

Initial Application Part I

Received: 07/23/2019

This application is placed in file for record. It MAY or MAY NOT have been reviewed to be determined Administratively Complete

RECEIVED: 07/23/2019	REVIEWER:	TYPE: SWD	APP NO: pMAM1920436108
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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: AWR Disposal LLC **OGRID Number:** 328805
Well Name: Leonard SWD #1 **API:** _____
Pool: Proposed: SWD, Silurian, Fusselman, Montoya **Pool Code:** 97869

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

SWD-2203

- 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

<u>FOR OCD ONLY</u>	
<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.

Randall Hicks (agent)

Print or Type Name

Signature

July 23, 2019

Date

505 238 9515

Phone Number

r@rthicksconsult.com

e-mail Address

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

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

FORM C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number		² Pool Code		³ Pool Name		
⁴ Property Code		⁵ Property Name LEONARD SWD			⁶ Well Number 1	
⁷ OGRID No. 328805		⁸ Operator Name AWR DISPOSAL, LLC			⁹ Elevation 3370'	

¹⁰Surface Location

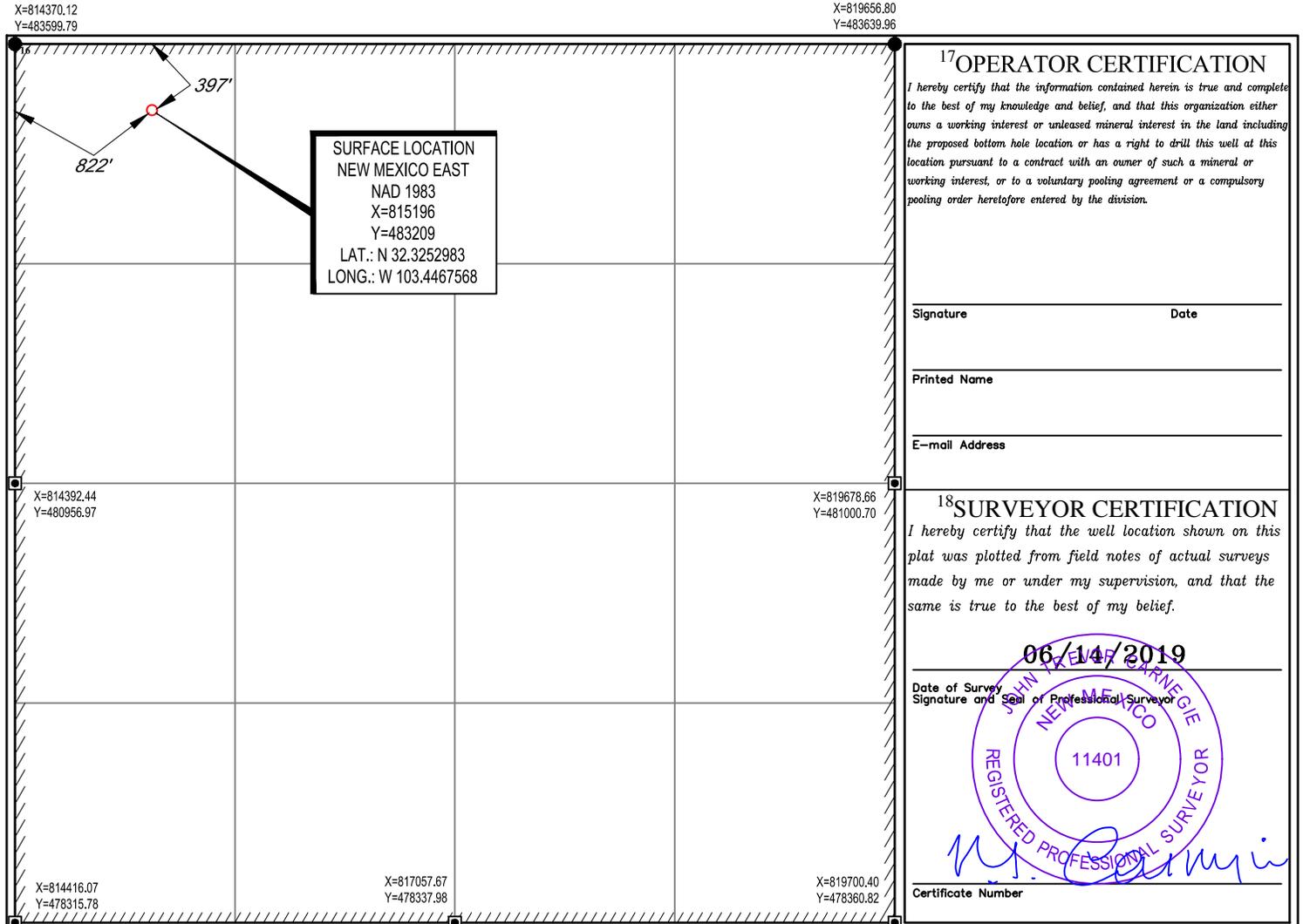
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	11	23-S	34-E	-	397'	NORTH	822'	WEST	LEA

¹¹Bottom Hole Location If Different From Surface

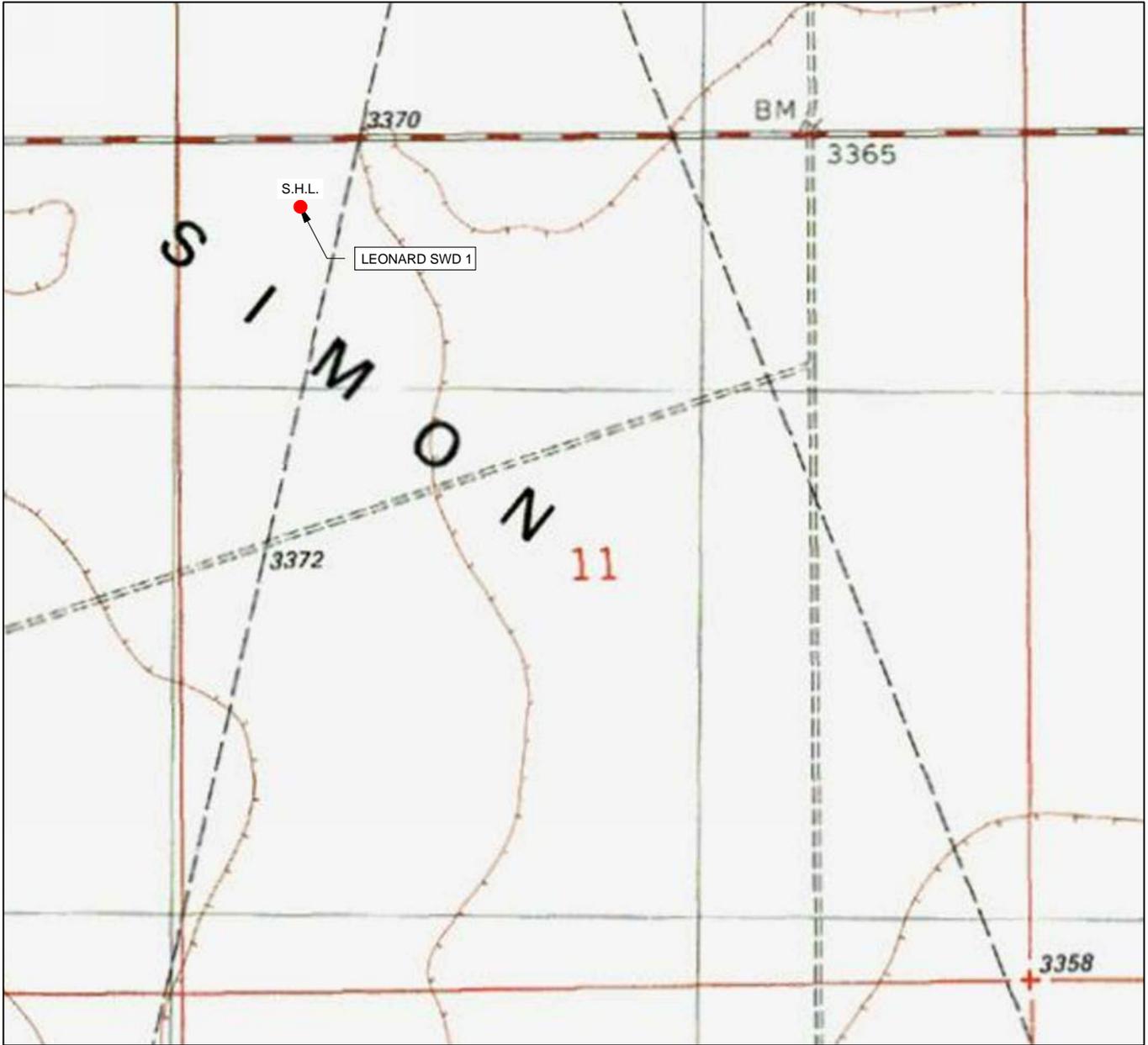
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

¹² Dedicated Acres	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



LOCATION & ELEVATION VERIFICATION MAP

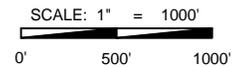


AWR DISPOSAL, LLC

LEASE NAME & WELL NO.: LEONARD SWD 1

SECTION 11 TWP 23-S RGE 34-E SURVEY N.M.P.M.
 COUNTY LEA STATE NM ELEVATION 3370'
 DESCRIPTION 397' FNL & 822' FWL

LATITUDE N 32.3252983 LONGITUDE W 103.4467568



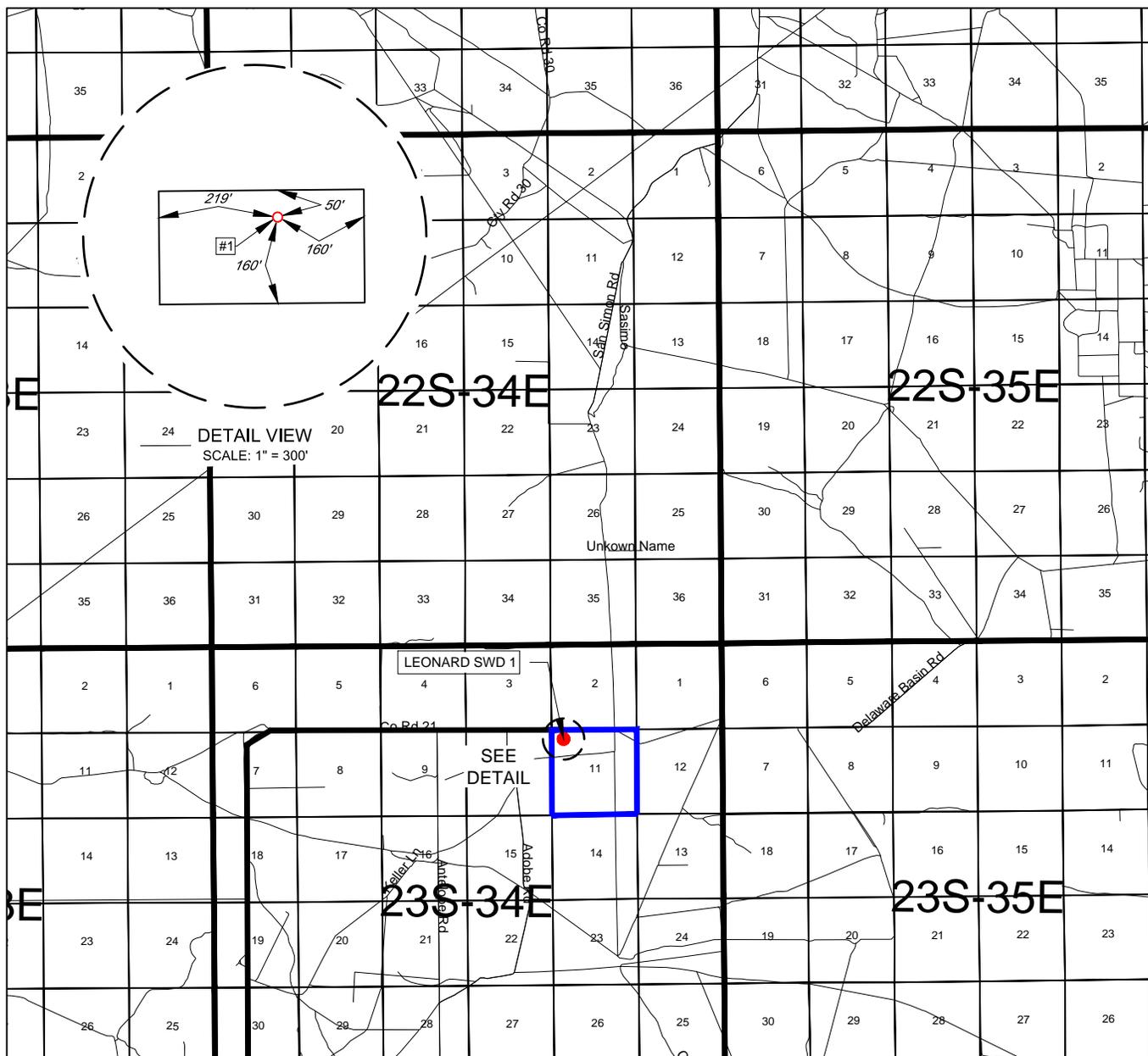
THIS EASEMENT/SERVITUDE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY, AND DATA PROVIDED BY AWR DISPOSAL, LLC. THIS CERTIFICATION IS MADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY.

ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM, EAST ZONE OF THE NORTH AMERICAN DATUM 1983, U.S. SURVEY FEET.



1400 EVERMAN PARKWAY, Ste. 146 • FT. WORTH, TEXAS 76140
 TELEPHONE: (817) 744-7512 • FAX (817) 744-7554
 2903 NORTH BIG SPRING • MIDLAND, TEXAS 79705
 TELEPHONE: (432) 682-1653 OR (800) 767-1653 • FAX (432) 682-1743
 WWW.TOPOGRAPHIC.COM

EXHIBIT 2
VICINITY MAP



AWR DISPOSAL, LLC

LEASE NAME & WELL NO.: LEONARD SWD 1

SECTION 11 TWP 23-S RGE 34-E SURVEY N.M.P.M.

COUNTY LEA STATE NM

DESCRIPTION 397' FNL & 822' FWL

DISTANCE & DIRECTION

FROM INT. OF NM-128 & DELAWARE BASIN RD., GO NORTH ON DELAWARE BASIN RD. ±11.6 MILES, TO A POINT ±383 FEET NORTH OF THE LOCATION.



SCALE: 1" = 10000'
0' 5000' 10000'



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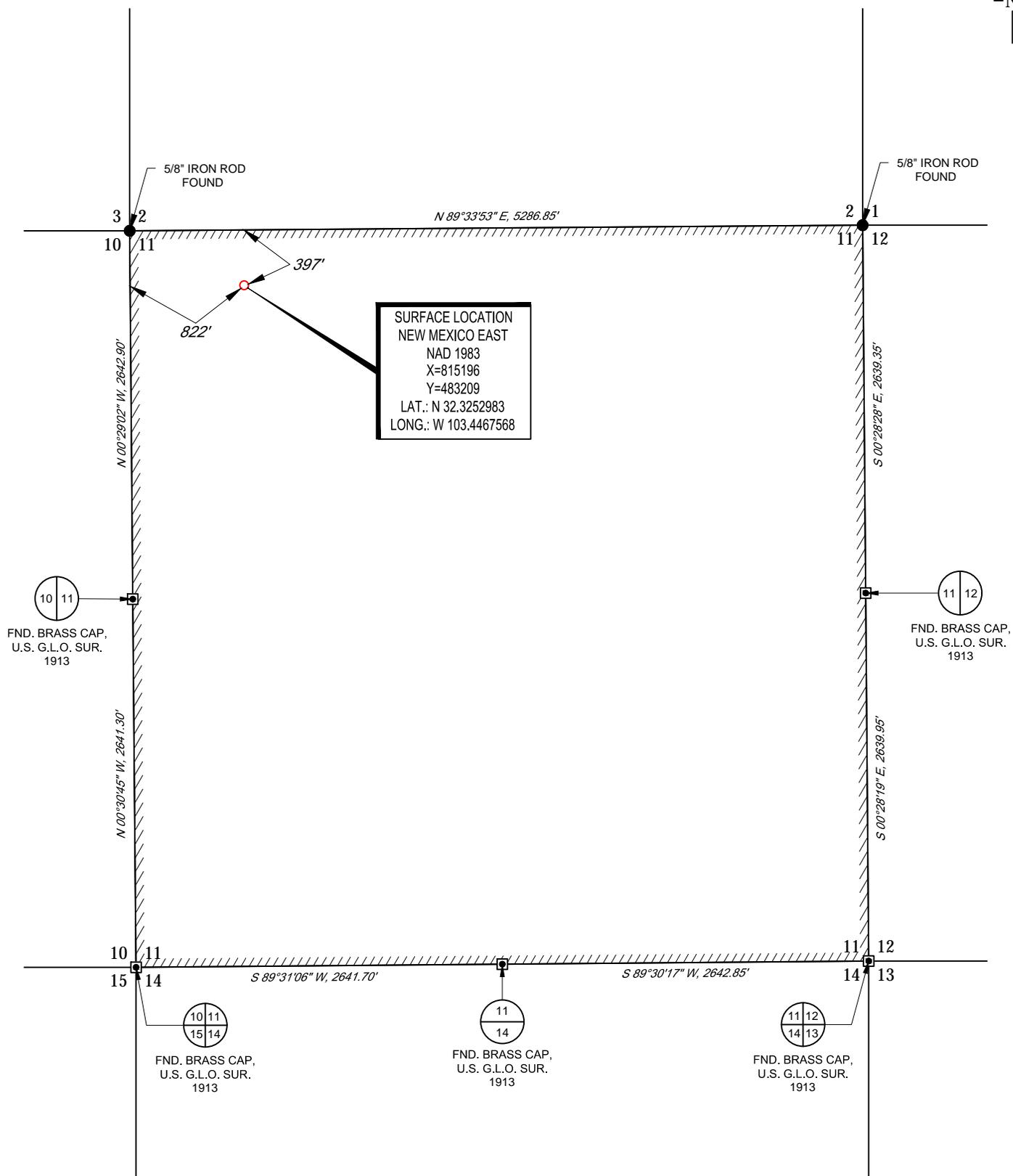
THIS EASEMENT/SERVITUDE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY, AND DATA PROVIDED BY AWR DISPOSAL, LLC. THIS CERTIFICATION IS MADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY.

ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM, EAST ZONE OF THE NORTH AMERICAN DATUM 1983, U.S. SURVEY FEET.

SCALE: 1" = 1000'
 0' 500' 1000'

EXHIBIT 2A AWR DISPOSAL, LLC

SECTION 11, TOWNSHIP 23-S, RANGE 34-E, N.M.P.M.
 LEA COUNTY, NEW MEXICO



SURFACE LOCATION
 NEW MEXICO EAST
 NAD 1983
 X=815196
 Y=483209
 LAT.: N 32.3252983
 LONG.: W 103.4467568

LEASE NAME & WELL NO.: LEONARD SWD 1

SECTION 11 TWP 23-S RGE 34-E SURVEY N.M.P.M.
 COUNTY LEA STATE NM
 DESCRIPTION 397' FNL & 822' FWL

DISTANCE & DIRECTION
 FROM INT. OF NM-128 & DELAWARE BASIN RD., GO NORTH ON DELAWARE
 BASIN RD. ±11.6 MILES, TO A POINT ±383 FEET NORTH OF THE LOCATION.



John Trevor Carnegie, P.S. No. 11401
 JUNE 14, 2019

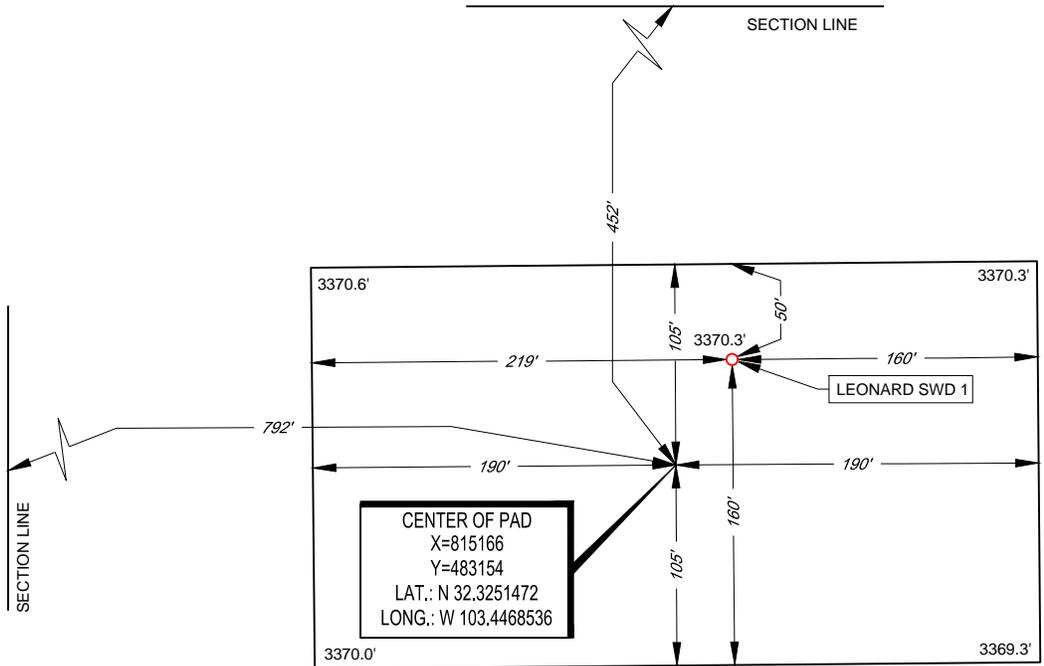
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ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID
 BASED UPON THE NEW MEXICO COORDINATE SYSTEM, EAST ZONE OF THE NORTH
 AMERICAN DATUM 1983, U.S. SURVEY FEET

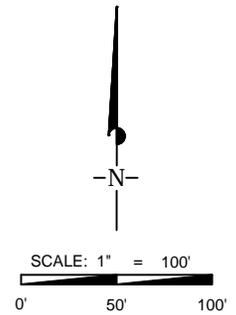
THIS EASEMENT/SERVITUDE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND
 UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF
 SURVEY, AND DATA PROVIDED BY AWR DISPOSAL, LLC. THIS CERTIFICATION IS MADE AND LIMITED TO
 THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS
 SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY.

EXHIBIT 2B AWR DISPOSAL, LLC

SECTION 11, TOWNSHIP 23-S, RANGE 34-E, N.M.P.M.
LEA COUNTY, NEW MEXICO



LEASE NAME & WELL NO.: LEONARD SWD 1
 1 LATITUDE N 32.3252983 1 LONGITUDE W 103.4467568
 CENTER OF PAD IS 452' FNL & 792' FWL



ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM, EAST ZONE OF THE NORTH AMERICAN DATUM 1983, U.S. SURVEY FEET

THIS PROPOSED PAD SITE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY, AND DATA PROVIDED BY AWR DISPOSAL, LLC. THIS CERTIFICATION IS MADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY.

TOPOGRAPHIC
LOYALTY INNOVATION LEGACY

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 2903 NORTH BIG SPRING • MIDLAND, TEXAS 79705
 TELEPHONE: (432) 682-1653 OR (800) 767-1653 • FAX (432) 682-1743
 WWW.TOPOGRAPHIC.COM

APPLICATION FOR AUTHORIZATION TO INJECT

- I. PURPOSE: _____ Secondary Recovery _____ Pressure Maintenance Disposal _____ Storage
Application qualifies for administrative approval? Yes _____ No
- II. OPERATOR: AWR Disposal, LLC.
ADDRESS: 3300 N. A Street, Ste 220, Midland, TX 79705
CONTACT PARTY: Randall Hicks (Agent) PHONE: 505 238 9515
- III. WELL DATA: Complete the data required on the reverse side of this form for each well proposed for injection.
Additional sheets may be attached if necessary.
- IV. Is this an expansion of an existing project? _____ Yes No
If yes, give the Division order number authorizing the project: _____
- V. Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.
- VI. Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.
- VII. Attach data on the proposed operation, including:
- Proposed average and maximum daily rate and volume of fluids to be injected;
 - Whether the system is open or closed;
 - Proposed average and maximum injection pressure;
 - Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and,
 - If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).
- *VIII. Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.
- IX. Describe the proposed stimulation program, if any.
- *X. Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted).
- *XI. Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.
- XII. Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.
- XIII. Applicants must complete the "Proof of Notice" section on the reverse side of this form.
- XIV. Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.
NAME: Randall Hicks TITLE: Agent
SIGNATURE:  DATE: 7/17/2019
E-MAIL ADDRESS: R@rthicksconsult.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: _____

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: _____ AWR Disposal, LLC. _____

WELL NAME & NUMBER: _Leonard SWD #1_____

WELL LOCATION: _____ 397' FNL & 822' FWL _____
FOOTAGE LOCATION UNIT LETTER SECTION TOWNSHIP RANGE

WELLBORE SCHEMATIC

SEE ATTACHMENTS

WELL CONSTRUCTION DATA

Surface Casing

Hole Size: ___ See attachments _____ Casing Size: _____

Cemented with: _____ sx. **or** _____ ft³

Top of Cement: _____ Method Determined: _____

Intermediate Casing

Hole Size: _____ Casing Size: _____

Cemented with: _____ sx. **or** _____ ft³

Top of Cement: _____ Method Determined: _____

Production Casing

Hole Size: _____ Casing Size: _____

Cemented with: _____ sx. **or** _____ ft³

Top of Cement: _____ Method Determined: _____

Total Depth: _____

Injection Interval

_____ feet to _____

(Perforated or Open Hole; indicate which)

Attachments to C-108

Copy of well bore diagram

Section III-XII Written descriptions to supplement C-108

Plates referenced in written descriptions

Tables referenced in written descriptions

OSE well logs referenced in written descriptions

Section XIII Proof of Notice

Directions

Date Spudded: TBD

AWR Disposal LLC

Leonard SWD #1

Unit Letter D, Sec. 11, T23S R34E

397' FNL, 822' FEL

Lea County, NM

Latitude + 32°19'31.074"N, Longitude 103°26'48.324"W

From Carlsbad:

20", 133#, J-55 casing @ 1,050'.

Cmt w/ 450 sks, 13.7 lead and 450 sks, 14.8 tail

24" Hole →

13-3/8", 68# L-80 EZ-GO FJ3 casing @ 4,550'.

DV Tool w/ 10' pkr at 4,000'

1st Stg Cmt w/ 1000 sks 11.8 ppg lead & 400 sks 13.2 ppg tail.

2nd Stg Cmt w/ 1000 sks 11.8 ppg lead & 380 sks 13.2 ppg tail.

← 17.5" Hole

9-5/8", 35.5#, HCP-110 BTC casing @ 11,000'.

Upper DV Tool w/ 10' pkr at 7,000'
Lower DV Tool w/ 10' pkr at 9,000'

1st Stg Cmt w/ 600 sks 11.8 ppg lead & 400 sks 13.2 ppg tail.

2nd Stg Cmt w/ 600 sks 11.8 ppg lead & 380 sks 13.2 ppg tail.

3rd Stg Cmt w/ 600 sks 11.8 ppg lead & 380 sks 13.2 ppg tail.

→ 12.25" Hole

← 5.5" Tubing

← 5" Tubing

7-5/8" Liner, 39#, P-110 casing @ 14,700'.

Cmt w/ 230 sks 11.9 ppg Class C

Maximum Proposed Injection Rate: 40,000 BBLs PER DAY

Maximum Proposed Injections Pressure: 3,000 psi

Injection Interval: 8.5" Hole →

← Packer set @ 14,620

14,700 - 16,020

SLRN

16,020 - 16,331

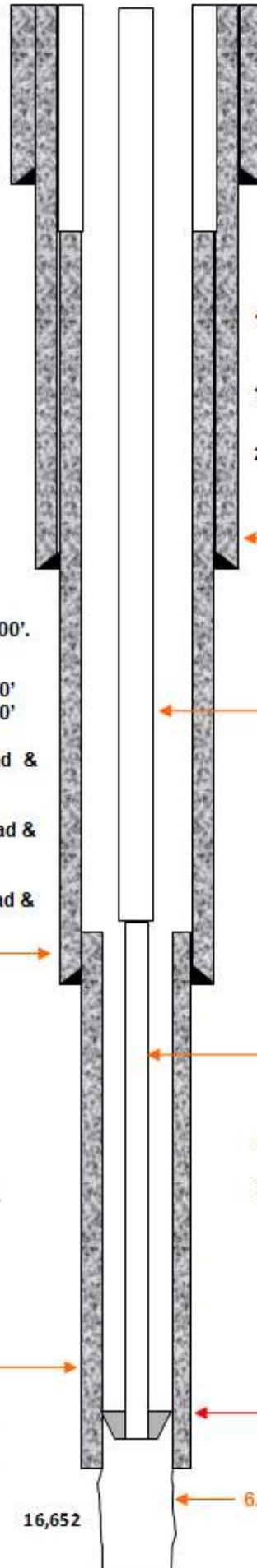
FSLM

16,331 - 16,652

MNTY

TD: 16,652

← 6.5" Openhole



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

Lease Name: Leonard SWD #1

Unit Letter D, Section 11, T23S R34E, 397' FNL, 822' FWL

Limestone Basin Prop Ranch LLC is the surface owner of the location upon which the proposed SWD will be drilled.

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

The attached Wellbore Data Sheet provides the design specifics required.

The formation tops for the Leonard SWD #1 were established by Geologist Herb Wacker TBPG license #4517. Nearby deep wells Amoco Production Federal BB 1 (30 025 26902) and Santa Fe Energy Gaucho Unit 1 (30 025 33440)

The Woodford formation top and deeper formations were correlated with open hole logs and picked using the two nearest wells drilled below the Simpson formation. GeoMaps were also employed to select tops.

Deeper tops were picked by using the Devon Energy, Cotton Draw Unit 32 State SWD #2 open hole logs located in section 32 of T24S-R32E API 30-025-41524 (TD 18,449).

AWR Disposal Leonard SWD #1 Sec 11, T23S R34E		
Geologist	GL	3400
H. Wacker	KB	3430
	MD	SS
Quaternary	70	3360
Bolson Fill	289	3141
Dockum	1649	1781
Chinle	1719	1711
Santa Rosa	1897	1533
Dewey Lake	2446	984
Rustler	2838	593
Yates	4099	-669
Capitan Reef	4197	-767
Delaware	5334	-1904
Bell Canyon	5380	-1950
Cherry Canyon	5944	-2514
Brushy Canyon	7190	-3760
Bone Spring	8458	-5028
1st BS Sand	9704	-6274
2nd BS Sand	10141	-6711
3rd BS Sand	11038	-7608
Wolfcamp	11339	-7909
Strawn	11780	-8350
Atoka	12027	-8597
Morrow	12875	-9445
Middle Morrow	13097	-9667
Barnett	13522	-10092
Miss Lime	14061	-10631
Woodford	14439	-11009
Silurian	14670	-11240
Fusselman	16020	-12590
Montoya	16331	-12901
Simpson	16682	-13252
Top of Interval	14700	Siluro-Devonian + 30'
Bottom of Interval	16652	Simpson -30'
TD	16652	Simpson -30'
Injection Interval	1952	

3. A description of the tubing to be used including its size, lining material, and setting depth

5.5-inch (20#) internal plastic coated tubing swaged down to 5" (18#) with setting depth of 14,620'

4. The name, model, and setting depth of the packer used or a description of any other seal system or assembly used

Tryton Tools, 7" Arrow Set 1-X Nickel Plated Injection Packer will be set at 14,620'.

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

The proposed injection intervals include both the Silurian, Fusselman and Montoya in an open-hole interval.

(2) The injection interval and whether it is perforated or open-hole.

The depth interval of the open-hole injection interval is 14,700-16,652 (1,952 feet).

(3) State if the well was drilled for injection or, if not, the original purpose of the well.

The well will be drilled for disposal.

(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

There are no perforated intervals, only the open-hole completion described above.

(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.

Overlying Oil & Gas Zone (Using KB of 3430'):

Delaware (5334')
1st BS Sand (9704')
2nd BS Sand (10,141')
3rd BS Sand (11,038')
Wolfcamp (11,339')
Strawn (11,780')
Atoka (12,027')
Morrow (12,875')
Mississippian Limestone (14,061')

Underlying Oil & Gas Zones:

Inactive Ellenburger (TD 17,540 PF 17,195'-17,236')
API 30-025-33077-0000 Distance 2.7 miles SW

Active Siluro-Devonian (TD 17,540 PF 14,574'-14,580')
API 30-025-33077-0001 Distance 2.7 miles SW

The proposed injection intervals in the Pre-Mississippian Carbonates are well cemented and will provide the necessary open hole integrity while allowing salt water to be injected. Because of the competency of the rock, the open hole section has very little chance of collapsing.

IV. Is this an expansion of an existing project

No.

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

Plate 1a identifies all OCD listed wells and API numbers and shows circles with radii of 0.5, 1.0, and 2.0 miles. Note that where numerous wells are closely-spaced, the API number may not be labeled for clarity. New wells, active wells, plugged wells, and canceled wells have color-coded symbols. Plate 1b shows only new and active wells and circles with radii of 0.5 and 1.0 miles.

Table 1 lists all of the wells shown on Plate 1a within the circle having a 2.0 mile radius.

Plate 2 shows the leases and the lease number within the 2-mile area of review. Tabular listing of all mapped leases and the name of the leaseholders are presented in

Table 2a BLM leases and leaseholder name

Table 2b State of NM leases and leaseholder name

Limestone Basin Prop Ranch LLC is the surface owner of the location upon which the proposed SWD will be drilled.

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

As shown in the table below, six wells penetrate the injection zone.

The Devon Mad Dog is temporarily abandoned and Devon has requested to convert this well into a Devonian SWD. See OCD Well Data Appendix

The plugging record for the Devon Rio Blanco 9 State 001 is presented in the OCD Well Data Appendix

The Devon RIO BLANCO 4 FEDERAL COM #003 listed as and SWD but examination of OCD Online data does not show any evidence that this well was converted from a gas well to an SWD. This well penetrates the Devonian and information from OCD files is presented in the Appendix. This well is approximately 1.5 miles from the proposed Leonard SWD #1.

The Devon well RIO BLANCA 4 FEDERAL COM #001 is an active gas well completed into the Devonian. The well is more than 1.5 miles from the proposed Leonard SWD 1. Information on the casing record for this well is provided in the Appendix.

The BTA Oil Producers well HUDSON STATE 8006 JV-P #001Y is listed as an active oil well producing from the Atoka. Data from OCD files (see Appendix) show the well was drilled into the Devonian.

The Caza Ridge 14 State 001 (SWD) was never drilled, but OCD issued an APD and Order for the proposed SWD to a depth of 13,543.

API	OGRID	OGRID Name	Status	Well Type	Well Name	UL-S-T-R	Depth	Associated Pools
30-025-36778	6137	DEVON ENERGY PRODUCTION COMPANY, LP	E	O	MAD DOG 15 FEDERAL COM #001	P-15-23S-34E	14832	[97436] ANTELOPE RIDGE, DEVONIAN, NORTH (GAS)
30-025-36302	6137	DEVON ENERGY PRODUCTION COMPANY, LP	P	G	RIO BLANCO 9 STATE #001	B-09-23S-34E	14654	[97328] BELL LAKE, DEVONIAN, NE (GAS)
30-025-36425	6137	DEVON ENERGY PRODUCTION COMPANY, LP	A	S	RIO BLANCO 4 FEDERAL COM #003	J-04-23S-34E	14653	[96101] SWD, DEVONIAN; [97328] BELL LAKE, DEVONIAN, NE (GAS)
30-025-34515	6137	DEVON ENERGY PRODUCTION COMPANY, LP	A	G	RIO BLANCA 4 FEDERAL COM #001	F-04-23S-34E	14597	[70440] ANTELOPE RIDGE, MORROW (GAS); [7920] BELL LAKE, MORROW, NORTH (GAS); [97328] BELL LAKE, DEVONIAN, NE (GAS)
30-025-27364	260297	BTA OIL PRODUCERS, LLC	A	O	HUDSON STATE 8006 JV-P #001Y	C-11-23S-34E	13410	[70360] ANTELOPE RIDGE, ATOKA (GAS); [70400] ANTELOPE RIDGE, DEVONIAN (GAS)
30-025-26692	249099	CAZA OPERATING, LLC	P	S	CAZA RIDGE 14 STATE #001	J-14-23S-34E	13543	[2205] ANTELOPE RIDGE, BONE SPRING, NORTH; [70360] ANTELOPE RIDGE, ATOKA (GAS); [97869] SWD, DEVONIAN-SILURIAN

VII. Attach data on the proposed operation, including:

1. Proposed average and maximum daily rate and volume of fluids to be injected

Proposed Maximum Injection Rate: 40,000 bbl/day

Proposed Average Injection Rate: 30,000 bbl/day

2. Whether the system is open or closed

This is will be an open system. All AWR Disposal, LLC SWDs may receive produced water from recycling storage facilities, such as in-ground containments or above-ground steel-walled containments, which are registered or permitted under Rule 34.

3. Proposed average and maximum injection pressure

Proposed Maximum Injection Pressure: 3000 psi

Proposed Average Injection Rate: 1800 psi

4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water

The attached Table 3 “Produced Water Chemistry of Nearby Wells” provides the requisite analyses. The Delaware and Bone Springs Formations are the subjects of the analyses. The Bone Springs will provide most of the produced water to the proposed SWD. At the time of writing, we are unaware of any problems associated with disposal of produced water derived from the Delaware, Bone Springs, Wolfcamp or other Formations into the Silurian, Fusselman, and Montoya injection zone.

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.).

Table 4 presents formational water quality data from the Go-Tech site for Devonian-Fusselman-Montoya producing wells. As stated above, we are unaware of any problems associated with disposal of produced water derived from the Delaware, Avalon, Bone Springs, and Wolfcamp Formations into the Silurian, Fusselman and Montoya injection zone.

***VIII. Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth.**

The proposed injection intervals include the Silurian/Devonian, Fusselman and Montoya in an open-hole interval. The proposed injection intervals in the Pre-Mississippian Carbonates are well cemented and will provide the necessary open hole integrity while allowing salt water to be injected. Because of the competency of the rock, the open hole section has very little chance of collapsing.

As indicated in Section III.A.2, the approximate depths to the top of the Silurian and the base of the Montoya are 14,670 and 16,682 respectively. The depth interval of the injection interval is 14,700 - 16,652 (1,952 feet), within the Silurian, Fusselman and Montoya Formations.

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 Rustler Formation and the Chinle Formation yield water to supply wells in southeastern Eddy County and southwestern Lea County. In the immediate area of the Leonard SWD #1, the closest water wells are about 2 miles distant. Well USGS-15275/1585 and Misc-34 are the same well and are associated with a corral to the east of

the proposed SWD (Plate 3a). In March of 1986, a depth to water of 135.44.69 feet was reported by the USGS. The log of Well CP-637, southwest of the proposed SWD shows the uppermost water-bearing unit is at a depth of about 400 feet. Well CP-637 may draw water from the Chinle/Dockum or from a thick section of bolson fill associated with the structural sag of the San Simon Swale.

In this area of Lea County, the Chinle yields water to wells from 100-200 feet below the ground surface (bgs) to an estimated depth of about 2000 feet in the area of the San Simon Swale. The upper portion of the Rustler Formation yields fresh water to wells in Eddy County and in the area of the Leonard SWD #1, the depth interval of this potential source of fresh water is almost 3000 feet. The Capitan Reef, which lies at an estimated depth of 4197-5334 is saline in this area.

The locations of all water supply wells listed in public databases are shown in Plate 3b. As stated above, there are no active water supply wells within 1.5 miles of the proposed location. The location of nearby mapped surface water bodies are shown in Plate 4. No mapped surface water exists within the Area of Review.

In the area of the Leonard SWD #1, the depth interval of the Rustler is about 2838-4099 feet. The bottom of the Rustler Formation is characterized by evaporates (anhydrite) and is not considered an underground source of drinking water. Thus, in this area, surface casing required by OCD to prevent impairment of fresh water runs from ground surface to a depth of 4552 feet at the proposed Leonard SWD #1 to provide protection to the Capitan Reef as well as sources of known potable water.

IX. Describe the proposed stimulation program, if any

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

***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 will be submitted to OCD upon completion of the well.

***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**

No active water supply wells were identified within one mile of the proposed SWD. Data from various sources permit a conclusion that groundwater within the Chinle Formation is potable. In this area, groundwater in the underlying Rustler formation may be relatively brackish.

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

Randall T. Hicks, a Professional Geologist with decades of experience in hydrogeology, affirms, on behalf of AWR Disposal, LLC, that

- The USGS has mapped quaternary faults in New Mexico and no such faults are mapped in the area of the proposed Leonard SWD #1¹
- The Texas Bureau of Economic Geology has mapped older faults (e.g. basement and Woodford) in New Mexico and the closest mapped fault that was active since Woodford time is about 4 miles to the west². A Pre-Cambrian fault is mapped very close the proposed SWD.
- With respect to migration of produced water from the injection zone to underground sources of drinking water via faults or other natural conduits, the following conditions were considered
 - The lowest underground source of drinking water is the middle and upper Rustler Formation.
 - More than 10,000 feet of sedimentary rock separates the bottom of the Rustler Formation and the top of the injection zone. Many of the formations that lie between the injection zone and the lowermost aquifer are permeable and contain oil, gas or water at various pressures. Any excursion of injected fluids from the Devonian disposal zone would undoubtedly enter these permeable formations prior to moving into the Rustler Formation.
 - There is no evidence that the pressure regime in the oil and gas reservoirs is sufficient to cause the upward migration of formation water through the bedded salt and into the Rustler or Chinle aquifers.
- There is no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water

¹ <https://usgs.maps.arcgis.com/apps/webappviewer/index.html?id=5a6038b3a1684561a9boaadf88412fcf>

² Bureau of Economic Geology (Accessed April 2019). University of Texas at Austin. Basement Faults (Ewing 1990, Tectonic Map of Texas); Precambrian Faults (Frenzel et al. 1988, Figure 6); Woodord Faults (Comer 1991, plate 1). [Http://www.beg.utexas.edu/resprog/permianbasin/gis.htm](http://www.beg.utexas.edu/resprog/permianbasin/gis.htm)

Appendix

Plugging and Completion Data from OCD Online

The Devon Mad Dog is temporarily abandoned and Devon has requested to convert this well into a Devonian SWD. See OCD Well Data

OCD-HOBBS

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0137
Expires: January 31, 2018

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

5. Lease Serial No.
NMNM13641

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.
NMNM112758

8. Well Name and No.
MAD DOG 15 FED COM 1

9. API Well No.
30-025-36778-00-S1

10. Field and Pool or Exploratory Area
ANTELOPE RIDGE

11. County or Parish, State
LEA COUNTY, NM

SUBMIT IN TRIPLICATE - Other instructions on page 2

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
DEVON ENERGY PRODUCTION COMPANY
Contact: REBECCA DEAL
E-Mail: REBECCA.DEAL@DVN.COM

3a. Address
6488 SEVEN RIVERS HIGHWAY
ARTESIA, NM 88211

3b. Phone No. (include area code)
Ph: 405-228-8429

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec 15 T23S R34E SESE 660FSL 660FEL

HOBBS FIELD
MAY 16 2017
RECEIVED

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Hydraulic Fracturing	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input checked="" type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

Temporary Abandonment Preparations actual procedures as follows:

10/26/16 - 11/8/2016: Set bridge plug at 14660?. Dumped and tagged 35? cement on top of plug. Tested casing with chart recorder and BLM witness. See attached MIT and current wellbore schematic.

Devon Energy Production Co., L.P. respectfully requests temporary abandonment status for the Mad Dog Fed Com 1 for the purpose of planning for SWD conversion or offering the wellbore to partners on the well who have shallow mineral rights. Devon expects to have the well returned to beneficial use within 2 years (11/2018), or sooner depending on development activity and interest from other operators.

*Last Recorded Production 02/2016
TA status accepted until 11/08/2017 PER [Signature]*

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #363911 verified by the BLM Well Information System
For DEVON ENERGY PRODUCTION COMPANY LP, sent to the Hobbs
Committed to AFMSS for processing by PRISCILLA PEREZ on 02/01/2017 (16PP0626SE)

Name (Printed/Typed) REBECCA DEAL

Title REGULATORY ANALYST

Signature (Electronic Submission)

Date 01/16/2017

ACCEPTED FOR RECORD
APR 28, 2017
[Signature]
BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

Title

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

Accepted for Record Only

MJB/OCD

RBDMS-CHAET-✓

DEVON ENERGY PRODUCTION COMPANY LP

Well Name: Mad Dog 15 Fed Com 1		Field: Wildcat	
Location: Sec 15-T23S-R34E, 660' FSL & 660' FEL		County: Lea	State: NM
Elevation: 3431' KB	BHL ~ 917 FSL & 1062' FEL	Spud Date: 8/5/04	Compl Date:
API#: 30-025-36778	Prepared by: Lorenzo Wilborn	Date: 10/28/04	Rev: 11/10/16

■ **CURRENT**

17-1/2" Hole
13-3/8", 48#, H40, ST&C, @ 932'
 Cmt'd w/ 970 sxs. Cmt to surface.

12-1/4" Hole
9-5/8", 40#, P110, LT&C, @ 4,997'
 Cmt'd w/ 1850 sxs. Cmt to surface.

DIMS- Est TOC @ 6150'

5" Liner Top (ZXP) @ 11,604'

8-3/4" Hole
7", 26#, HCP-110, LT&C, @ 11,892'
 Cmt'd w/ 1128 sxs

6-1/8" Hole
5", 23.2#, L-80, ST-L Flush JT, @ 14,711'
 Cmt'd w/ 350 sxs

DEVONIAN OPEN HOLE
 14,711' - 14,832'

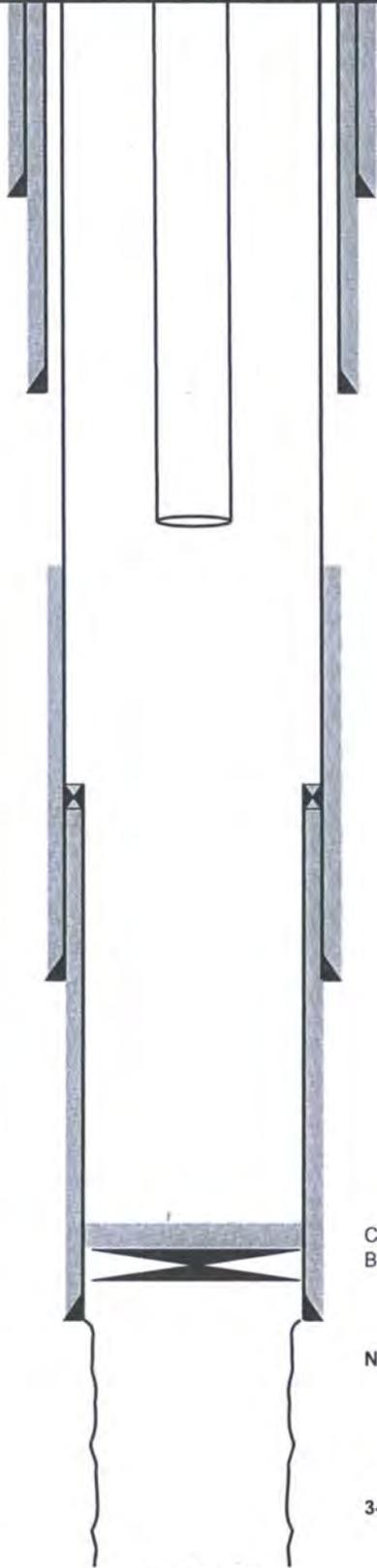
160 Jts, 2-7/8", 6.5#, L80, 8RD
 EOT @ 5000' KBM

Cement plug, TOC @ 14,630' KBM tagged 11/6/2016
 Bridge Plug set at 14,660' KBM

NOTE: Directional well. BHL ~ 917' FNL & 1062' FEL

3-7/8" Hole

TD @ 14832'



UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0137
Expires: January 31, 2018

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

5. Lease Serial No.
NMNM13641

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2

7. If Unit or CA/Agreement, Name and/or No.
NMNM112758

1. Type of Well
 Oil Well Gas Well Other

8. Well Name and No.
MAD DOG 15 FED COM 1

2. Name of Operator
DEVON ENERGY PRODUCTION COMPANY
Contact: REBECCA DEAL
Email: Rebecca.Deal@dvn.com

9. API Well No.
30-025-36778-00-S1

3a. Address
6488 SEVEN RIVERS HIGHWAY
ARTESIA, NM 88211

3b. Phone No. (include area code)
Ph: 405-228-8429

10. Field and Pool or Exploratory Area
ANTELOPE RIDGE-BONE SPRING, W

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec 15 T23S R34E SESE 660FSL 660FEL

11. County or Parish, State
LEA COUNTY, NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Hydraulic Fracturing	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input checked="" type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

Devon Energy Production Co. respectfully requests to convert the Mad Dog 15 Fed Com 1 to a SWD. Proposed SWD conversion is in the Devonian formation. Please see attached detailed procedure and wellbore schematic.

*REQUIRES ADMINISTRATIVE
SWD ORDER*
HOBBS OGD
OCT 11 2018
RECEIVED

14. I hereby certify that the foregoing is true and correct.
**Electronic Submission #419170 verified by the BLM Well Information System
 For DEVON ENERGY PRODUCTION COMPANY LP, sent to the Hobbs
 Committed to AFMSS for processing by PRISCILLA PEREZ on 05/08/2018 (18PP0997SE)**

Name (Printed/Typed) REBECCA DEAL Title REGULATORY COMPLIANCE PROFESSI

Signature (Electronic Submission) Date 05/07/2018

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By MUSTAFA HAQUE Title PETROLEUM ENGINEER Date 09/20/2018

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office Hobbs

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

KZ

Revisions to Operator-Submitted EC Data for Sundry Notice #419170

	Operator Submitted	BLM Revised (AFMSS)
Sundry Type:	INJ NOI	INJ NOI
Lease:	NMNM13641	NMNM13641
Agreement:		NMNM112758 (NMNM112758)
Operator:	DEVON ENERGY PRODUCTION COMPAN 333 WEST SHERIDAN AVENUE OKLAHOMA CITY, OK 73102 Ph: 405-228-8429	DEVON ENERGY PRODUCTION COM LP 6488 SEVEN RIVERS HIGHWAY ARTESIA, NM 88211 Ph: 575-748-1854
Admin Contact:	REBECCA DEAL REGULATORY COMPLIANCE PROFESSI E-Mail: Rebecca.Deal@dvn.com Ph: 405-228-8429	REBECCA DEAL REGULATORY COMPLIANCE PROFESSI E-Mail: Rebecca.Deal@dvn.com Ph: 405-228-8429
Tech Contact:	REBECCA DEAL REGULATORY COMPLIANCE PROFESSI E-Mail: Rebecca.Deal@dvn.com Ph: 405-228-8429	REBECCA DEAL REGULATORY COMPLIANCE PROFESSI E-Mail: Rebecca.Deal@dvn.com Ph: 405-228-8429
Location:		
State:	NM	NM
County:	LEA	LEA
Field/Pool:	ANTELOPE RIDGE	ANTELOPE RIDGE-BONE SPRING, W
Well/Facility:	MAD DOG 15 FED COM 1 Sec 15 T23S R34E Mer NMP SESE 600FSL 660FEL	MAD DOG 15 FED COM 1 Sec 15 T23S R34E SESE 660FSL 660FEL

BUREAU OF LAND MANAGEMENT

**Carlsbad Field Office
620 East Greene Street
Carlsbad, New Mexico 88220
575-234-5972**

**Devon Energy
Mad Dog 15 Fed Com 1
NMNM13641
30-025-36778**

09/20/2018

All previous COAs still apply except for the following:

Notification: Contact the appropriate BLM office at least 24 hours prior to the commencing of any plug back operations. For wells in Eddy County, call 575-361-2822. For wells in Lea County, call 575-393-3612.

1. Must conduct a MIT before commencing operation. Submit results to BLM. Notify BLM if test fails.

A. WELL COMPLETION

Special Requirements:

The operator shall supply the BLM with a copy of a mudlog over the permitted disposal interval and estimated insitu water salinity based on open-hole logs. If hydrocarbon shows occur while drilling, the operator shall notify the BLM. The operator shall provide to the BLM a summary of formation depth picks based on mudlog and geophysical logs along with a copy of the mudlog and open hole logs from TD to top of Devonian

A NOI sundry with the completion procedure for this well shall be submitted and approved prior to commencing completion work. The procedure will be reviewed to verify that the completion proposal will allow the operator to:

1. Properly evaluate the injection zone utilizing open hole logs, swab testing and/or any other method to confirm that hydrocarbons cannot be produced in paying quantities. This evaluation shall be reviewed by the BLM prior to injection commencing.
2. Restrict the injection fluid to the approved formation.
3. If a step rate test will be run an NOI sundry shall be submitted to the BLM for approval

If off-lease water will be disposed in this well, the operator shall provide proof of right-of-way approval.

MHH 09202018

WELL NAME: Mad Dog 15 Federal Com 1

API: 30-025-36778

WBS: MM-XXXXXX

Lea County, NM

WELLBORE DATA

KB: 3,431'; GL: 3,408'; KB: 23'

Size	Weight	Grade	Interval	Collapse	Burst	Drift	Capacity
13-3/8"	48	H-40	0-929'	-	-	-	-
9-5/8"	53.5	P-110	0-4,996'	7,930	10,900	-	-
7"	26	P-110	0-11,892'	6,210	9,960	6.151"	0.03826
5"	23.2	L-80	11,604'-14,711'	13,830	13,380	3.919"	0.01589
3-7/8" (OH)	-	-	14,711'-14,832'	-	-	-	0.01459

IMPORTANT NOTES

- 1) TA'd with Schlumberger (copper) CIBP & 35' cmt in Oct. 2016 – beware trapped pressure below.
- 2) NMOCD requires packer to be set within 100' of injection interval – current CIBP & cement are within this depth, so pre-job MIT would satisfy regulation, providing go-forward or abandon decision point.
- 3) Well was loaded with 2% KCl and corrosion inhibitor, any pressure seen on wellhead gauges *should* be thermal effects, use caution in the case any H₂S laden gas migrated post TA/Sl.
- 4) Wellbore is build-hold-drop with 20° hold. Beware of many < 3.0°/100' DLS in hold portion – most recent well service & wireline did not report any issues with tortuosity.

RELEVANT CONCERNS

- 1) Flowed ESP with high H₂S production. Acknowledge & manage safety risk. DVN will need to WL verify casing integrity.
- 2) The clearance between the 5" liner and the BHA will be very tight, increasing our stuck pipe risk. Do not stack too heavy on the plug/cement, it is better to be slower and generate small "cuttings" than to end up fighting stuck pipe or fishing. After drilling a stand, circulate at a minimum enough strokes to move "cuttings" half way up 7" production casing before shutting down pumps. "Cuttings" are most likely to fall out above the Drill Collars and above the 5" liner hanger where annular volume increases (causing fluid velocity to drop). Avoid shutting down pumps without circulating off bottom if at all possible. If significant over pull (3,000 lbs or greater) is seen, stop, RIH, rotate and circulate before attempting to pick back up. Do not proceed deeper than 5" shoe until returns are clear of solids.

PROCEDURE

SAFETY: All personnel will wear hard hats, safety glasses with side shields, steel toed boots, H₂S monitor and fire retardant clothing while on location. Any personnel arriving on location after the pre-job safety meeting will check in with the Devon PIC and review hazards before proceeding. All personnel have the obligation and full authority to stop the job if any action may be perceived as harmful to people or the environment. H₂S safety personnel and monitoring equipment are to be on location at all times during workover operations.

PRE-JOB

- 1) Check tubing & casing pressures, open valves to SCADA transducers.
- 2) Check well head for flange/sizing abnormalities – communicate to PIC.
- 3) Hold PJSM. Historic production contained H₂S.
- 4) Record SITP & SICP.
- 5) MIRU blow down tank & safety equipment.
- 6) Blow down/bleed off any gas/thermal pressure.

**Any pressure should be thermal, take necessary precaution given history of H₂S production. Wellbore was CIRC/loaded with 2% KCl & corrosion inhibitor after dump bailing cement.*

- 7) Rig up hot oiler to production casing, ensure valves are open to tbg and csg gauges.
- 8) Perform preliminary MIT, monitor both tbg and csg gauges throughout MIT – report any discrepancy in tbg/csg pressures to DVN engineer (gauges should read similar pressures).
- 9) Pressure up to 500 psi and hold for 30 min. If pressure loss exceeds 10% (50 psi) over 30 min, contact DVN engineer and WOO.

WL CSG INTEGRITY LOGS & CCL

- 1) RU WL & 5K WL BOP/LUBE. Check LUBE length can house required tools. PTEST per DVN protocol.
- 2) PU 3.625" GR/JB and necessary weight bars, fill LUBE & equalize over WHP.
- 3) OWH & RIH to 14,660'. Be sure to slow down above 5" liner hanger @ 11,604'.
- 4) POH maintaining a reasonable speed until clear of 5" liner hanger.
- 5) PU 40 ARM CALIPER, USIT, CCL & necessary weight bars, fill LUBE & equalize over WHP.
- 6) OWH & RIH to 14,660'. Be sure to slow down above 5" liner hanger @ 11,604'.
- 7) POH maintaining a reasonable speed until clear of 5" liner hanger.
- 8) RDMO WL. Report results of CSG integrity logs to DVN engineer.

MIRU WSU & TOH KILL STRING

- 1) Hold PJSM. Historic production contained H₂S.
- 2) Record SITP & SICP.
- 3) Install and/or test anchors. MIRU WSU & reverse unit, necessary flow back iron/equipment, flare stack, safety equipment & rental equipment.
- 4) Blow down/kill well if necessary.
- 5) ND tree.
- 6) NU 7-1/16" 10K BOPE with annular, tbg rams, blind rams. Previous well service could not remove 10K flange, removed 3K x 5K flange and rigged up spooler. Same may be required.
- 7) PTEST BOPE according to Devon protocol.

**Job scope involves several sizes of pipe to be run in hole, usually multiple sizes in same string – if spooler and additional rams are necessary, take additional height into account when setting rig floor. PIC should use own discretion regarding most efficient call out/rental of different rams.*

- 8) TOH laying down 5,000' 2-7/8" L-80 tbg.

D/O 35' CMT & CIBP

- 1) MU CMT + CIBP D/O BHA:

- 3-7/8" full open right mill (consult with tool hand to determine ideal mill type)
- 5" 23.2# Casing scraper
- 3-1/8" bumper jars
- 3-1/8" oil jars
- 4 x 3-1/8" DC's
- 126 jts 2-3/8" PH-6 **want to keep 2-7/8" out of 5" liner. OH + liner + 20 jts = ~3,840' = ~126 jts*
- FIH x 2-7/8" L-80 tbg

- 2) Strap in hole with D/O assembly to 11,478' (4 jts above TOL), RU power swivel.
- 3) Continue TIH, D/O 35' cmt & CIBP. Monitor return tank for cmt & plug parts. If possible, catch cmt & plug parts using the smallest reasonable screen mesh.

**Beware of trapped pressure beneath plug – take necessary precautions.*

***Once solids show up at surface, regularly take pictures, note "cuttings" size & submit to DVN engineer while continuing to drill out cmt.*

****If all solids were able to be caught, cmt + plug would be about five, 5 gallon buckets worth of solids to surface. Expect to see less, some solids will be too small to catch with screen.*

- 4) Wash & scrape csg to 5" liner shoe (14,711'). Do not exit 5" liner shoe.
- 5) CIRC, rotate & work last stand until returns come back clean – avoid shutting down pumps until returns are clean.
- 6) TOH scraping liner & racking back tubing until above 5" liner hanger (11,604'). RD power swivel & continue TOH racking back tbg.
- 7) MU OH D/O BHA:
 - 3-5/8" junk mill or bit (consult with tool hand to determine ideal mill/bit & gauge)
 - 3-1/8" bumper jars
 - 3-1/8" oil jars
 - 4 x 3-1/8" DC's
 - 126 jts 2-3/8" PH-6 **want to keep 2-7/8" out of 5" liner. OH + liner + 20 jts = ~3,840' = ~126 jts*
 - FIH x 2-7/8" L-80 tbg
- 8) Strap in hole with D/O assembly to 11,478' (4 jts above TOL), RU power swivel.
- 9) Continue TIH to 5" liner shoe @ 14,711'. Wash to bottom if necessary.
- 10) Wash 1 stand into OH, PU to 14,711' (inside 5"), CIRC 1.5 BU & monitor for solids in returns.
 - *If taking significant weight when entering top of OH, immediately TOH to 5" shoe & CIRC while contacting DVN engineer. Record & report stacked weight.*
- 11) If solids return from OH, CIRC inside 5" liner shoe until returns are clean.
- 12) Wash ~2 stands into OH to PBSD (14,832'), rotate & work pipe while CIRC until no solids return.
 - *DO NOT LET PIPE SIT STILL IN OPEN HOLE EXCEPT IF NECESSARY FOR CONNECTIONS. REDUCE CONNECTION TIME & PUMP SHUT DOWN TIME AS MUCH AS POSSIBLE.*
- 13) TOH to above 5" liner hanger (11,604') racking back 2-7/8" work string. RD power swivel.
- 14) TOH racking back 2-7/8" work string. Lay down 2-3/8" PH-6 & BHA.

RIH TREATMENT STRING & ACIDIZE WELL

- 1) MIRU tubing testers.
- 2) MU treating/injection string:
 - 2-7/8" Muleshoe
 - 2-7/8" x 1.87" "R" landing nipple (internal Ni coated)
 - 2-7/8" x 8' 6.5# L-80 tubing sub (internal Ni coated)
 - 5" x 2-7/8" Arrowset AS1-X 10K Injection Packer (internal Ni coated)

- 2-7/8" x 1.87" "F" seal nipple (internal Ni coated)
- 5" x 2-7/8" T2 On/Off Tool (internal Ni coated)
- FIH x 2-7/8" L-80 tbg

3) RIH to ~14,630'. Hydro-test tbg below slips to 4,000 psi.

4) Load & CIRC hole with ~385 bbls 2% KCl. Set packer @ 14,620'. Use 10# Nadine Brine if necessary. Be sure to maintain CIRC rate below max provided by packer hand to prevent fluid cutting packer elements.

Per NMOCD, packer must be set within 100' of injection zone (OH @ 14,711'). Move packer set depth deeper or shallower to avoid collars indicated by CCL, **while staying below 14,611'. Avoid setting packer deeper than old plug TOC (14,625') if possible.*

5) Perform MIT. Pressure test 2-7/8" annulus to 500 psi for 30 min. If pressure drops more than 10% (50 psi) in 30 min, unseat packer & TOH to 5" liner top (11,604'). Set packer & test 7" casing above liner. Notify DVN office of both test results & WOO.

6) MIRU pumping services & PTEST lines to 4,000 psi. **Max injection pressure is 2,923 psi.**

7) Spot 110 gal PAA trickled into 5 bbl water. Let soak 4 hours. (See attached Nalco Procedure).

8) Pump 10,000 gal 15% HCl over 3 stages using treated brine + rock salt as diverter. Flush acid with 96 bbl treated brine. Record 5, 10, 15 min ISIP. (See attached Halliburton Procedure).

9) Let acid soak a minimum of 3 hours. It is acceptable to let acid soak overnight if required to leave a kill string in the hole.

10) Bleed off pressure, if any. Back off On/Off tool & TOH laying down 2-7/8" work string.

RIH INJECTION STRING & SPACE OUT

1) Once production casing & liner PTEST good & all tubulars have been removed, NU 10K rams necessary for running injection assembly & PTEST per DVN protocol.

2) MU with injection string:

- 5" x 2-7/8" T2 On/Off Tool (internal Ni coated)
- 2-7/8" x 3,060' 6.5# L-80 DuoLine tbg
- 2-7/8" x 4-1/2" DuoLine XO
- 4-1/2" x 11,560' 12.75# L-80 DuoLine tbg

3) RIH to On/Off tool (~14,615').

4) RU pumping services & PTEST lines to 4,000 psi. **Max injection pressure is 2,923 psi.**

5) Reverse CIRC ~385 bbls 2% KCl + Corrosion inhibitor (Cl ppm per chemical vendor recommendation). Use 10 ppg Nadine Brine if necessary.

6) MU to On/Off tool and space out. **Changes to tree/wellhead are required to accommodate 4-1/2" tbg.*

PERFORM PRELIMINARY MIT & STEP RATE TESTS. RDMO.

- 1) Run preliminary MIT on csg – tbg annulus using chart recorder. Test to 500 psi for 30 min with less than 10% (50 psi) bleed off over 30 min. If PTEST fails notify DVN engineer & WOO.
- 2) RU pumping services. PTEST lines to 4,000 psi. Using clean produced water from area, load tubing and perform step rate test to establish injection rate. Start at 2 bpm, holding each rate for 5 min before increasing injection rate in 1 bpm increments. Chart & record step rate test. **Max injection pressure is 2,923 psi (0.2 psi/ft * 14,619 ftTVD).**
- 3) SI well & record 5, 10, & 15 min SITP & SICP. RDMO pumping services.
- 4) ND BOP & NU 10K tree with sour trim. PTEST tree to rating.
- 5) RDMO WSU & all rental equipment. Install surface facilities for disposal.

PERFORM OFFICIAL MIT W/ REGULATORY REPRESENTATIVES

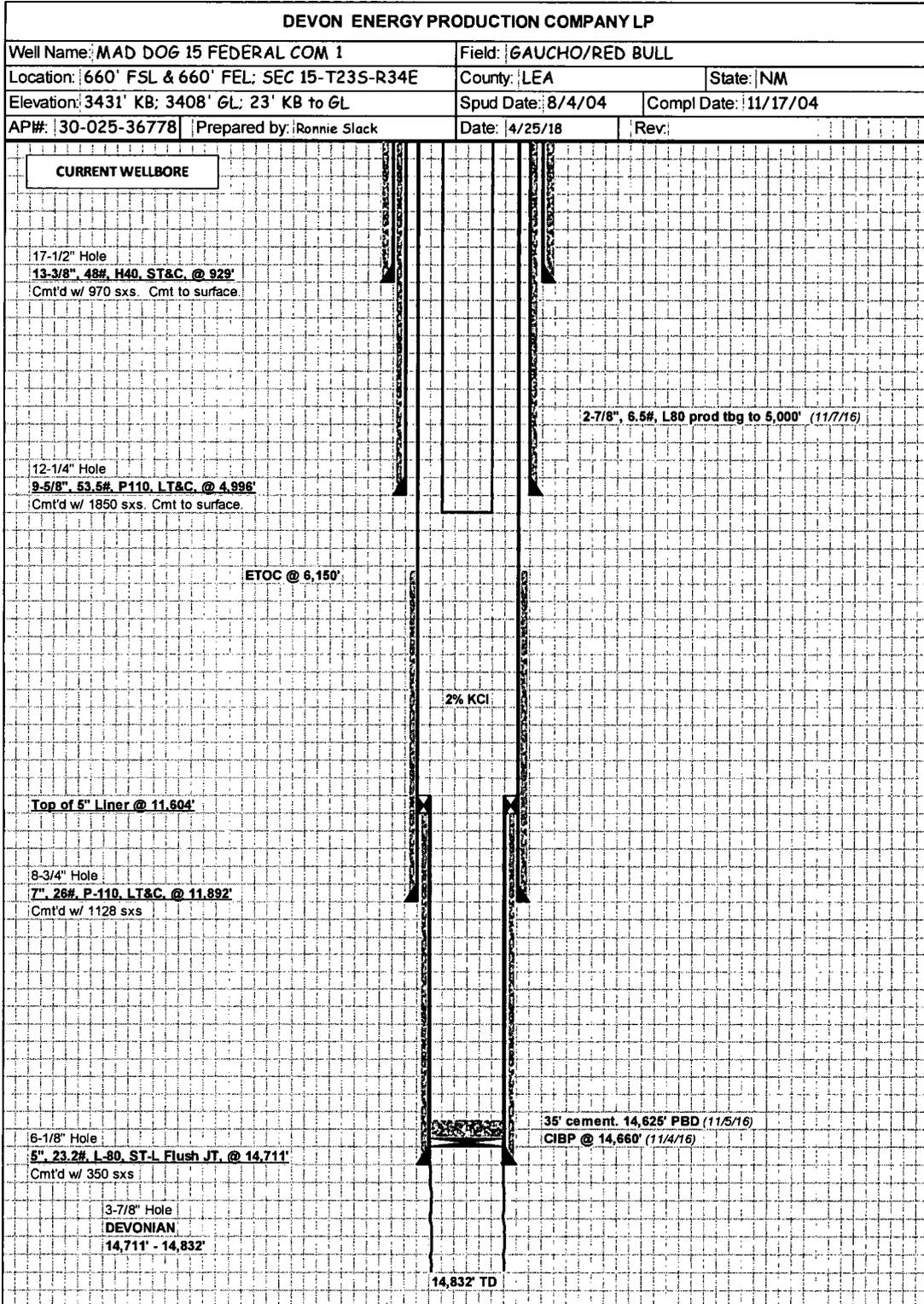
- 1) Notify & set up NMOCD & BLM for official MIT with chart recorder. Once MIT is approved & NMOCD OK's injection, initiate disposal into Devonian. **Do not exceed max pressure of 2,923 psi per NMOCD.**

**Any future slickline tools will require a smooth surface to prevent tbg coating damage.*

***Per NMOCD, any unseating of injection packer will require an additional witnessed MIT prior to commencing injection.*

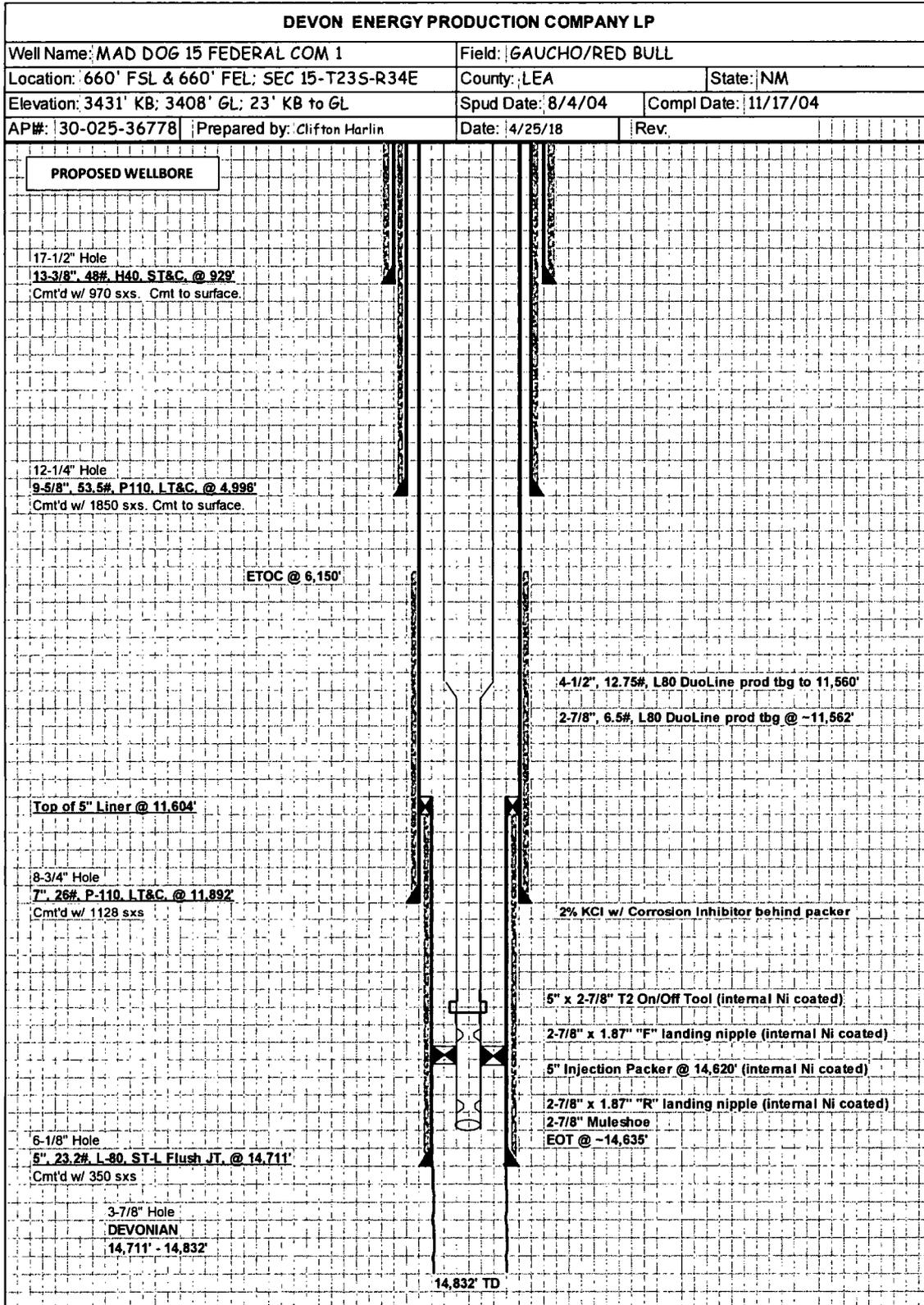


CURRENT WELLBORE SCHEMATIC





PROPOSED WELLBORE SCHEMATIC



Appendix

Plugging and Completion Data from OCD Online

The plugging record for the Devon Rio Blanco 9 State 001 is presented in the OCD Well Data Appendix

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

HOBBS OCD
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505
JUL 27 2017 RECEIVED

WELL API NO. 30-025-36302
5. Indicate Type of Lease STATE [X] FEE []
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name RIO BLANCO 9 STATE
8. Well Number 1
9. OGRID Number 6137
10. Pool name or Wildcat BELL LAKE;DEVONIAN,NE GAS
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3422' KB; 3405' GL; 17' KB to GL

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.)
1. Type of Well: Oil Well [] Gas Well [X] Other
2. Name of Operator Devon Energy Production Company, LP
3. Address of Operator 333 W. Sheridan Avenue, Oklahoma City, OK 73102
4. Well Location Unit Letter B : 660 feet from the North line and 2129 feet from the East line
Section 9 Township 23S Range 33E NMPM Lea County, NM

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

NOTICE OF INTENTION: PERFORM REMEDIAL WORK [], TEMPORARILY ABANDON [], PULL OR ALTER CASING [], DOWNHOLE COMMINGLE [], CLOSED-LOOP SYSTEM [], OTHER:
SUBSEQUENT REPORT OF: REMEDIAL WORK [], ALTERING CASING [], COMMENCE DRILLING OPNS. [], P AND A [X], CASING/CEMENT JOB [], OTHER: []

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.

- 1. 7/10/17--MIRU, spot P&A equipment.
2. Retrieved 2-3/8" production tubing and AS1X packer from 12,519'.
3. Set 5" CIBP @ 14,500'. Tagged plug. Circulated brine water. Spot 25 sx Cl H @ 14,500'. Tagged TOC @ 14,179'.
4. Circulate 10# salt gel mud. Spot 55 sx Cl H @ 11,905'. Tagged TOC @ 11,387'.
5. Spot 30 sx Cl H @ 11,190'. Tagged TOC @ 11,013'.
6. Spot 30 sx Cl H @ 8,464'. Tagged TOC @ 8,276'.
7. Spot 90 sx Cl C @ 5,325'. Tagged TOC @ 4,758'.
8. Perfed @ 1,940'.
9. Spot 200 sx Cl C @ 1,948'. Tagged TOC @ 1,597'.
10. Spot 240 sx Cl C @ 1,470'. Tagged TOC @ 1,026'.
11. Perfed @ 170'. Pumped 60 sx Cl C in/out to surface.
12. 7/24/17--Cut wellhead off, 3' BGL. Set above ground dry hole marker. Wellbore plugged & abandoned.

Approved for Plugging of wellbore only. Liability under bond is retained pending restoration and completion of the C-103, Specific for Subsequent Report of Well Plugging, which may be found on the OCD web page under forms. Restoration Due By 7-25-2018

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 Ronnie Slack TITLE Production Technologist DATE 7-24-17

Type or print name Ronnie Slack E-mail address: Ronnie.Slack@dvn.com PHONE: 405-552-4615

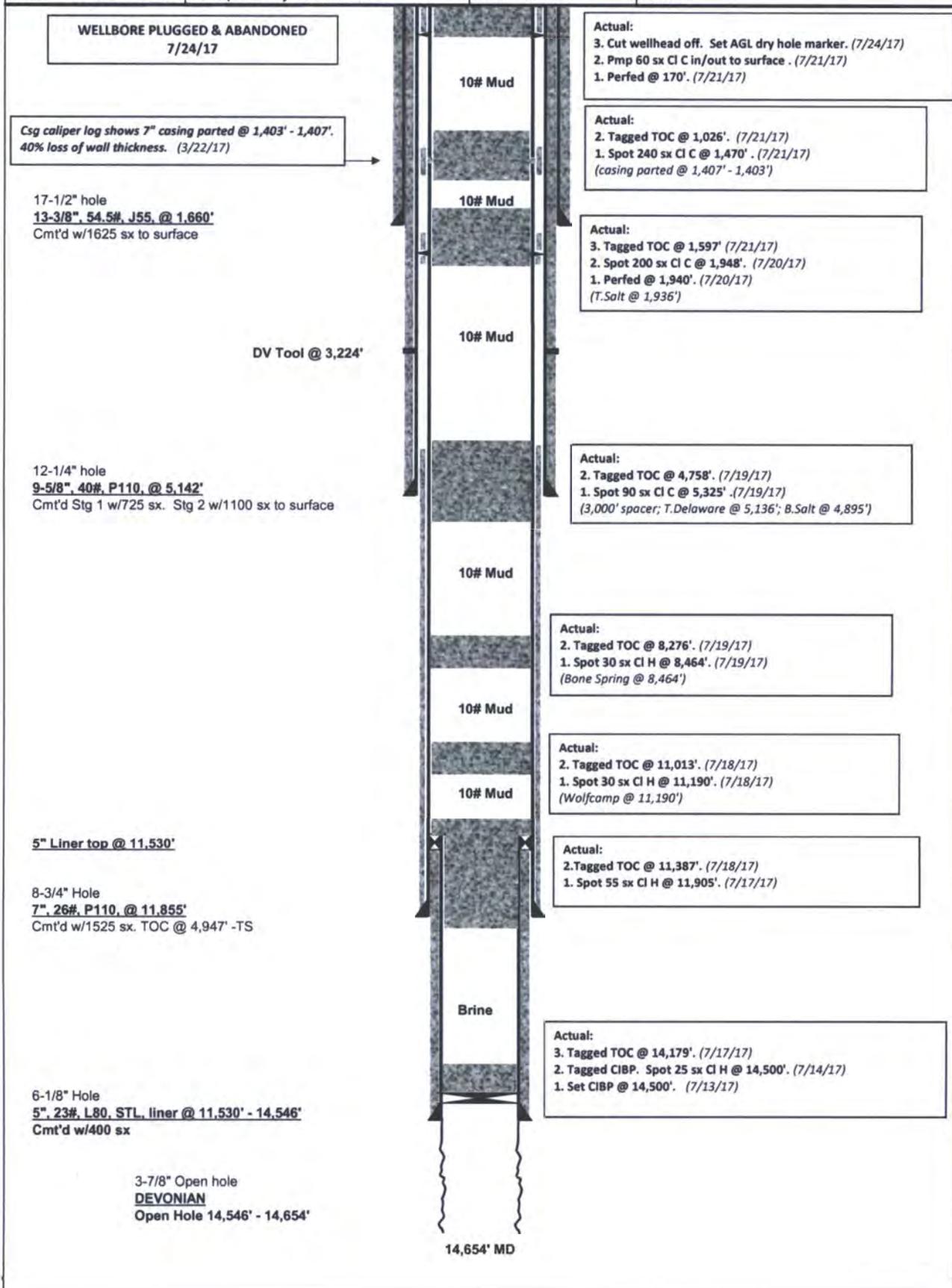
For State Use Only

APPROVED BY: Mark Whitzer TITLE P.E.S. DATE 07/31/2017

Conditions of Approval (if any):

DEVON ENERGY PRODUCTION COMPANY LP

Well Name: RIO BLANCO 9 STATE 1		Field: BELL LAKE NORTHEAST	
Location: 660' FNL & 2129' FEL; SEC 9-T235-R34E		County: LEA	State: NM
Elevation: 3422' KB; 3405' GL; 17' KB to GL		Spud Date: 7/9/04	Compl Date: 10/12/04
API#: 30-025-36302	Prepared by: Ronnie Slack	Date: 7/24/17	Rev:



Appendix

Plugging and Completion Data from OCD Online

The Devon RIO BLANCO 4 FEDERAL COM #003 listed as and SWD but examination of OCD Online data does not show any evidence that this well was converted from a gas well to an SWD. This well penetrates the Devonian and information from OCD files is presented in the Appendix. This well is approximately 1.5 miles from the proposed Leonard SWD #1.

RECEIVED

SUNDRY NOTICES AND REPORTS ON WELLS

FEB 14 2011

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

NOBBSOCD

SUBMIT IN TRIPLICATE - Other instructions on page 2

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
DEVON ENERGY PRODUCTION COMPANY, LP

3a. Address
20 North Broadway, Ste 1500, Oklahoma City, OK 73102

3b. Phone No. (include area code)
405-552-4615

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
1650 FSL 1650 FEL J 4 T23S R34E

5. Lease Serial No.
NM 19143

6. If Indian, Allottee or Tribe Name

7. Unit or CA Agreement Name and No.
NM 112730

8. Well Name and No.
RIO BLANCO 4 FED COM 3

9. API Well No.
30-025-36425

10. Field and Pool, or Exploratory Area
NE BELL LAKE; DEVONIAN

11. County or Parish, State
LEA NM

12. CHECK APPROPRIATE BOX(es) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input checked="" type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input checked="" type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work and approximate duration thereof. If the proposal deepens directionally or recompletes horizontally, give subsurface location and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirement, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection)

Note: Devon Energy is filing Form C-108 (Application for Authorization to Inject) with the Oil Conservation Division in Santa Fe, NM. Proposed SWD conversion is in the existing Devonian formation (open hole from 14500' to 14653'). The BLM will be furnished a copy of Form C-108 when filed.

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

PROPOSED SWD CONVERSION

1. Wait on OCD C108 and BLM sundry approval.
2. MIRU. Establish injection in existing Devonian open hole formation interval from 14500' to 14653', not to exceed maximum authorized surface injection pressure per C108.
3. Stimulate Devonian formation if necessary.
4. Run MIT test and chart. File MIT w/ OCD office.
5. Initiate and evaluate injection in Devonian formation using existing 2-7/8", L80 production tubulars and Arrowset packer @ 14338'.
6. Replace as warranted current 2-7/8" production tubulars with mixed string of 3-1/2" X 2-7/8" IPC injection tubing and 5" nickel coated packer at +/- 14300'.
7. Run MIT test and chart. File MIT w/OCD office.
8. Return well to injection service.

**SUBJECT TO LIKE
APPROVAL BY STATE**

14. I hereby certify that the foregoing is true and correct
 Name: **Ronnie Slack** Title: **Operations Technician**

Signature: *Ronnie Slack* Date: **11-18-10**

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by: *Dustin Winkler* Title: _____ Date: _____

Conditions of approval, if any are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct or operations thereon.

Office: _____

APPROVED
FEB 10 2011
/s/ Dustin Winkler
BUREAU OF LAND MANAGEMENT

DEVON ENERGY PRODUCTION COMPANY LP

Well Name: Rio Blanco 4 Fed Com 3		Field: Bell Lake North	
Location: 1650' FSL & 1650' FEL; Sec 4, T23S, R34E		County: LEA	State: NM
Elevation: 3424' KB; 3400' GL		Spud Date: 5/11/04	Compl Date: 8/26/04 (orig. cml)
API#: 30-025-36425	Prepared by: Ronnie Slack	Date: 11/02/10	Rev:

PROPOSED DEVONIAN SWD

17-1/2" Hole
13-3/8", 61#, J55, STC, 8RD @ 2,090'
 Cmt'd w/ 1845 sxs. Cmt to surf.

ETOC on 7-5/8" @ 4570' (calculated)

12-1/4" Hole
9-5/8", 43.5#, P110, @ 5,070'
 Cmt'd w/ 1265 sx

5", Liner Top @ 11,564'

8-1/2" Hole
7-3/4", 46#, T95, F/ 0' - 6,788'
7-3/4", 46#, N80, F/ 6,788' - 6,911'
7-5/8" X 7-3/4" X-Over F/ 6,911' - 6,953'
7-5/8", 39#, C90, F/ 6,953' - 8,286'
7-5/8", 39#, T95 F/ 8,286' - 11,885'
 Cmt'd w/ 1100 sxs

6-1/2" Hole
5", 18#, P110, Ultra FJ @ 14,500'
 Cmt'd w/ 70 bbl slurry of 13.7 ppg cmt

Proposed:
 3-1/2", 9.3#, L80, IPC tubing to +/- 11,000'
 2-7/8", 6.5#, L80, IPC tubing to +/- 11,000' - 14,300'

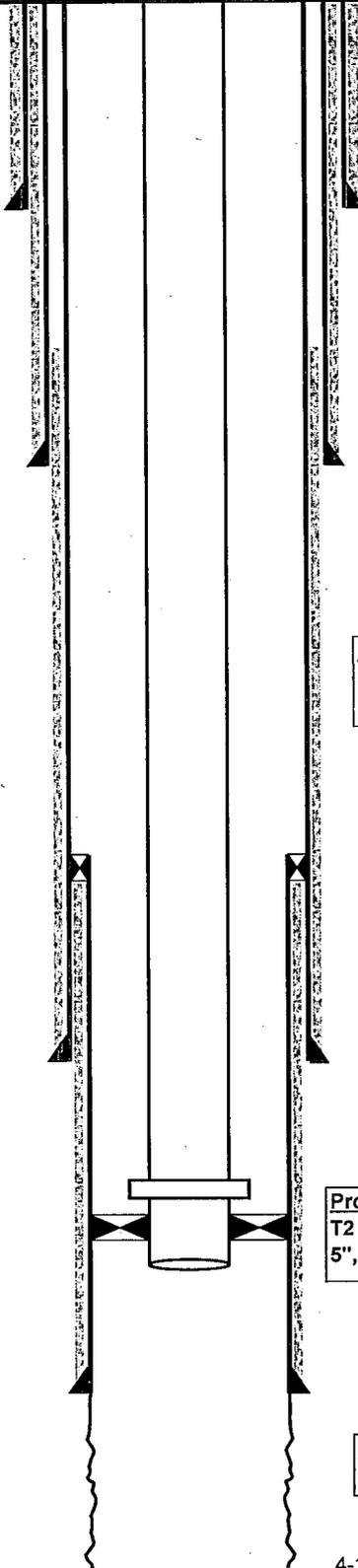
Proposed:
 T2 On / Off tool
 5", Nickel coated Arrowset 1 XX packer @ +/-14,300'

Proposed:
 Acidize w/ +/-10,000 gal 15% HCl

Proposed
 Devonian SWD Interval
 Open Hole 14,500' - 14,653'

4-1/8" Open hole

TD @ 14,653'



DEVON ENERGY PRODUCTION COMPANY LP

Well Name: Rio Blanco 4 Fed Com 3		Field: Bell Lake North	
Location: 1650' FSL & 1650' FEL; Sec 4, T23S, R34E		County: LEA	State: NM
Elevation: 3424' KB; 3400' GL		Spud Date: 5/11/04	Compl Date: 08/26/04
API#: 30-025-36425	Prepared by: Ronnie Slack	Date: 10/27/04	Rev:

CURRENT WELLBORE

17-1/2" Hole
13-3/8", 61#, J55, STC, 8RD @ 2,090'
 Cmt'd w/ 1845 sxs. Cmt to surf.

ETOC on 7-5/8" @ 4570' (calculated)

12-1/4" Hole
9-5/8", 43.5#, P110, @ 5,070'
 Cmt'd w/ 1265 sx

5", Liner Top @ 11,564'

8-1/2" Hole
7-3/4", 46#, T95, F/ 0' - 6,788'
7-3/4", 46#, N80, F/ 6,788' - 6,911'
7-5/8" X 7-3/4" X-Over F/ 6,911' - 6,953'
7-5/8", 39#, C90, F/ 6,953' - 8,286'
7-5/8", 39#, T95 F/ 8,286' - 11,885'
 Cmt'd w/ 1100 sxs

6-1/2" Hole
5", 18#, P110, Ultra FJ @ 14,500'
 Cmt'd w/ 70 bbl slurry of 13.7 ppg cmt

DEVONIAN
Open Hole 14,500' - 14,653'
 9/14/04: 9935 Mcfd, 33 BO, 3 BW, 1430# TP

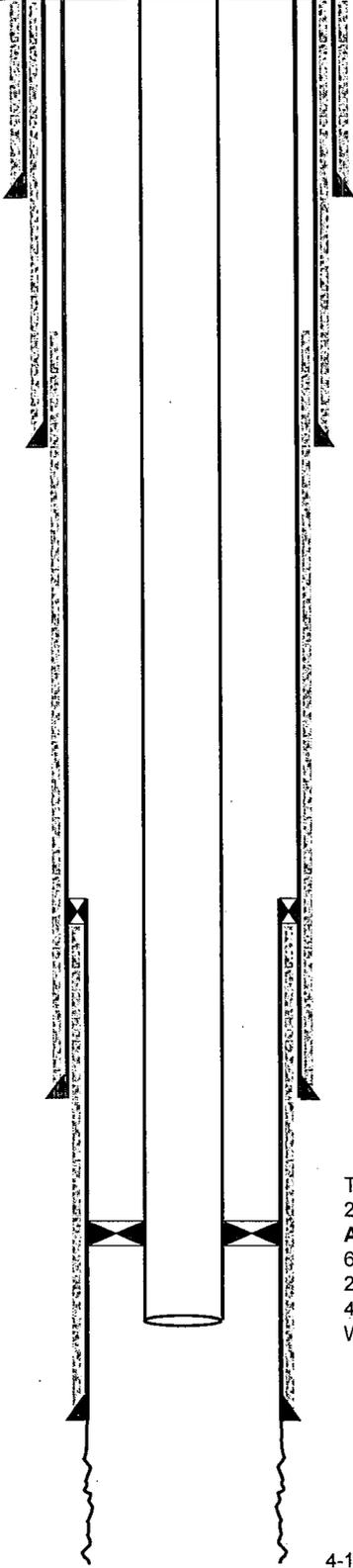
PRODUCTION TUBING

359 Jts, 2-7/8", 6.5#, L80, 8RD
 93 Jts, 2-7/8", 6.5#, L80, TSHP (on bottom)

T2 On / Off Tool
 2-3/8", 1.875" F Nipple @ 14,336'
Arrowset 1-X Packer @ 14,338'
 6' x 2-3/8" sub
 2-3/8", 1.875" R Nipple (1.822" ID NG) @ 14350'
 4' x 2-3/8" pup @ 14,351'
 W/L Re-entry guide (w/ pump out plug) bottom @ 14,355'

4-1/8" Open hole

TD @ 14,653'



Devon Energy Production Company, LP
NM-19143: Rio Blanco 4 Federal Com #3
API: 30-025-36425
Lea County, New Mexico

RE: Conversion to SWD – Conditions of Approval

There is to be no surface disturbance beyond the originally approved pad. A closed loop system is to be used. H2S monitoring and protection equipment is to be on site.

10,000 (10M) BOP to be used. All blowout preventer (BOP) and related equipment (BOPE) shall comply with reasonable well control requirements. A two ram system with a blind ram and a pipe ram designed for the size of the work string shall be adequate. Tapered work strings will require an additional pipe ram. The manifold shall comply with Onshore Oil and Gas Order #2 Attachment I (2M Diagrams of Choke Manifold Equipment). The accumulator system shall have an immediately available power source to close the rams and retain 200 psi above pre-charge. The pre-charge test shall follow requirements in Onshore Order #2.

10M systems shall require two independent power sources, one of which may be nitrogen bottles (three minimum) maintaining a charge equal to the manufacturer's recommendations.

A NOI sundry with the procedure to complete this well shall be submitted and approved prior to commencing completion work. The procedure will be reviewed to verify that the completion will allow the operator to restrict the injection fluid to the approved formation.

Contact the BLM (575-393-3612) a minimum of 4 hours prior to witness the MIT. MIT performed on this wellbore shall be to the approved injection pressure.

Submit subsequent report with a copy of the MIT chart once work is completed.

Approval is good for 6 months after approval for injection.

DHW 021011

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0135
Expires: November 30, 2000

5. Lease Serial No.
NMNM19143

6. If Indian, Allottee or Tribe Name

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

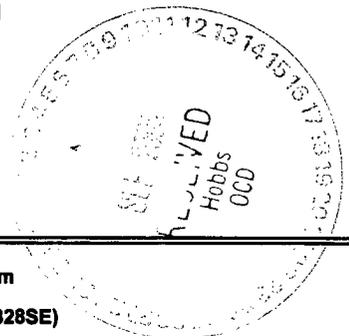
1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		8. Well Name and No. RIO BLANCO 4 FED COM 03
2. Name of Operator DEVON ENERGY OPERATING CO LP		9. API Well No. 30-025-36425-00-X1
3a. Address 20 N BROADWAY, SUITE 1500 OKLAHOMA CITY, OK 73102-8260		10. Field and Pool, or Exploratory N BELL LAKE
3b. Phone No. (include area code) Ph: 405.228.8209 Fx: 405.552.4621		11. County or Parish, and State LEA COUNTY, NM
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 4 T23S R34E NWSE 1650FSL 1650FEL		

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Drilling Operations
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

05/11/04 Spud 17 1/2" hole
05/16/04 TD 17 1/2" hole @ 2090'. Ran 51 jts 13 3/8" 61# J55 ST&C csg @ 2090'. Cmtd lead w/ 1560 sx Class C, tail w/ 285 sx Class C. Circ 890 sx to surface. WOC 24 hrs.
05/18/04 Tested csg to 3000 psi - held.
06/01/04 TD 12 1/4" hole @ 5081'. Ran 116 jts 9 5/8" 43.5# P110 LT&C csg @ 5070'. Cmt stg 1 lead w/ 315 sx Pozmix, tail w/200 sx Pozmix. Open DV tool @ 3906'. Cmt stg 2 lead w/ 550 sx Pozmix, tail w/ 200 sx Class C. WOC 24 hrs.
06/03/04 Test csg to 1000 psi- held.
06/17/04 TD 8 1/2" hole @ 11885'. Circ & cond hole for logs.
06/19/04 Ran 169 jts 7 3/4" 46# T95 & N80 csg and 124 jts 7 5/8" 39# C90 & T95 csg @ 11885'. Cmt lead w/ 400 sx Class H & tail w/ 700 sx Class H.
06/20/04 WOC 24+ hrs. Tested csg to 5000 psi-held.



14. I hereby certify that the foregoing is true and correct.

Electronic Submission #35408 verified by the BLM Well Information System
For DEVON ENERGY OPERATING CO LP, sent to the Hobbs
Committed to AFMSS for processing by LINDA ASKWIG on 08/31/2004 (04LA0328SE)

Name (Printed/Typed) LINDA GUTHRIE

Title REGULATORY SPECIALIST

Signature (Electronic Submission)

Date 08/30/2004

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

[Handwritten signature]

Approved By **ACCEPTED**

DAVID R GLASS
Title PETROLEUM ENGINEER

Date 09/01/2004

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office Hobbs

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Additional data for EC transaction #35408 that would not fit on the form

32. Additional remarks, continued

08/01/04 TD 6 1/2" hole @ 14,501'. Circ & cond hole for logs.

08/03/04 Ran 63 jts 5" 18# P110 liner. Top of liner @ 11564', bottom at 14,500'. Cmt w/ 275 sx Class H.

08/07/04 Pressure test liner top to 1500 psi - held.

08/12/04 TD 4 1/8" hole @ 14,653'. TIH for DST.

08/14/04 TOH w/ DST tools.

08/15/04 TIH for logs.

08/16/04 LDDP.

08/17/04 Released rig.

Appendix

Plugging and Completion Data from OCD Online

The Devon well RIO BLANCA 4 FEDERAL COM #001 is an active gas well completed into the Devonian. The well is more than 1.5 miles from the proposed Leonard SWD 1. Information on the casing record for this well is provided in the Appendix.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0137
Expires: November 30, 2000

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. Type of Well Oil Well Gas Well Dry Other
 b. Type of Completion: New Well Work Over Deepen Plug Back Diff. Resrv.,
 Other _____

5. Lease Serial No.
NM - 92199

6. If Indian, Allottee or Tribe Name

7. Unit or CA Agreement Name and No.

8. Lease Name and Well No.
Rio Blanco "4" Fed #1

9. API Well No.
30-025-34515

10. Field and Pool, or Exploratory
Bell Lake; Devonian, North (Gas)

11. Sec., T., R., M., on Block and Survey or Area
4, T23S, R34E

12. County or Parish
Lea

13. State
NM

2. Name of Operator
EGL Resources Inc.

3. Address
P.O. Box 10886, Midland, Texas 79702

3a. Phone No. (include area code)
(432) 687-6560

4. Location of Well (Report location clearly and in accordance with Federal requirements)*

At surface 1980' FNL & 1980' FWL

At top prod. interval reported below

At total depth

14. Date Spudded
7/09/03

15. Date T.D. Reached
9/09/03

16. Date Completed
 D & A Ready to Prod.
9/19/03

17. Elevations (DF, RKB, RT, GL)*

3404'GL & 3426'RKB*

18. Total Depth: MD 14,597'
TVD

19. Plug Back T.D.: MD 14,597'
TVD

20. Depth Bridge Plug Set: MD
TVD

21. Type Electric & Other Mechanical Logs Run (Submit copy of each)

Slim LDT/Slim DNL/GR
Medium DLL/GR

22. Was well cored? No Yes (Submit analysis)
Was DST run? No Yes (Submit report)
Directional Survey? No Yes (Submit copy)

23. Casing and Liner Record (Report all strings set in well)

Hole Size	Size/Grade	Wt. (#/ft.)	Top (MD)	Bottom (MD)	Stage Cementer Depth	No. of Sk. & Type of Cement	Slurry Vol. (BBL)	Cement Top*	Amount Pulled
26"	20"/J55	94.0	0	735'	-	1025 HLC&C	-	Sur (Cir)	None
17 1/2"	13 3/8"/J55	61.0	0	2236'	-	1075 INT C&C	-	Sur (Cir)	None
12 3/4"	9 5/8"/S95	40.0	0	5168'	3417'	1725 INT C&C	-	Sur (Cir)	None
8 3/4"	7"/P110	26.0	0	11718'	-	1258 PozP	-	UNK	None
6 1/8"	5"/S95	18.0	10,540'	14488'	-	210 H	44.5	10,540' (Cal)	None

24. Tubing Record

Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)
2 7/8" / 2 3/8"	10,587'	10,587'						

25. Producing Intervals

Formation	Top	Bottom	Perforated Interval	Size	No. Holes	Perf. Status
A) Devonian	14,497'	14,597'	Open Hole			
B)						
C)						
D)						

27. Acid, Fracture, Treatment, Cement Squeeze, Etc.

Depth Interval	Amount and Type of Material
	None (Natural Completion)

28. Production - Interval A

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
9/19/03	9/19/03	5	→	0.7	365	0.4	56.2	.612	Flowing
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas : Oil Ratio	Well Status	
Various	SI 4255	50	→	3.7	1870	2	500	Shut-in waiting on pipeline connection.	

28a. Production - Interval B

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas : Oil Ratio	Well Status	
			→						

(See instructions and spaces for additional data on reverse side)

Kiz

Appendix

Plugging and Completion Data from OCD Online

The BTA Oil Producers well HUDSON STATE 8006 JV-P #001Y is listed as an active oil well producing from the Atoka. Data from OCD files (see Appendix) show the well was drilled into the Devonian.

COUNTY LEA Antelope Ridge © Copyrighted. Reproduction Prohibited
NM
 OPR BTA OIL PRODUCERS API 30-025-27363
 NO 1-Y LEASE Hudson State 8006 JV-2 MAP
Sec 11, T23S, R34E CO-ORD
860 FNL, 1980 FWL of Sec 1-2-48 NM
24 mi SE/Halfway SPD 4-14-81 CMP 3-2-82

CSG	WELL CLASS: INIT <u>D</u> FIN <u>DG</u> LSE CODE			
	FORMATION	DATUM	FORMATION	DATUM
<u>30-70-40 sx</u>				
<u>20-1500-2300 sx</u>				
<u>13 3/8-4800-3900 sx</u>				
<u>9 5/8-11,700-3400 sx</u>				
<u>7 5/8 Inr-11,362-12,748-300sx</u>				
<u>5-Inr-12,436-13,410-225 sx</u>				
<u>2 7/8-12,400</u>	ID <u>13,410 (MRRW)</u>		PBD <u>13,380</u>	

IP (Morrow) Perfs 13,240-296 CAOF 5545 MCFGPD. GOR 52,670;
 gty (Gas) .594; (Cond) 48.2; SIWHP 5504; SIBHP 5577

P.L.C. Llanco, Inc.
 CONR Parker #85 OPERATE 3370 GI sub-s

- F.R. 4-13-81
- PD 13,500 RT (Morrow)
- (Replacement well for the #1)
- 4-21-81 Drlg 1495
- 5-4-81 Drlg 2721
- 5-12-81 Drlg 3490
- 5-26-81 Drlg 4113
- 6-2-81 TD 4815; Rng csg
- 6-9-81 Drlg 10,087
- 6-16-81 Drlg 11,700
- 6-23-81 TD 11,705; DOC
- 6-30-81 Drlg 12,014
- 7-7-81 Drlg 12,389
- 7-14-81 Drlg 12,720
- 7-21-81 Drlg 12,762

LEA
BTA OIL PRODUCERS

Antelope Ridge
1-Y Hudson State 8006
JV-P
Sec 11, T23S, R34E

NM
Page #2

7-28-81 Drlg 12,951
8-4-81 Drlg 13,302
8-11-81 TD 13,410; DOC @ 13,362
8-18-81 TD 13,410; PBD 13,380; SI
Perf (Morrow) 13,290-292, 13,294-296
DST (Morrow) 13,290-296 "Tight"
8-25-81 TD 13,410; PBD 13,380; Prep test
Acid (13,290-296) 4000 gals
9-1-81 TD 13,410; PBD 13,380; SI
10-12-81 TD 13,410; PBD 13,380; WOSP
Flow 144 bbl + 4600 MCFGPD in 24 hrs thru 20/64
chk, TP 6985 (13,290-296) 1-2-48 NM

1-4-82 TD 13,410; PBD 13,380; Complete
(Morrow) FOUR POINT GAUGES:
Flwd 389 MCFGPD, chk (NR), 60 mins, TP 5354
Flwd 1030 MCFGPD, chk (NR), 60 mins, TP 5076
Flwd 2215 MCFGPD, chk (NR), 60 mins, TP 4353
Flwd 4093 MCFGPD, chk (NR), 60 mins, TP 2882
LOG TOPS: Rustler 1884, Delaware 5293, Bone
Spring 8392, Wolfcamp 10,529, Strawn 11,718,
Atoka 12,100, Morrow 12,372
BHT 165 deg @ 13,296
1-11-82 COMPLETION ISSUED
3-17-82 RE-ISSUE TO ADD CAOF, FOUR POINT GAUGES, BHT
& P.L.C.

1-2-48 NM
IC 30-025-70188-81

COUNTY LEA FIELD Antelope Ridge STATE NM
 OPR BTA OIL PRODUCERS API 30-025-27363
 NO 1-Y LEASE Hudson State 8006-JV-P MAP
Sec 11, T23S, R34E (COORD)
860 FNL, 1980 FWL of Sec 1-2-48 NM
24 mi SE/Halfway SPD 4-14-81 CMP 9-5-81

CST	WELL CLASS: INIT D FIN DG LSE CODE			
	FORMATION	DATUM	FORMATION	DATUM
30-70-40 sx				
20-1500-2300 sx				
13 3/8-4800-3900 sx				
9 5/8-11,700-3400 sx				
7 5/8-1nr-11,362-12,748-300 sx				
5-1nr-12,436-13,410-225 sx	TD 13,410 (MRRW)		PRD 13,380	
2 7/8-12,400				

IP (Morrow) Perfs 13,290-296 F 4600 MCFGPD. Pot based on 24 hr test thru 20/64 chk. GOR 31,944; gty (Gas) (NR); COND (NR) CP Pkr; TP 6985

UNR Parker #85 OPRVLY 3370 GL sub-s

P.R. 4-13-81
 PD 13,500 RE (Morrow)
 (Replacement well for the #1)
 4-21-81 Drlg 1495
 5-4-81 Drlg 2721
 5-12-81 Drlg 3490
 5-26-81 Drlg 4113
 6-2-81 TD 4815; Rng csg
 6-9-81 Drlg 10,082
 6-16-81 Drlg 11,000
 6-23-81 Drlg 11,700; DOC
 6-30-81 Drlg 12,000
 7-7-81 Drlg 12,569
 7-14-81 Drlg 12,720
 7-21-81 Drlg 12,762
 7-28-81 Drlg 12,951
 8-4-81 Drlg 13,302
 8-11-81 TD 13,410; OX @ 13,362

1-2-48 NM

LEA
BTA OIL PRODUCERS

Antelope Ridge
1-Y Hudson State 8006-JV-
P
Sec 11, T23S,R24E

NM
Page #2

8-18-81 TD 13,410; PBD 13,380; SI
Perf (Morrow) 13,290-292, 13,294-296
DST (Morrow) 13,290-296 "Tight"
8-25-81 TD 13,410; PBD 13,380; Prep test
Acid (13,290-296) 4000 gals
9-1-81 TD 13,410; PBD 13,380; SI
10-12-81 TD 13,410; PBD 13,380; WOSP
Flwd 144 BO + 4600 MCFGPD in 24 hrs thru 20/64
chk, TP 6985 (13,290-296)
1-4-82 TD 13,410; PBD 13,380; Complete
LSD 1884, Costler 1884, Delaware 5293, Bone
Spring 1884, Camp 10,529, Strawn 1,718,
1-2-48 NM

1-4-82 Continued
Spoke 12,100, Morrow 12,372
Will release if additional information is
released
1-9-82 COMPLETION ISSUED

1-2-48 NM
IC 30-025-70188-81

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TRANSPORTER	OIL
	GAS
OPERATOR	
PRORATION OFFICE	

**NEW MEXICO OIL CONSERVATION COMMISSION
REQUEST FOR ALLOWABLE
AND
AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS**

Form C-104
Supersedes Old C-104 and C-110
Effective 1-1-65

I. Operator
Operator: **BTA OIL PRODUCERS**

Address: **104 South Pecos Midland, Texas 79701**

Reason(s) for filing (Check proper box) Other (Please explain)

New Well <input checked="" type="checkbox"/>	Change in Transporter of:	
Recompletion <input type="checkbox"/>	Oil <input type="checkbox"/>	Dry Gas <input type="checkbox"/>
Change in Ownership <input type="checkbox"/>	Casinghead Gas <input type="checkbox"/>	Condensate <input type="checkbox"/>

If change of ownership give name and address of previous owner _____

II. DESCRIPTION OF WELL AND LEASE

12-1-81

Lease Name Hudson-State, 8006 JV-P	Well No. 1-Y	Pool Name, including Formation Antelope Ridge (Morrow)	Kind of Lease State, Federal or Fee State	Lease No. LG1126
Location Unit Letter 'C' ; 1980 Feet From The West Line and 860 Feet From The North				L5394
Line of Section 11	Township 23-S	Range 34-F	NMPM, Lea	County

III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS

Name of Authorized Transporter of Oil <input type="checkbox"/> or Condensate <input checked="" type="checkbox"/>	Address (Give address to which approved copy of this form is to be sent)
PHILLIPS PETROLEUM COMPANY - Trucks	4001 Penbrook, Odessa, TX 79762
Name of Authorized Transporter of Casinghead Gas <input type="checkbox"/> or Dry Gas <input type="checkbox"/>	Address (Give address to which approved copy of this form is to be sent)
Llano, Inc.	P. O. Box 1320 Hobbs, New Mexico 88240
If well produces oil or liquids, give location of tanks.	Unit Sec. Twp. Rge. Is gas actually connected? When
	'C' 11 23-S 34-E

If this production is commingled with that from any other lease or pool, give commingling order number: _____

IV. COMPLETION DATA

Designate Type of Completion - (X)	Oil Well	Gas Well	New Well	Workover	Deepen	Plug Back	Same Resrv.	Diff. Resrv.
		X	X					
Date Spudded 4/18/81	Date Compl. Ready to Prod. 8/19/81	Total Depth 13,410'		P.B.T.D. 13,380'				
Elevations (DF, RKB, RT, GR, etc.) 3370' GR	Name of Producing Formation Morrow	Top Oil/Gas Pay 13,240'		Tubing Depth 12,400'				
Perforations 13,240' - 13,296'				Depth Casing Shoe 13,410'				

TUBING, CASING, AND CEMENTING RECORD

HOLE SIZE	CASING & TUBING SIZE	DEPTH SET	SACKS CEMENT
26"	20"	1500'	2300
17-1/2"	13-3/8"	4800'	3900
12-1/4"	9-5/8"	11700' DV@5483'	3400
8-1/2"	7-5/8" liner	11362' - 12748'	300 (See back of form)

V. TEST DATA AND REQUEST FOR ALLOWABLE OIL WELL

(Test must be after recovery of total volume of load oil and must be equal to or exceed top allowable for this depth or be for full 24 hours)

Date First New Oil Run To Tanks	Date of Test	Producing Method (Flow, pump, gas lift, etc.)	
Length of Test	Tubing Pressure	Casing Pressure	Choke Size
Actual Prod. During Test	Oil-Bbls.	Water-Bbls.	Gas-MCF

GAS WELL

Actual Prod. Test-MCF/D 4600	Length of Test 24 hrs.	Bbls. Condensate/MMCF 31.3	Gravity of Condensate 56
Testing Method (pilot, back pr.) Venting	Tubing Pressure (Shut-in) 6985	Casing Pressure (Shut-in) Pkr.	Choke Size 20/64"

VI. CERTIFICATE OF COMPLIANCE

I hereby certify that the rules and regulations of the Oil Conservation Commission have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

Bob K. Newland

Regulatory Administrator
(Title)
9/16/81
(Date)

OIL CONSERVATION COMMISSION

APPROVED **FEB 11 1982**, 19____
BY _____
TITLE _____

This form is to be filed in compliance with RULE 1104.
If this is a request for allowable for a newly drilled or deepened well, this form must be accompanied by a tabulation of the deviation tests taken on the well in accordance with RULE 111.
All sections of this form must be filled out completely for allowable on new and recompleted wells.
Fill out only Sections I, II, III, and VI for changes of owner, well name or number, or transporter, or other such change of condition.
Separate Forms C-104 must be filed for each pool in multiply completed wells.

TUBING, CASING, AND CEMENTING RECORD

<u>Hole Size</u>	<u>Casing & Tubing Size</u>	<u>Depth Set</u>	<u>Sacks Cement</u>
6-1/2"	5" Liner	12436' - 13410'	225
6-1/2"	2-7/8" Tubing	12400'	- -

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NEW MEXICO OIL CONSERVATION COMMISSION
WELL COMPLETION OR RECOMPLETION REPORT AND LOG

State Fee

5. State Oil & Gas Lease No.
L 5394 & LG 1126

7. Unit Agreement Name

8. Farm or Lease Name
Hudson-State, 8006 JV-P

9. Well No.
1-Y

10. Field and Pool, or Wildcat
Antelope Ridge (Morrow)

Correction

3. TYPE OF WELL
OIL WELL GAS WELL DRY OTHER _____

b. TYPE OF COMPLETION
NEW WELL WORK OVER DEEPEN PLUG BACK DIFF. RESVR. OTHER _____

4. Name of Operator
BTA OIL PRODUCERS

6. Address of Operator
104 South Pecos Midland, Texas 79701

7. Location of Well

INITIAL LETTER 'C' LOCATED 1980 FEET FROM THE West LINE AND 860 FEET FROM _____

8. Township
North LINE OF SEC. 11 TWP. 23-S RGE. 34-E

15. Date Spudded 4/18/81

16. Date T.D. Reached 8/5/81

17. Date Compl. (Ready to Prod.) 8/19/81

18. Elevations (DF, KKB, RI, GR, etc.) 3370' GR

19. Elev. Casinghead 3380' GR

20. Total Depth 13410'

21. Plug Back T.D. 13380'

22. If Multiple Compl., How Many - -

23. Intervals Drilled By Rotary Tools Cable Tools
X

24. Producing interval(s), of this completion - Top, Bottom, Name
13,240' - 13,296' (Morrow)

25. Was Directional Survey Made No

26. Type Electric and Other Logs Run
GR-CNL- FEC & DI-SFL

27. Was Well Cored No

28. CASING RECORD (Report all strings set in well)

CASING SIZE	WEIGHT LB. FT.	DEPTH SET	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
20"	94#	1500'	26"	2300 SX	Circ.
13-3/8"	54.5, 61, 68 & 72#	4800'	17 1/2"	3900 SX	TOC @ 130'
9-5/8"	47 & 53.5#	11700'	12 1/4"	3400 SX	- -
DV Tool @ 5483'					

29. LINER RECORD

SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN	SIZE	DEPTH SET	PACKER SET
7-5/8"	11362'	12748'	300		2-7/8"	12400'	12400'
5"	12436'	13410'	225				

31. Perforation Record (Interval, size and number)

DEPTH INTERVAL	AMOUNT AND KIND MATERIAL USED
13,240' - 13,296'	A/4000 gal. 15% MS Type HCL
13,240' - 13,296' (2" 13 holes)	

32. ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC.

33. PRODUCTION

Date First Production 8/19/81

Production Method (Flowing, gas lift, pumping - Size and type pump) Flowing

Well Status (Prod. or Shut-in) Shut-In

Date of Test 9/5/81	Hours Tested 24	Choke Size 20/64"	Prod'n. For Test Period	Oil - Ebl. 144	Gas - MCF 4600	Water - Bbl.	Gas - Oil Ratio 31.94
Flow Tubing Press. 1800	Casing Pressure Pkr	Calculated 24-Hour Rate	Oil - Bbl. 144	Gas - MCF 4600	Water - Bbl.	Oil Gravity - API (Corr.) 56.0	

34. Disposition of Gas (Sold, used for fuel, vented, etc.)
SI Pending Connection (Vented for Test)

Test Witnessed By

35. List of Attachments
Log, C-103, Inclination Survey, & C-104 (C-122 & C-122D will be filed upon connection)

36. I hereby certify that the information shown on both sides of this form is true and complete to the best of my knowledge and belief.

SIGNED Bob K. Newland TITLE Regulatory Administrator DATE 9/16/81

This form is to be filed with the appropriate District Office of the Commission not later than 20 days after the completion of any newly-drilled or deepened well. It shall be accompanied by one copy of all electrical and radio-activity logs run on the well and a summary of all special tests conducted, including drill stem tests. All depths reported shall be measured depths. In the case of directionally drilled wells, true vertical depths shall also be reported. For multiple completions, items 30 through 34 shall be reported for each zone. The form is to be filed in quintuplicate except on state land, where six copies are required. See Rule 1105.

INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

Southeastern New Mexico

Northwestern New Mexico

- | | | | |
|-----------------------------|------------------------------|-----------------------------|-------------------------|
| T. Anhy _____ 1884 | T. Canyon _____ | T. Ojo Alamo _____ | T. Penn. "B" _____ |
| T. Salt _____ | T. Strawn _____ 11718 | T. Kirtland-Fruitland _____ | T. Penn. "C" _____ |
| B. Salt _____ | T. Atoka _____ 12100 | T. Pictured Cliffs _____ | T. Penn. "D" _____ |
| T. Yates _____ | T. Miss _____ | T. Cliff House _____ | T. Leadville _____ |
| T. 7 Rivers _____ | T. Devonian _____ | T. Menefee _____ | T. Madison _____ |
| T. Queen _____ | T. Silurian _____ | T. Point Lookout _____ | T. Elbert _____ |
| T. Grayburg _____ | T. Montoya _____ | T. Mancos _____ | T. McCracken _____ |
| T. San Andres _____ | T. Simpson _____ | T. Gallup _____ | T. Ignacio Qtzite _____ |
| T. Glorieta _____ | T. McKee _____ | Base Greenhorn _____ | T. Granite _____ |
| T. Paddock _____ | T. Ellenburger _____ | T. Dakota _____ | T. _____ |
| T. Blinbry _____ | T. Gr. Wash _____ | T. Morrison _____ | T. _____ |
| T. Tubb _____ | T. Granite _____ | T. Todilto _____ | T. _____ |
| T. Drinkard _____ | T. Delaware Sand _____ 5293' | T. Entrada _____ | T. _____ |
| T. Abo _____ | T. Bone Springs _____ 8392' | T. Wingate _____ | T. _____ |
| T. Wolfcamp _____ 10529' Lm | T. Morrow LS _____ 12372 | T. Chinle _____ | T. _____ |
| T. Wolfcamp _____ 10683' SH | T. Morrow SH _____ 12868' | T. Permian _____ | T. _____ |
| T. Cisco (Bough C) _____ | T. Morrow "A" _____ 13038' | T. Penn. "A" _____ | T. _____ |
| | T. Morrow "C" _____ 13228' | | |

OIL OR GAS SANDS OR ZONES

- | | |
|--|----------------------------|
| No. 1, from _____ 12100' _____ to _____ 12190' _____ | No. 4, from _____ to _____ |
| No. 2, from _____ 12812' _____ to _____ 13296' _____ | No. 5, from _____ to _____ |
| No. 3, from _____ to _____ | No. 6, from _____ to _____ |

IMPORTANT WATER SANDS

Include data on rate of water inflow and elevation to which water rose in hole.

- | | |
|---------------------------------|-------|
| No. 1, from _____ to _____ feet | _____ |
| No. 2, from _____ to _____ feet | _____ |
| No. 3, from _____ to _____ feet | _____ |
| No. 4, from _____ to _____ feet | _____ |

FORMATION RECORD (Attach additional sheets if necessary)

From	To	Thickness in Feet	Formation	From	To	Thickness in Feet	Formation
1884	5293		Anhydrite, Salt, Red Shale				
5293	8392		Del. Sand, Limestone, Sandstone, Shale Dolomite				
8392	10529		Bone Springs, Limestone, Shale, Sandstone, Chert				
10529	10683		Wolfcamp Shale, Sandstone shale, Limestone,				
10683	11718		Strawn, Limestone, Sand, Trace Chert				
11718	12100		Atoka, Shale, Limestone, Chert				
12100			Morrow, Limestone, Shale, Chert, Sand.				

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 CONSERVATION DIV

Appendix

Plugging and Completion Data from OCD Online

The Caza Ridge 14 State 001 (SWD) was never drilled, but OCD issued an APD and Order for the proposed SWD to a depth of 13,543.

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

HOBBS OCD

State of New Mexico
Energy Minerals and Natural Resources

Form C-101
June 16, 2008

JAN 17 2012

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

Submit to appropriate District Office

AMENDED REPORT

RECEIVED

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

Operator Name and Address CAZA OPERATING, LLC. 200 NORTH LORAIN SUITE 1550 MIDLAND, TEXAS 79701		OGRID Number 249099
		API Number 30-025-26692

Property Code 39020	Property Name CAZA RIDGE "14" STATE	Well No. 1H
Proposed Pool 1 Antelope WILDGAT Ridge Bone Spring #22057		Proposed Pool 2

Surface Location									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
J	14	23S	34E		1980'	SOUTH	1980'	EAST	LEA

Proposed Bottom Hole Location If Different From Surface									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	14	23S	34E		330'	NORTH	1980'	EAST	LEA

Additional Well Information				
Work Type Code E	Well Type Code O	Cable/Rotary ROTARY	Lease Type Code S	Ground Level Elevation 3366'
Multiple NO	Proposed Depth TVD-11,227	Formation MD-14,033	Contractor	Spud Date WHEN APPROVED

(Casing set originally) ²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
26"	20"	94	677'	450 Sx.	Surface
17 1/2"	13 3/8"	68 & 72#	4900'	5400 Sx.	Surface
12 1/2"	9 5/8"	47 & 53.5#	11,713'	3300 Sx.	
8 1/2"	7 5/8" Liner	39#	11,298-13,542'	350 Sx	

²² Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

SEE ATTACHED SHEETS FOR DETAIL

**Permit Expires 2 Years From Approval
Date Unless Drilling Underway
Re-Entry**

Signature: <i>Joe T. Janica</i>	OIL CONSERVATION DIVISION	
	Approved by: <i>[Signature]</i>	
Printed name: Joe T. Janica	Title: PERMITTING ENGINEER	
Title: Permit Eng.	Approval Date:	Expiration Date:
E-mail Address: joejanica@valornet.com	JAN 19 2012	
Date: 01/16/12	Phone: 575-391-8503	Conditions of Approval Attached <input type="checkbox"/>

JAN 23 2012
COT

District I
1625 N French Dr, Hobbs, NM 88240
Phone (575) 393-6161 Fax (575) 393-0720
District II
811 S First St., Artesia, NM 88210
Phone (575) 748-1283 Fax (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone (505) 334-6178 Fax (505) 334-6170
District IV
1220 S St Francis Dr., Santa Fe, NM 87505
Phone (505) 476-3460 Fax (505) 476-3462

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

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-26692	² Pool Code 2205	³ Pool Name Antelope Ridge; WILDCAT-BONE SPRING ; North
⁴ Property Code 39020	⁵ Property Name CAZA RIDGE ; "14" STATE	
⁷ OGRID No. 249099	⁸ Operator Name 3366' GL	

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
J	14	23S	34E		1980'	SOUTH	1980'	EAST	LEA

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	14	23S	34E		330'	NORTH	1980'	EAST	LEA

¹² Dedicated Acres 120	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
--------------------------------------	-------------------------------	----------------------------------	-------------------------

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

<p>¹⁶</p>	<p>¹⁷ OPERATOR CERTIFICATION</p> <p><i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order hereinafter entered by the division.</i></p> <p>Signature: <i>Joe T. Janica</i> Date: 01/16/12</p> <p>Printed Name: Joe T. Janica</p> <p>E-mail Address: joejanica@valornet.com</p>
	<p>¹⁸ SURVEYOR CERTIFICATION</p> <p><i>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 belief</i></p> <p>Date of Survey:</p> <p>Signature and Seal of Professional Surveyor:</p> <p>Certificate Number:</p>

CAZA OPERATING, LLC.
CAZA RIDGE "14" STARW #1H
"Formerly" BTA - Ridge 8006 JV-P # 1H-ReEntry
Original API 30 025 26692
1980 FSL & 1980 FEL, Sec 14, T-23-S, R-34-E
Lea County, New Mexico
Field = Antelope Ridge, Bone Springs #(2200)
Bone Spring Test

ReEntry Job summary:

Locate Dry Hole Marker. Improve location. Closed Loop system planned. Install Head 13 5/8" 5M Head. Clean out 9.625" casing to Wolfcamp interval. Set wireline CIBP @ 11,450 ft. Run CBL in 9.625" casing to locate Cement Top. Squeeze if necessary. Run Neutron/GR Correlation log. Run Gyro. Run 7" Casing from Surface to PBTD ± 11,450 ft. Cement Casing. Do Directional plan. Assume North KOP. Set Whipstock on positioned above CIBP. Cut window & drill curve w/ 6.125" bit. Drill Lateral with 6.125" bit to limits of section. Run 4 ½" production liner & cement to top of liner @ ± 10,500ft. Do Sleeve/Acid soluble cement job on lateral. 10-15 stage Frac. Put well on Rod Pump. Build Facility.

WELL HEAD:

TUBING SPOOL 13.375 INCH SOW Hd X 13.625 5M Flange.

CASING DETAIL SUMMARY: See Attached Schematic.

ReEntry Procedure

Locate Low Pressure Gas Processing Gathering Line

1. Locate Dry hole marker. Prepare location for Small Drilling Rig. Set cellar. Install well head on 13.375" (13.375 SOW X 13.625" 5M) casing.
2. MIRU Drilling tools. Install 13.625" 5K BOPE. Test Well head & BOPE to 2500 psi.
3. No pits allowed in NM. Use circulating steel tanks for storage of cuttings & fluids.
4. P/U 12.25" Bit & BHA. Clean out 13.375" Csg to 9.625" casing stub @ 1380 ft. Circulate clean & POH.
5. Test 9.625" casing stub/13.375" casing for integrity. Assuming okay.
6. P/U 8.5" bit & BHA. TIH to 9.625" stub. Work into stub & Clean out cement plugs to 7 5/8" liner top @ 11,289 ft. POH.

CAZA OPERATING, LLC.
CAZA RIDGE "14" STATE #1H
"Formerly" BTA - Ridge 8006 JV-P # 1H-ReEntry
Original API 30 025 26692
1980 FSL & 1980 FEL, Sec 14, T-23-S, R-34-E
Lea County, New Mexico
Field = Antelope Ridge, Bone Springs #(2200)
Bone Spring Test

7. RIH w/ Cement Retainer & set @ $\pm 11,250$ ft. POH L/D 4 ½" DP.
8. RIH P/U 7" 26# P-110 Casing to Retainer @ 11,250 ft
9. Cement Casing in place with cement top estimated @ ± 6500 ft.
10. N/D BOPE. Install "B" Section (13.625"5M x 7.0625" 10M) Spool: Test Spool.
11. RIH to cement w/ 3 ½" rental DP & BHA to cement. Clean out to PBSD "Float collar" of $\pm 11,200$ ft.
12. R/U and run wireline gyro from PBSD to surface.
13. POH w/ 3 ½" DP & BHA. Run Correlation Neutron/Gamma/CCL log. Set wireline CIBP @ KOP ± 10850 ft.
14. RIH w/ Drill String & Confirm good set of CIBP. POH w/ Drill String.
15. RIH w/ Knight Window Whipstock and orient to a Northerly Direction. Cut Window in 7" & 9.625" casing. POH w/ mill. May take several mills to get good clean window.
16. RIH w/ 6.125" bit & BHA "Directional" . Drill Curve from \pm KOP 10,845 in Northerly Direction to TVD of 11,227 ft. BHL should be 330 FNL & 1980 FEL same section. MD should be $\pm 14,033$ ft.
17. POH L/D Drill string. Return Rental pipe.
18. RIH w/ 4 ½" 11.6 # P-110 Production Liner. With sleeve hardware & packer type hanger. Run BTC couplings through curve & lateral.
19. Cement 4 ½" liner with acid soluble cement to 200 ft above hanger. Circulate out cement above hanger.
20. POH w/ hanger setting tool.
21. RIH w/ clean out tool and clean out Top of Liner.
22. Test Liner top.

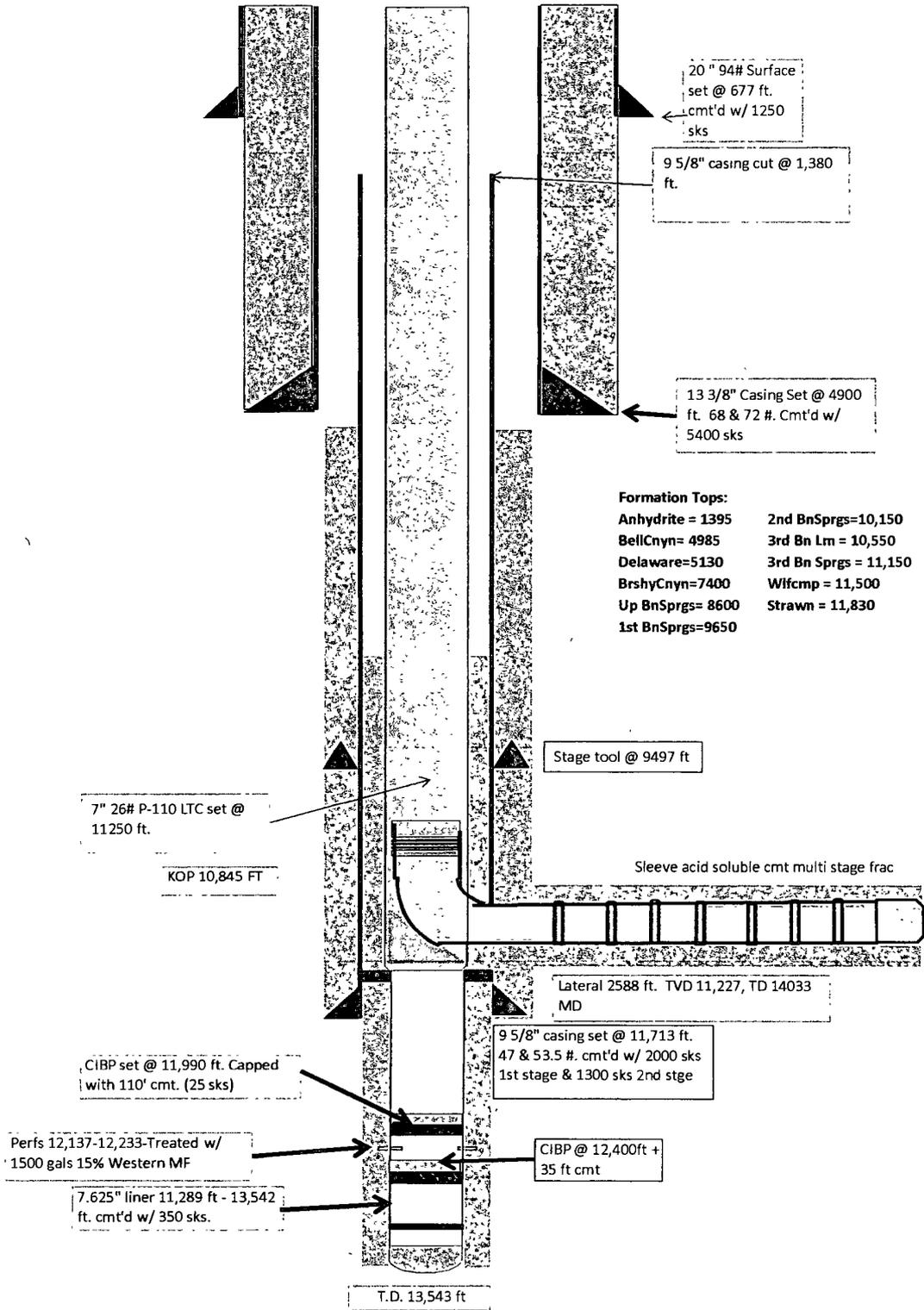
CAZA OPERATING, LLC.
CAZA RIDGE "14" STATE #1H

"Formerly" BTA - Ridge 8006 JV-P # 1H-ReEntry
Original API 30 025 26692
1980 FSL & 1980 FEL, Sec 14, T-23-S, R-34-E
Lea County, New Mexico
Field = Antelope Ridge, Bone Springs #(2200)
Bone Spring Test

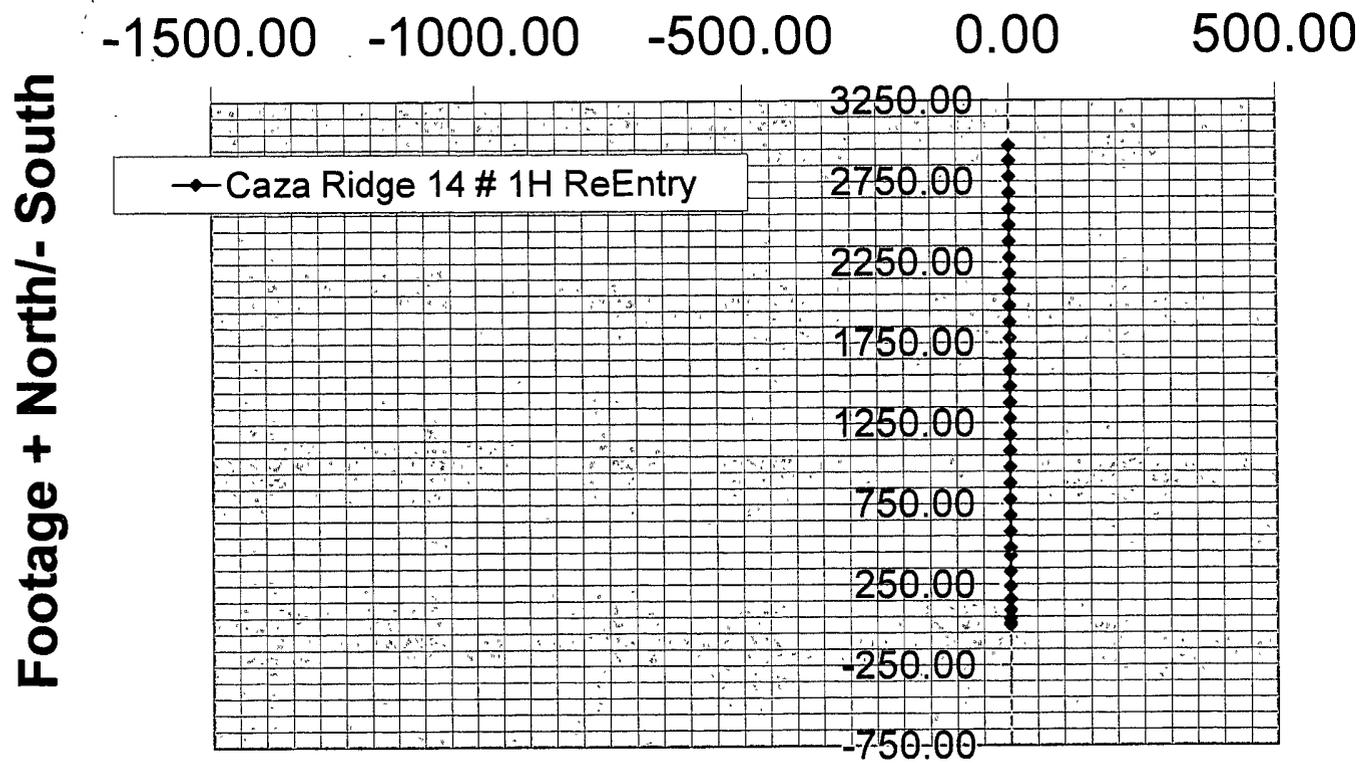
23. POH/L/D rental DP.
24. Install Dry H flange.
25. R/D M/O Drilling Tools
26. Set Anchors. MIRU Well Service unit.
27. RIH w/ 4 3/4" bit & scrapper on 2 7/8" L-80 tubing to PBTD ± 10,500 ft. Circulate hole clean. Displace w/ 2% KCL FW. POH w/ tubing.
28. N/D BOPE & N/U Frac Tree.
29. R/U Frac Equipment. Perform Stage frac as per design.
30. Flowback frac load until well is dead or set Wireline RBP to N/D Frac stack.
31. N/U BOPE. RIH w/ RBP retrieving tool. Retrieve RBP.
32. Clean out excess sand in lateral. Coil may be need for this operation.
33. RIH w/ Production tubing.
34. RIH w/ rods & Pump.
35. Set 640 pumping unit with Gas engine.
36. Pump back frac load to test.
37. Build Battery based on Test. Locate Low Pressure gas sales line.

Caza Ridge 14 # 1H ReEntry
 1980 FSL & 1980 FEL, Sec 14, T23S, R34E
 Lea County, New Mexico

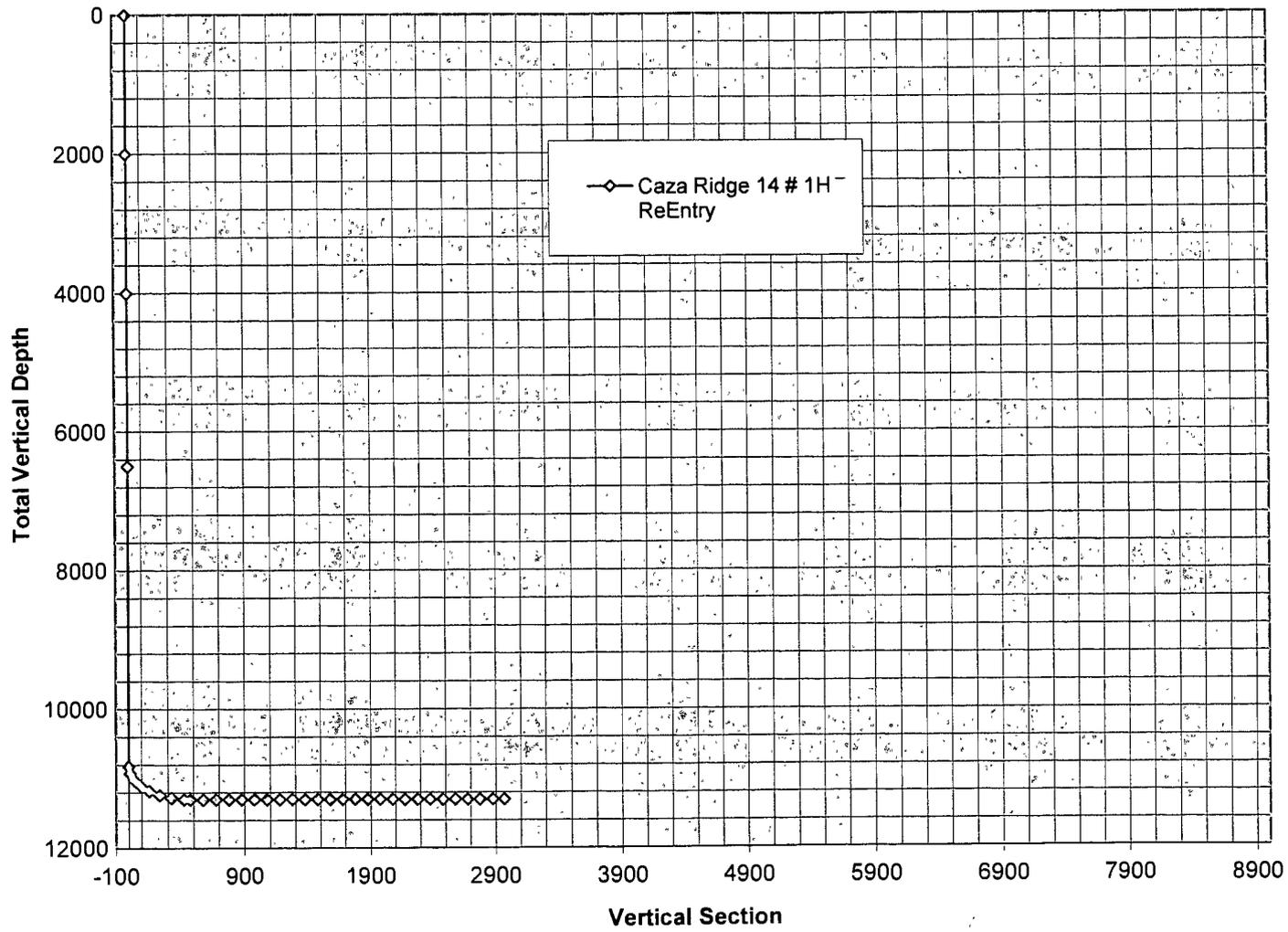
GL Elevation 3366. RKB 3398



Horizontal Plane Footage +East/-West



Caza Ridge 14 # 1H ReEntry



Caza Ridge 14 #1H-ReEntry

COPYRIGHT 1990 MITCHELL ENGINEERING, PO BOX 1492 GOLDEN, CO, 80402, USA (303) 273 3744

LONG'S METHOD OF SURVEY COMPUTATION

OBLIQUE CIRCULAR ARC INTERPOLATION

6000	MD OF INTERPOLATION DEPTH,(feet)
#N/A	TVD COORDINATE OF THE DEPTH (feet)
#N/A	N/S COORDINATE OF DEPTH (feet)
#N/A	E/W COORDINATE OF DEPTH (feet)

3 D DISTANCE BETWEEN STATION A AND STATION B

DISTANCE TABLE

STATION A	STATION B
400.00	600.00
300.00	400.00
100.00	300.00
300.00	ft

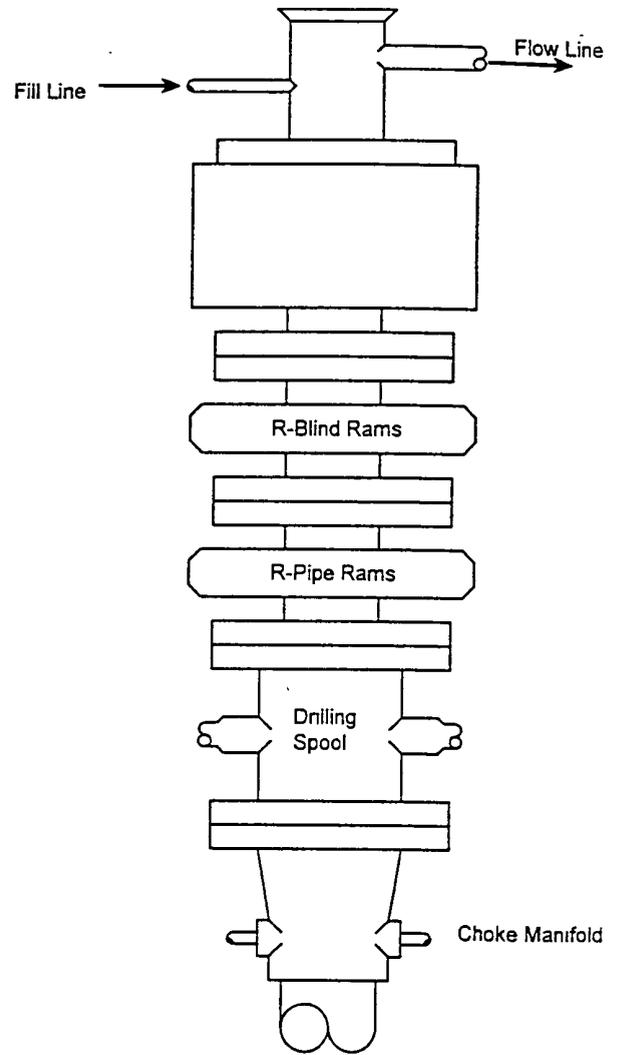
TABLE OF SURVEY STATIONS

Calculator =

STA #	ΔMD ft	INCL deg	AZIM deg	MD ft	TVD ft	N+S-ft	E+W-ft	DLS deg/100FT
1	TIE POINT =>	0	0	10823.00	10823.00	0.00	0.00	-
2	100	12	0	10923.00	10922.27	10.43	0.00	12.00
3	100	24	0	11023.00	11017.20	41.28	0.00	12.00
4	100	36	0	11123.00	11103.65	91.19	0.00	12.00
5	100	48	0	11223.00	11177.83	157.98	0.00	12.00
6	100	60	0	11323.00	11236.50	238.73	0.00	12.00
7	100	72	0	11423.00	11277.10	329.92	0.00	12.00
8	100	84	0	11523.00	11297.85	427.56	0.00	12.00
9	50	90	0	11573.00	11300.46	477.46	0.00	12.00
10	100	90	0	11673.00	11300.46	577.46	0.00	0.00
11	100	90	0	11773.00	11300.46	677.46	0.00	0.00
12	100	90	0	11873.00	11300.46	777.46	0.00	0.00
13	100	90	0	11973.00	11300.46	877.46	0.00	0.00
14	100	90	0	12073.00	11300.46	977.46	0.00	0.00
15	100	90	0	12173.00	11300.46	1077.46	0.00	0.00
16	100	90	0	12273.00	11300.46	1177.46	0.00	0.00
17	100	90	0	12373.00	11300.46	1277.46	0.00	0.00
18	100	90	0	12473.00	11300.46	1377.46	0.00	0.00
19	100	90	0	12573.00	11300.46	1477.46	0.00	0.00
20	100	90	0	12673.00	11300.46	1577.46	0.00	0.00
21	100	90	0	12773.00	11300.46	1677.46	0.00	0.00
22	100	90	0	12873.00	11300.46	1777.46	0.00	0.00
23	100	90	0	12973.00	11300.46	1877.46	0.00	0.00
24	100	90	0	13073.00	11300.46	1977.46	0.00	0.00
25	100	90	0	13173.00	11300.46	2077.46	0.00	0.00
26	100	90	0	13273.00	11300.46	2177.46	0.00	0.00
27	100	90	0	13373.00	11300.46	2277.46	0.00	0.00
28	100	90	0	13473.00	11300.46	2377.46	0.00	0.00
29	100	90	0	13573.00	11300.46	2477.46	0.00	0.00
30	100	90	0	13673.00	11300.46	2577.46	0.00	0.00
31	100	90	0	13773.00	11300.46	2677.46	0.00	0.00
32	100	90	0	13873.00	11300.46	2777.46	0.00	0.00
33	100	90	0	13973.00	11300.46	2877.46	0.00	0.00
34	92	90	0	14065.00	11300.46	2969.46	0.00	0.00
35								
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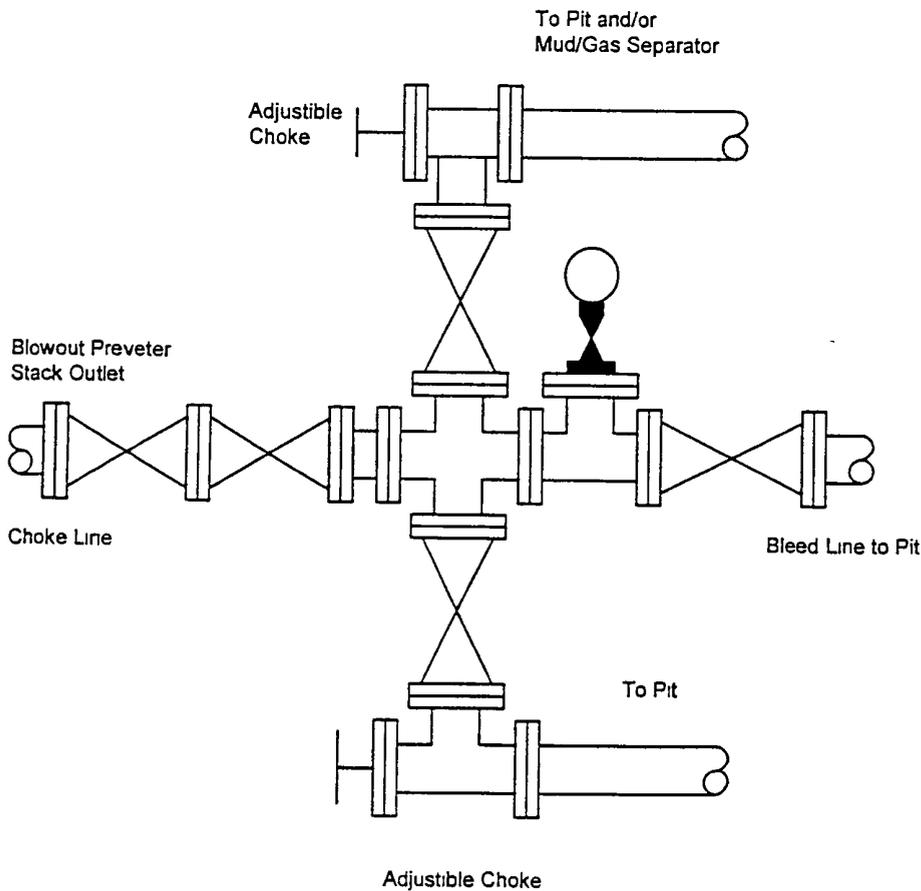
BLOWOUT PREVENTER SYSTEM

5000 PSI



Type 1500 SERIES
5000 psi WP

Choke Manifold Assembly for 5M WP System



District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II
811 S. First St., Artesia, NM 88210
Phone: (505) 748-1283 Fax: (575) 748-9720

District III
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Phone: (505) 334-6178 Fax: (505) 334-6170

District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-101
Revised July 18, 2013

AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

¹ Operator Name and Address BTA Oil Producers, LLC 104 S Pecos Midland, TX 79701	² OGRID Number 260297
	³ API Number 30-025-26692
⁴ Property Code 318087	⁵ Property Name Ridge SWD 8006 JV-P
	⁶ Well No. 1

⁷ Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County
J	14	23S	34E		1980	South	1980	East	Lea

⁸ Proposed Bottom Hole Location

UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County

⁹ Pool Information

Pool Name SWD;DEVONIAN-SILURIAN	Pool Code 97869
------------------------------------	--------------------

Additional Well Information

SWD-1672

¹¹ Work Type P	¹² Well Type S	¹³ Cable/Rotary	¹⁴ Lease Type S	¹⁵ Ground Level Elevation 3366
¹⁶ Multiple No	¹⁷ Proposed Depth 17300'	¹⁸ Formation	¹⁹ Contractor	²⁰ Spud Date
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

We will be using a closed-loop system in lieu of lined pits

²¹ Proposed Casing and Cement Program

SWD-1672

Type	Hole Size	Casing Size	Casing Weigh/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surface	26"	20"	94#	677'	1250	Surface
Intl	17-1/2"	13-3/8"	68# & 72#	4900'	5400	Surface
Prod	12-1/4"	9-5/8"	47# & 53.5#	11713'	3300	Surface
Liner	8-1/2"	7-5/8"	39#	14838'	300	
Open	6-1/2"			17300'		

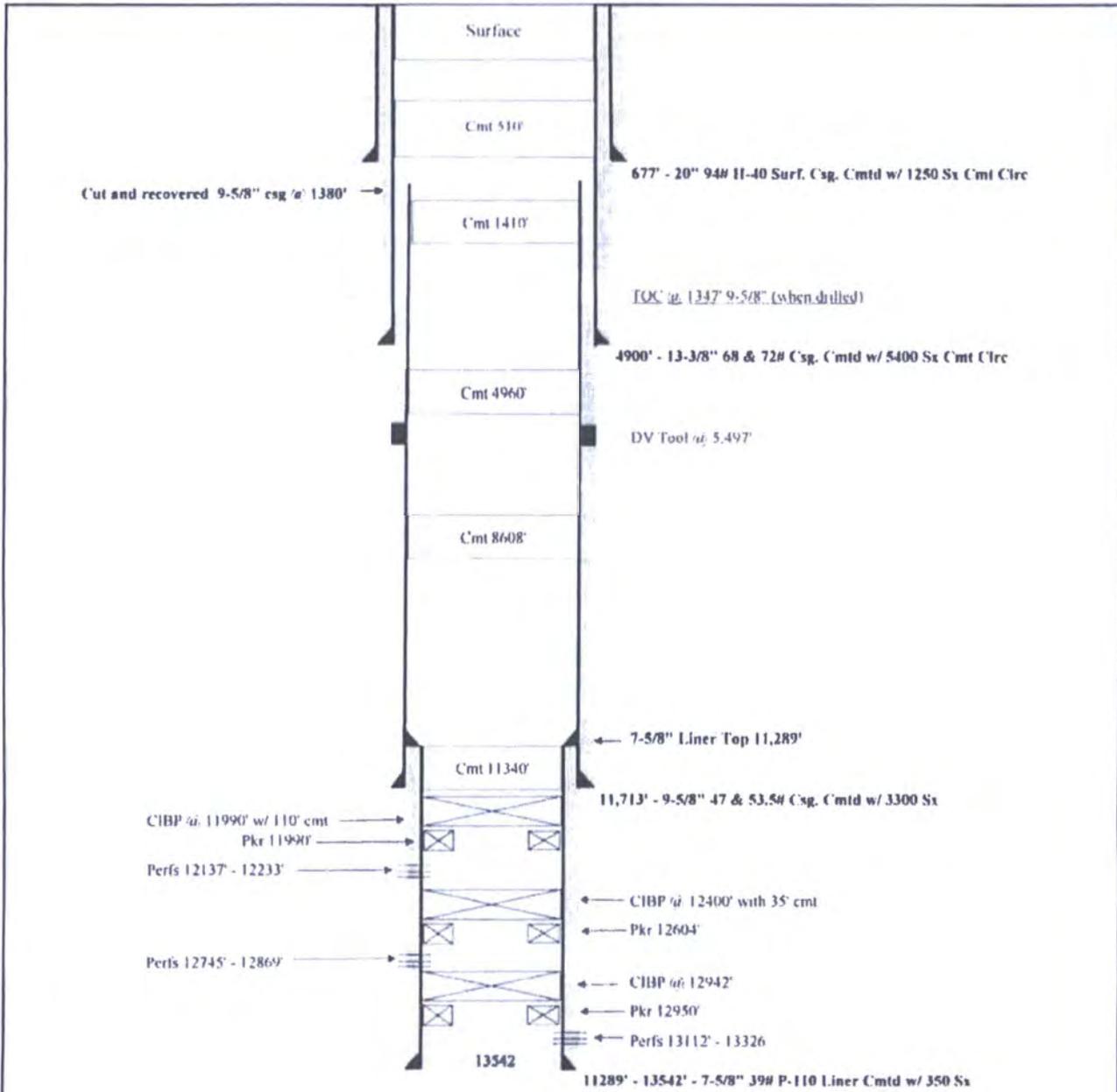
Casing/Cement Program: Additional Comments

See attached Proposed Re-enter Wellbore and Procedure to Convert. C-108 was submitted and approved.

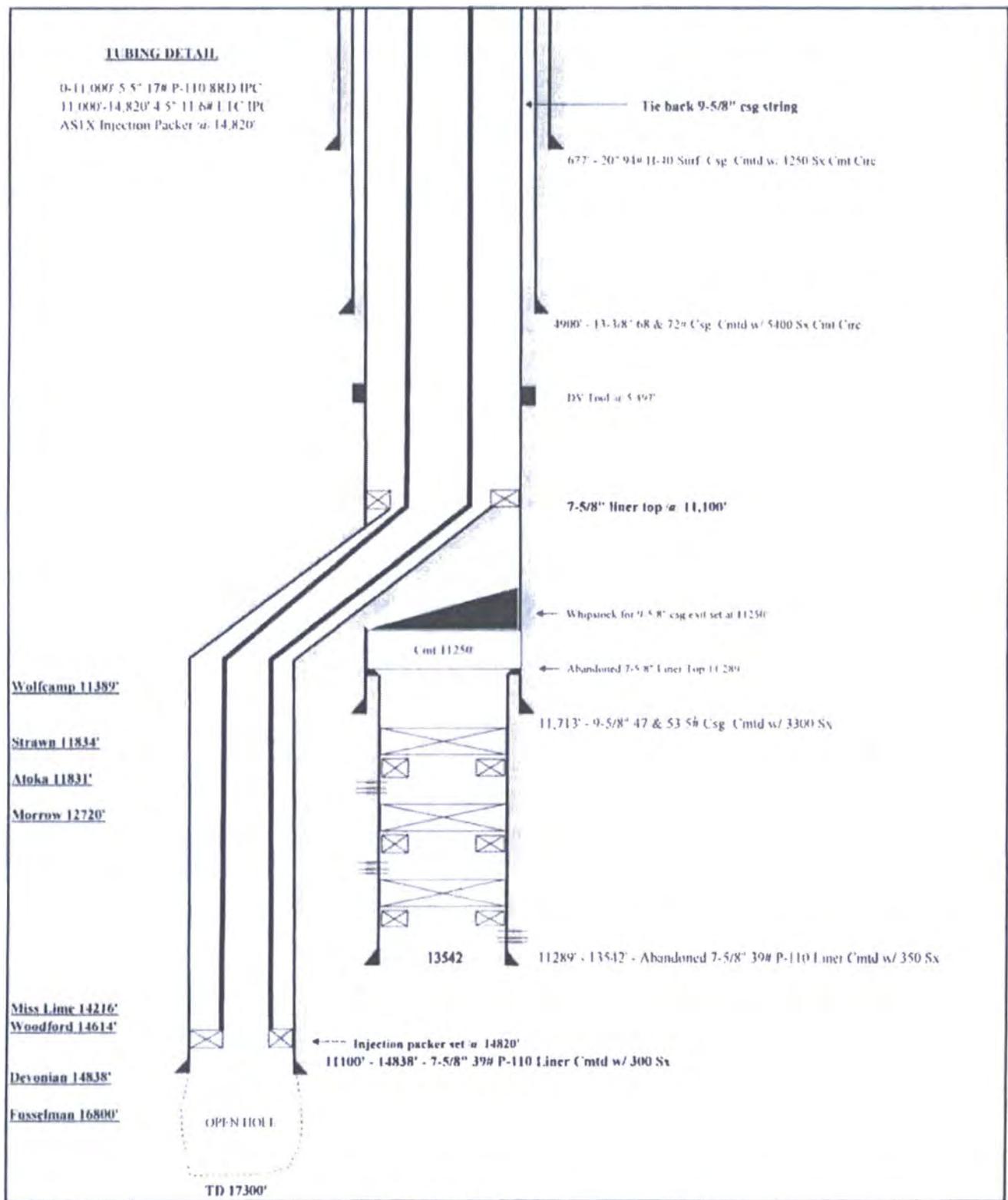
²² Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Annular	5000	5000	

²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that I have complied with 19.15.14.9 (A) NMAC <input checked="" type="checkbox"/> and/or 19.15.14.9 (B) NMAC <input checked="" type="checkbox"/> , if applicable. Signature: Kayla McConnell	OIL CONSERVATION DIVISION Approved By: Title: Petroleum Engineer
Printed name: Kayla McConnell Title: Regulatory Analyst E-mail Address: kmcconnell@btaoil.com Date: 6/19/2017	Approved Date: 06/19/17 Expiration Date: 06/19/19 Conditions of Approval Attached
Phone: 432-682-3753	



REVISED	P&A WELLBORE		DRAWN	DATE
	LEASE:	8003 JV-P RIDGE #1	NE	3/22/2017
	FIELD:			
	LOCATION:	Sec 14, T23S-R34E		
	COUNTY:	LEA STATE: NEW MEXICO		
		BTA OIL PRODUCERS, LLC		



REVISED	PROPOSED WELLBORE		DRAWN	DATE
	LEASE: 8003 JV-P RIDGE #1		NE	3/22/2017
	FIELD:			
	LOCATION: Sec 14, T23S-R10E			
	COUNTY: LJA	STATE: NEW MEXICO		
	FORMATION: DEVONIAN			
		BTA OIL PRODUCER, LLC		

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Ken McQueen
Cabinet Secretary

Matthias Sayer
Deputy Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



Administrative Order SWD-1672
May 5, 2017

ADMINISTRATIVE ORDER
OF THE OIL CONSERVATION DIVISION

Pursuant to the provisions of Division Rule 19.15.26.8B. NMAC, BTA Oil Producers, LLC (the "operator") seeks an administrative order for its 8006 JV-P Ridge SWD Well No. 1 with a location of 1980 feet from the South line and 1980 feet from the East line, Unit J of Section 14, Township 23 South, Range 34 East, NMPM, Lea County, New Mexico, for the purpose of commercial disposal of produced water.

THE DIVISION DIRECTOR FINDS THAT:

The application has been duly filed under the provisions of Division Rule 19.15.26.8B. NMAC and satisfactory information has been provided that affected parties as defined in said rule have been notified and no objections have been received within the prescribed waiting period. The applicant has presented satisfactory evidence that all requirements prescribed in Rule 19.15.26.8 NMAC have been met and the operator is in compliance with Rule 19.15.5.9 NMAC.

IT IS THEREFORE ORDERED THAT:

The applicant, BTA Oil Producers, LLC (OGRID 260297), is hereby authorized to utilize its 8006 JV-P Ridge SWD Well No. 1 (API 30-025-26692) with a location of 1980 feet from the South line and 1980 feet from the East line, Unit J of Section 14, Township 23 South, Range 34 East, NMPM, Lea County, for disposal of oil field produced water (UIC Class II only) through an open-hole interval consisting of the Devonian and Silurian formations from 14838 feet to approximately 17300 feet.

Injection will occur through internally-coated, 5-1/2-inch or smaller tubing inside the surface and intermediate casings, **and a tapered 4-1/2-inch tubing inside the liner**. Further, a packer shall be set within 100 feet of the top of the open-hole interval.

This permit does not allow disposal into the Ellenburger formation (lower Ordovician) or lost circulation intervals directly on top and obviously connected to this formation. The operator shall provide logs and a mudlog over the proposed interval which verify that only the permitted interval is completed for disposal.

IT IS FURTHER ORDERED THAT:

The operator shall run a CBL (or equivalent) across the 7-5/8-inch liner from approximately 10500 feet to 14838 or from approximately 500 feet from the top of liner to the top of the Devonian formation whichever is greater, to demonstrate good cement across the liner.

The operator shall take all steps necessary to ensure that the disposed water enters only the approved disposal interval and is not permitted to escape to other formations or onto the surface. This includes the completion and construction of the well as proposed in the application and, if necessary, as modified by the District Supervisor.

After installing tubing, the casing-tubing annulus shall be loaded with an inert fluid and equipped with a pressure gauge or an approved leak detection device in order to determine leakage in the casing, tubing, or packer. The casing shall be pressure tested from the surface to the packer setting depth to assure casing integrity.

The well shall pass an initial mechanical integrity test ("MIT") prior to initially commencing disposal and prior to resuming disposal each time the disposal packer is unseated. All MIT procedures and schedules shall follow the requirements in Division Rule 19.15.26.11(A) NMAC. The Division Director retains the right to require at any time wireline verification of completion and packer setting depths in this well.

The wellhead injection pressure on the well shall be limited to **no more than 2968 psi**. In addition, the disposal well or system shall be equipped with a pressure limiting device in workable condition which shall, at all times, limit surface tubing pressure to the maximum allowable pressure for this well.

The Director of the Division may authorize an increase in tubing pressure upon a proper showing by the operator of said well that such higher pressure will not result in migration of the disposed fluid from the target formations. Such proper showing shall be demonstrated by sufficient evidence including but not limited to an acceptable Step-Rate Test.

The operator shall notify the supervisor of the Division's District I office of the date and time of the installation of disposal equipment and of any MIT so that the same may be inspected and witnessed. The operator shall provide written notice of the date of commencement of disposal to the Division's District I office. The operator shall submit monthly reports of the disposal operations on Division Form C-115, in accordance with Division Rules 19.15.26.13 and 19.15.7.24 NMAC.

The injection authority granted under this order is not transferable except upon Division approval. The Division may require the operator to demonstrate mechanical integrity of any injection well that will be transferred prior to approving transfer of authority to inject.

The Division may revoke this injection order after notice and hearing if the operator is in violation of Rule 19.15.5.9 NMAC.

The disposal authority granted herein shall terminate two (2) years after the effective date of this Order if the operator has not commenced injection operations into the subject well. One year after the last date of reported disposal into this well, the Division shall consider the well abandoned, and the authority to dispose will terminate *ipso facto*. The Division, upon written request mailed by the operator prior to the termination date, may grant an extension thereof for good cause.

Compliance with this Order does not relieve the operator of the obligation to comply with other applicable federal, state or local laws or rules, or to exercise due care for the protection of fresh water, public health and safety and the environment.

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



DAVID R. CATANACH

Director

DRC/mam

cc: Oil Conservation Division – Hobbs District Office
New Mexico State Land Office – Oil, Gas, and Minerals
Well File – 30-025-26692