NEW PBDT 4930
Proposed Inj Interval TOP:				NEW Open Hole or NEW Perfs
Proposed Inj Interval BOTTOM:				Tubing Size 2 7/8 in. Inter Coated? X
Confining Unit: Litho. Struc. Por.				Proposed Packer Depth 4490 ft
Adjacent Unit: Litho. Struc. Por.				Min. Packer Depth 4490 (100-ft limit)
				Proposed Max. Surface Press. psi
				Admin. Inj. Press. (0.2 psi per ft)

AOR: Hydrologic and Geologic Information

POTASH: R-111-P Noticed? BLM Sec Ord WIPP Noticed? Salt Salado T: B: NW: Cliff House fm

FRESH WATER: Aquifer Gutierrez Max Depth 22155 HYDRO AFFIRM STATEMENT By Qualified Person

NMOSE Basin: LEG CAPITAN REEF: thru adj NA No. GW Wells in 1-Mile Radius? FW Analysis? Y

Disposal Fluid: Formation Source(s) San Andres Permian Analysis? On Lease Operator Only or Commercial

Disposal Interval: Inject Rate (Avg/Max BWPD): 54/61K Protectable Waters? NIK Source: System: Closed or Open

HC Potential: Producing Interval? Formerly Producing? Method: Logs/DST/P&A/Other SWAB 2-Mi Radius Pool Map

AOR Wells: 1/2-M Radius Map and Well List? No. Penetrating Wells: [AOR Horizontals: NA AOR SWDs: NA]

Penetrating Wells: No. Active Wells Num Repairs? on which well(s)? Diagrams?

Penetrating Wells: No. P&A Wells Num Repairs? on which well(s)? Diagrams? X

NOTICE: Newspaper Date 2-07-2018 Mineral Owner NMSW Surface Owner NMSCO N. Date 2-22-2018

RULE 26.7(A): Identified Tracts? Affected Persons: Bobbie Jones N. Date 3-10-2018

Order Conditions: Issues: *Require swab test. CFBP @ 8900'

Additional COAs:

Weather than P&A depth

Vertical handwritten notes on the right side of the table.