

SWD Initial Application

Received: 09/06/19

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

RECEIVED: 9/6/2019	REVIEWER:	TYPE: SWD	APP NO: pKAM1925539651
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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: _____ OGRID Number: _____
 Well Name: _____ API: _____
 Pool: _____ Pool Code: _____

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

- 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.

Print or Type Name

Signature

Date

Phone Number

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 POP SWD			⁶ Well Number 1	
⁷ OGRID No. 328805		⁸ Operator Name AWR DISPOSAL, LLC			⁹ Elevation 3390'	

¹⁰Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	33	23-S	35-E	-	1099'	SOUTH	1333'	EAST	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.

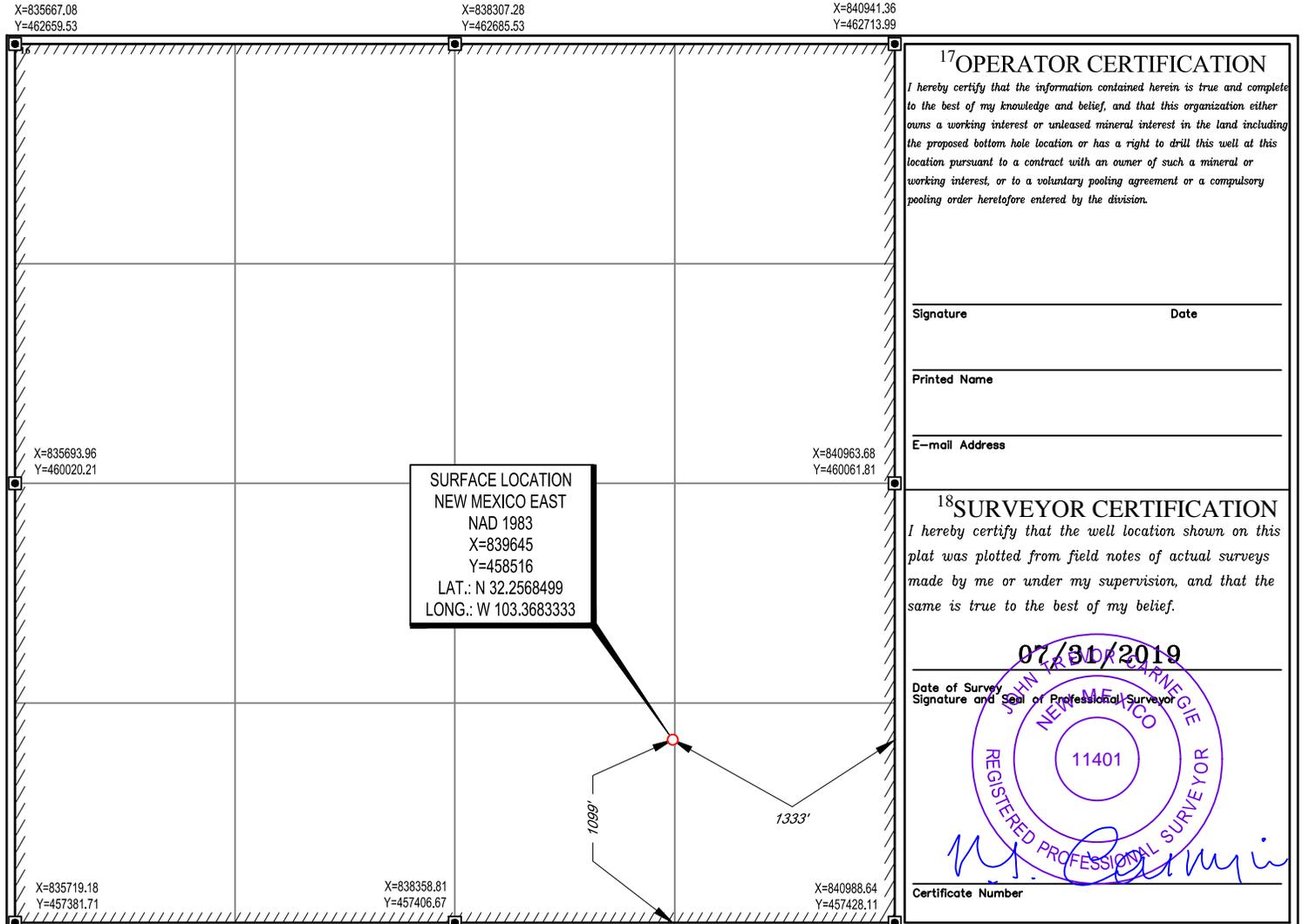
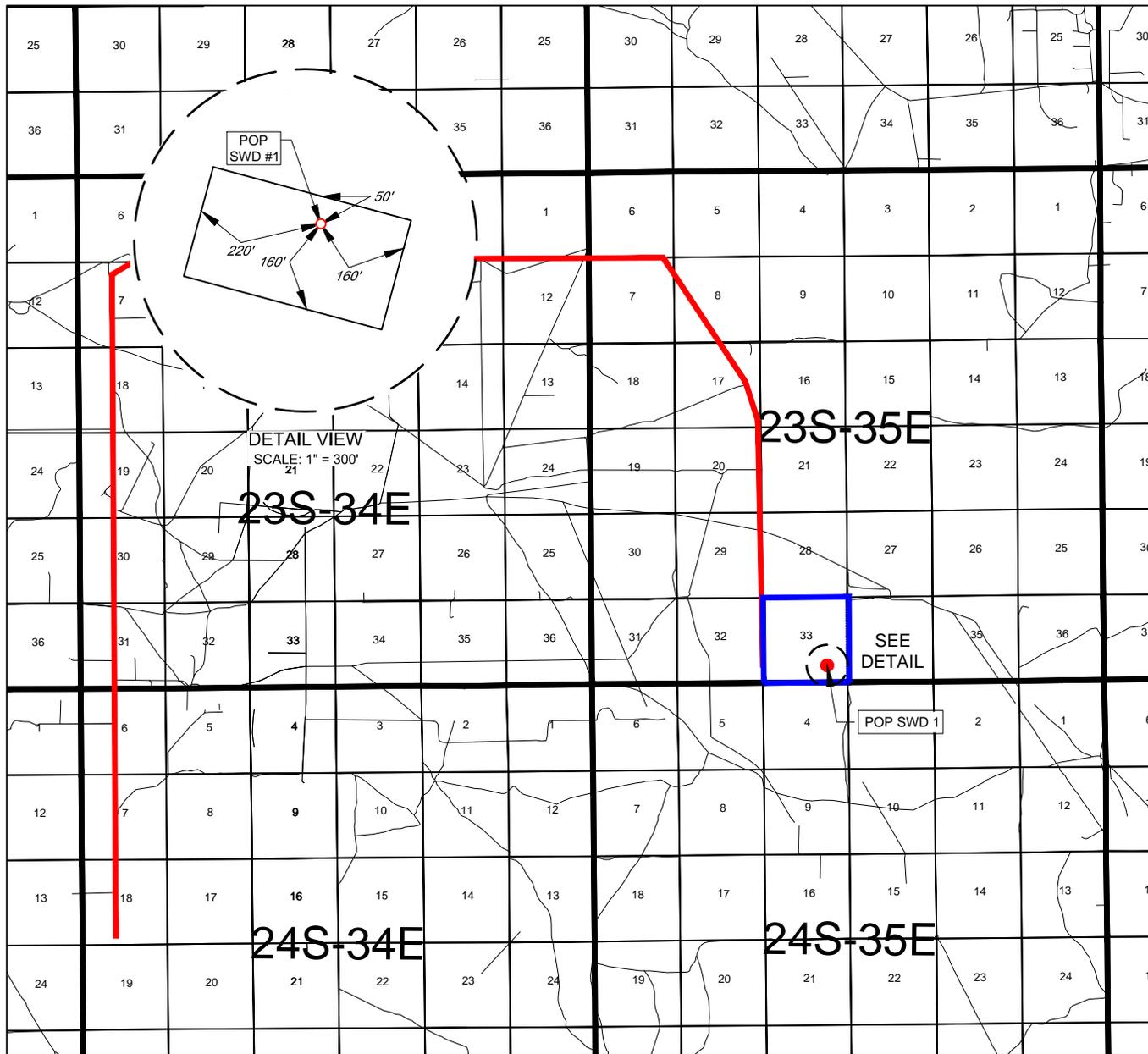


EXHIBIT 2
VICINITY MAP



AWR DISPOSAL, LLC

LEASE NAME & WELL NO.: _____ POP SWD 1

SECTION 33 TWP 23-S RGE 35-E SURVEY N.M.P.M.

COUNTY _____ LEA STATE NM

DESCRIPTION _____ 1099' FSL & 1333' FEL

DISTANCE & DIRECTION

FROM INT. OF NM-128 & DELAWARE BASIN RD., GO NORTH ON DELAWARE BASIN RD. ±14.4 MILES, THENCE GO EAST (RIGHT) ON LEASE RD. ± 5.1 MILES, TO A POINT ±3937 FEET WEST OF THE LOCATION.



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



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

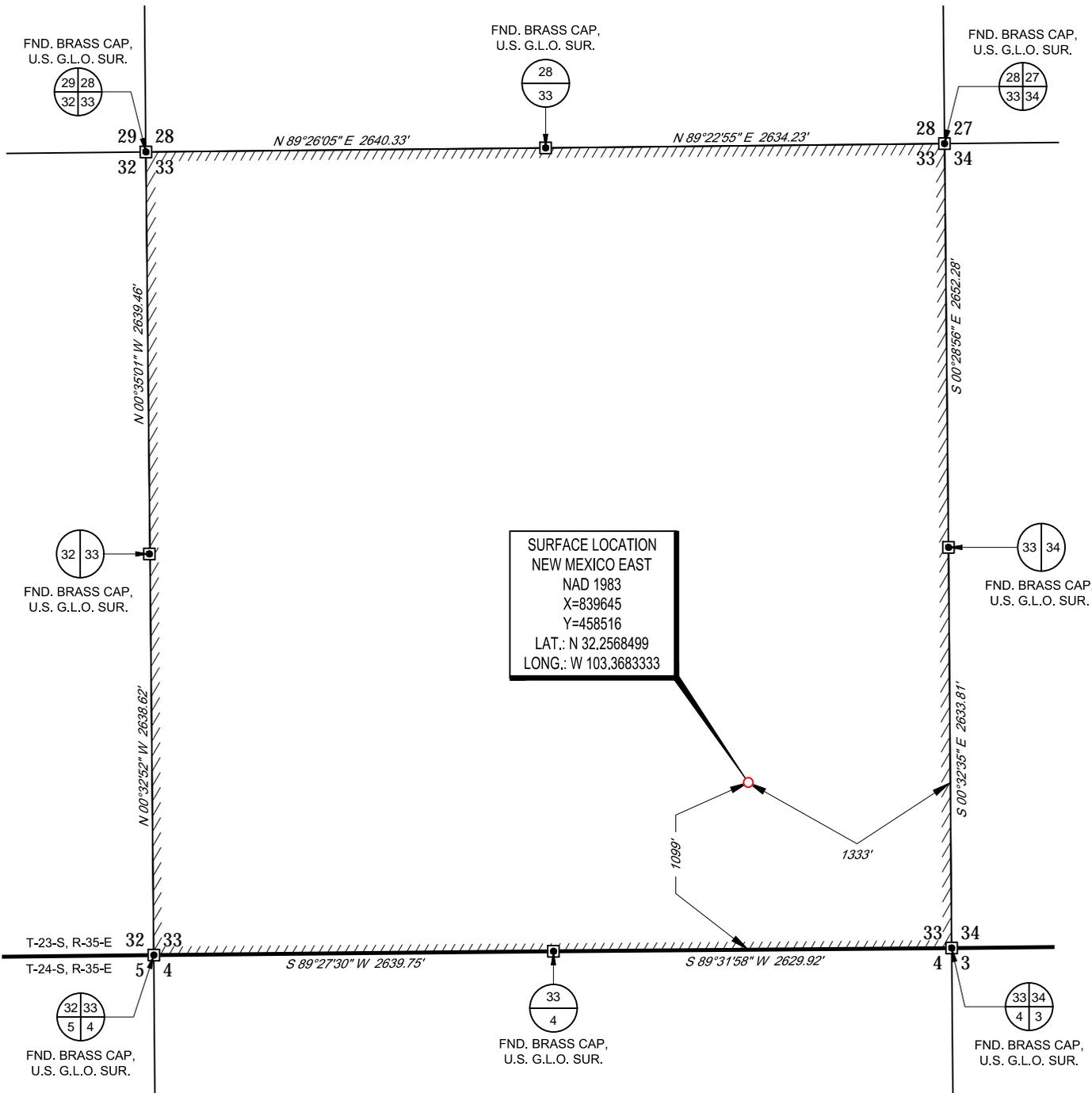
THIS EASEMENT/SERVITUDE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY, AND DATA PROVIDED BY AWR DISPOSAL, LLC. THIS CERTIFICATION IS MADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS 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 OF 1983, EAST ZONE, U.S. SURVEY FEET.

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

EXHIBIT 2A AWR DISPOSAL, LLC

SECTION 33, TOWNSHIP 23-S, RANGE 35-E, N.M.P.M.
 LEA COUNTY, NEW MEXICO



SURFACE LOCATION
 NEW MEXICO EAST
 NAD 1983
 X=839645
 Y=458516
 LAT.: N 32.2568499
 LONG.: W 103.3683333

LEASE NAME & WELL NO.: POP SWD 1

SECTION 33 TWP 23-S RGE 35-E SURVEY N.M.P.M.
 COUNTY LEA STATE NM
 DESCRIPTION 1099' FSL & 1333' FEL

DISTANCE & DIRECTION
FROM INT. OF NM-128 & DELAWARE BASIN RD., GO NORTH ON DELAWARE
BASIN RD. +14.4 MILES. THENCE GO EAST (RIGHT) ON LEASE RD. +5.1 MILES.
TO A POINT +3937 FEET WEST OF THE LOCATION.



John Trevor Carnegie
 John Trevor Carnegie, P.S. No. 11401
 AUGUST 27, 2019

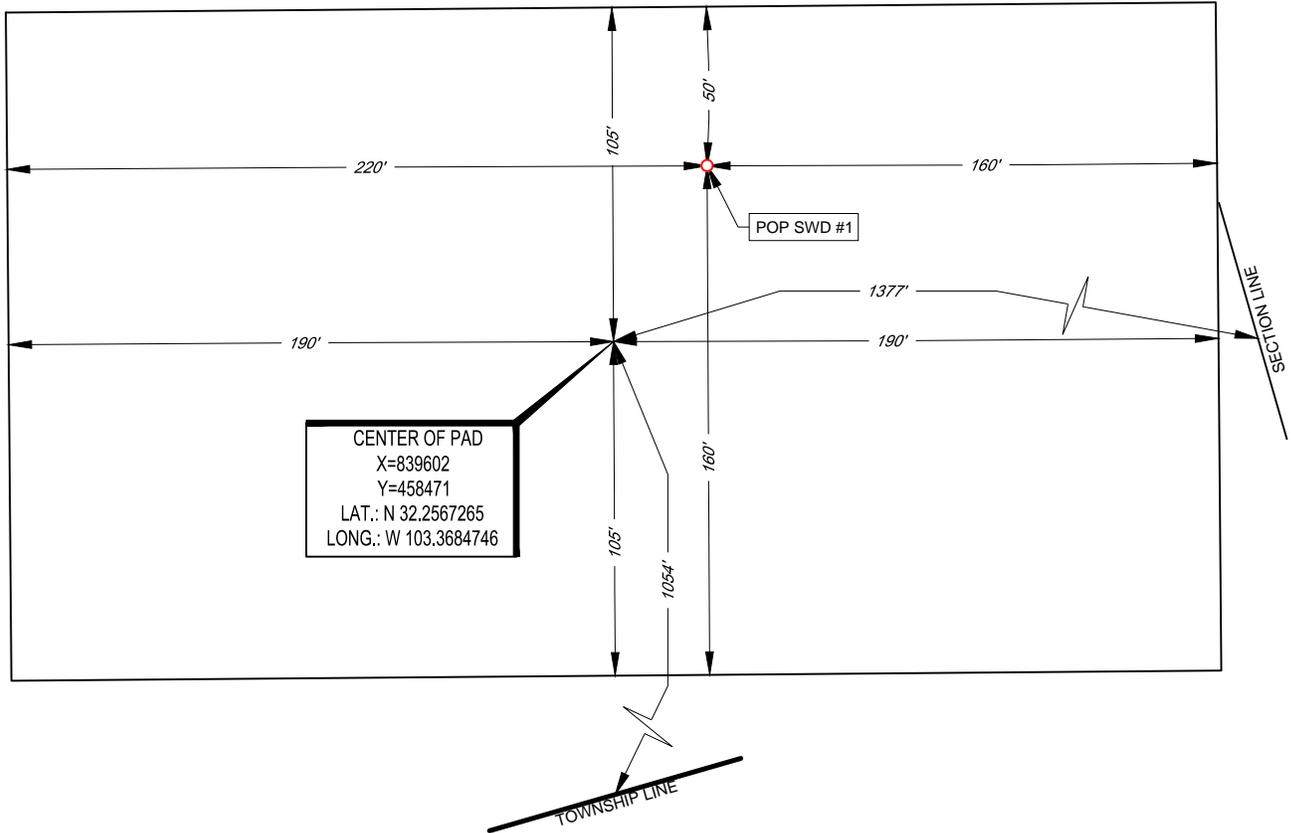
1400 EVERMAN PARKWAY, Ste. 146 • FT. WORTH, TEXAS 76140
 TELEPHONE: (817) 744-7512 • FAX (817) 744-7554
 2903 NORTH BIG SPRING • MIDLAND, TEXAS 79705
 TELEPHONE: (432) 682-1653 OR (800) 767-1653 • FAX (432) 682-1743
 WWW.TOPOGRAPHIC.COM

ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID
 BASED UPON THE NEW MEXICO COORDINATE SYSTEM OF 1983, EAST ZONE, 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.

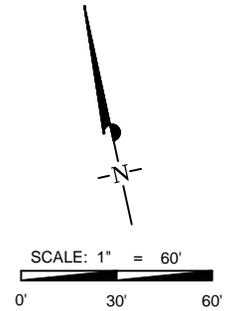
EXHIBIT 2B AWR DISPOSAL, LLC

SECTION 33, TOWNSHIP 23-S, RANGE 35-E, N.M.P.M.
LEA COUNTY, NEW MEXICO



LEASE NAME & WELL NO.: POP SWD 1
 1 LATITUDE N 32.2568499 1 LONGITUDE W 103.3683333

CENTER OF PAD IS 1054' FSL & 1377' FEL



ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM OF 1983, EAST ZONE, 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

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

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, Texas 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:
1. Proposed average and maximum daily rate and volume of fluids to be injected;
 2. Whether the system is open or closed;
 3. Proposed average and maximum injection pressure;
 4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and,
 5. If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).
- *VIII. Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.
- IX. Describe the proposed stimulation program, if any.
- *X. Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted).
- *XI. Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.
- XII. Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.
- XIII. Applicants must complete the "Proof of Notice" section on the reverse side of this form.
- XIV. Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.
NAME: _____ Randall Hicks _____ TITLE: _____ Agent _____
SIGNATURE:  _____ DATE: _____ 09/06/2019 _____
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: Pop SWD #1

WELL LOCATION: 1,099' FSL & 1,333' FEL O 33 23S 35E
FOOTAGE LOCATION UNIT LETTER SECTION TOWNSHIP RANGE

WELLBORE SCHEMATIC

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
Pop SWD #1
 Unit Letter O, Sec.33, T23S, R35E
 1,099' FSL & 1,333' FEL
 Lea County, NM
 Latitude + 32° 15' 24.65" N, Longitude -103° 22' 05.99" 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

Maximum Proposed Injection Rate: 40,000 BBLs PER DAY

Maximum Proposed Injections Pressure: 3,000 psi

7-5/8" Liner, 39#, P-110 casing @ 15,888'.

Cmt w/ 230 sks 11.9 ppg Class C

→ 8.5" Hole

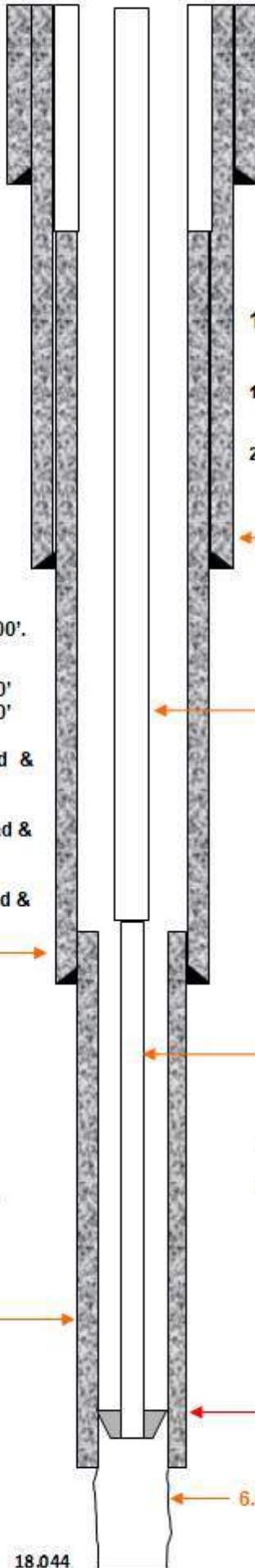
← Packer set @ 15.788

Injection Interval:

15.888	-	17.117	DVNN
17.117	-	17.704	FSLM
17.704	-	18.044	MNTY

← 6.5" Openhole

TD : 18.044



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: Pop SWD #1

Unit Letter O, Section 33, T23S R35E, 1,099' FSL, 1,333 FEL

Limestone Basin Prop Ranch, LLC owns the surface upon which the SWD is located.

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 and a tabulation of these data are shown on the diagram.

The formation tops for the Pop SWD #1 were established by Geologist Herb Wacker TBPG license #4517.

For the deepest formations, we used the log from the Shell Oil Co Antelope Ridge Unit #1 (30-325-20444) that has a total depth of 17,895 feet in the Granite Wash. The distance from Pop SWD #1 location to this well is 6 miles to the northwest.

For picking tops of more shallow formations, we used the log from the Midwest Oil Custer Mountain Fed #1 (30-025-20756) with a total depth of 16,590 feet in the Devonian. The distance from Pop SWD #1 location is 1.9 miles to the south.

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

5-1/2" (20#) internal plastic coated tubing swaged down to 5" (18#) with setting depth of 15,788'.

AWR 214 POP Sec. 33 Twp 23S Rge 35E		
	GL	3390
Geologist	KB	3420
H. Wacker	MD	SS
Dockum	404	3016
Santa Rosa	608	2812
Dewey Lake	1038	2382
Rustler	1486	1934
Salt	1851	1569
Delaware	5343	-1923
Bell Canyon	5417	-1997
Cherry Canyon	6299	-2879
Brushy Canyon	7591	-4171
Bone Spring	8899	-5479
Avalon	9196	-5776
1st Bone Spring	9969	-6549
2nd Bone Spring	10504	-7084
3rd Bone Spring	11404	-7984
Wolfcamp	11726	-8306
Strawn	12243	-8823
Atoka	12621	-9201
Morrow	13347	-9927
Barnett	14708	-11288
Miss Limestone	15178	-11758
Woodford	15682	-12262
Devonian	15858	-12438
Fusselman	17117	-13697
Montoya	17704	-14284
Simpson	18074	-14654
Top of Interval	15888'	Devonian +30'
Bottom of Interval	18044'	Simpson -30'
TD	18044'	
Thickness of Injection Interval = 2156'		

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 15,788'.

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 the Devonian, 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 15,888-18,044 (2,156 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 GL of 3,390'):

Cherry Canyon	6299
Brushy Canyon	7591
Bone Spring	8899
Avalon	9196
1st Bone Spring	9969
2nd Bone Spring	10504
3rd Bone Spring	11404
Wolfcamp	11726
Strawn	12243
Atoka	12621
Morrow	13347

Underlying Oil & Gas Zones:

Devonian	17124
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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.

Plate 2 identifies the leases within 2-miles of the proposed SWD as well as leases within the 1-mile area of review.

- Plate 2a presents the lease numbers for the SLO and BLM oil and gas leases. Also shown is mineral rights owned by the U.S. that are unleased at this time.
- Plate 2b presents land ownership for the same area and identifies the oil and gas mineral rights ownership.

Table 1 and Table 2 identify all affected persons within the 1 mile area of review

- Table 1 lists all of the Oil and Gas Well Operators shown on Plate 1a within the circle having a 1.0 mile radius.
- Table 2 lists all leasees, lessors/mineral interests and surface owners (affected persons) within the 1-mile AOR presented on Plate 2a.

Note that T23S R35E Section 27, northeast of the proposed SWD is shown as unleased in Plate 2a. Plate 2a and Table 2 show that the US owns the mineral rights. This is supported by the fact that two wells were permitted with the BLM in Section 27. As indicated below, the lease expired in 2017, but the mineral are clearly owned by the US.

EOG Y Resources Inc
105 South Fourth St
Artesia, NM 88210

Gentlemen:

Your Application for Permit to Drill (APDs) for the well listed below has expired because drilling has not commenced per Onshore Order #1:

<u>LEASE</u>	<u>WELL NAME AND LOCATION</u>	<u>EXPIRATION</u>
NM107398	Viking BRU Federal - 1H 330'S & 660'W, sec. 27, T 23 S., R 36 E.	May 25, 2017

35
30-025-42603

HOBBS OCD
JUN 02 2017
RECEIVED

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

Table 1 shows that there are no wells that penetrate the proposed injection zone within the 1-mile AOR.

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: 3,000 psi

Proposed Average Injection Rate: 2,000 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 Spring Formations are the subjects of the analyses. These formations and the Wolfcamp 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 any Formations into the Devonian, 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 Spring, and Wolfcamp Formations into the Devonian, 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 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 Devonian and the base of the Montoya are 15,858 and 18,074 respectively. The depth interval of the injection interval is 15,888 - 18,044 (2,156 feet), within the Devonian, 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 Pop SWD #1, the closest water well (well Misc-182) is an active well supplying water to oil and gas activities and stock and is about 1.5 miles to the northeast (Plate 3a). This well is the same as USGS-14711. In January of 1971, the USGS measured a depth to water of 117 feet. The well Misc-305 (AKA CP-573), which is mapped about 1.5 miles south of the Pop SWD #1 location, appears to be an active windmill for stock.

In this area of Lea County, the Chinle yields water to wells from 100-200 feet below the ground surface (bgs) to a depth of about 600 feet. The upper portion of the Rustler Formation yields fresh water to wells in Lea County and in the area of the Pop SWD #1, the depth interval of this potential source of fresh water is about 1400-1600 feet. Based upon investigation of the area by Hicks Consultants, we conclude most water supply wells are completed in the Chinle or Santa Rosa at depth of less than 1000 feet. Groundwater in the Rustler in this area is probably brackish.

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 with water chemistry data 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

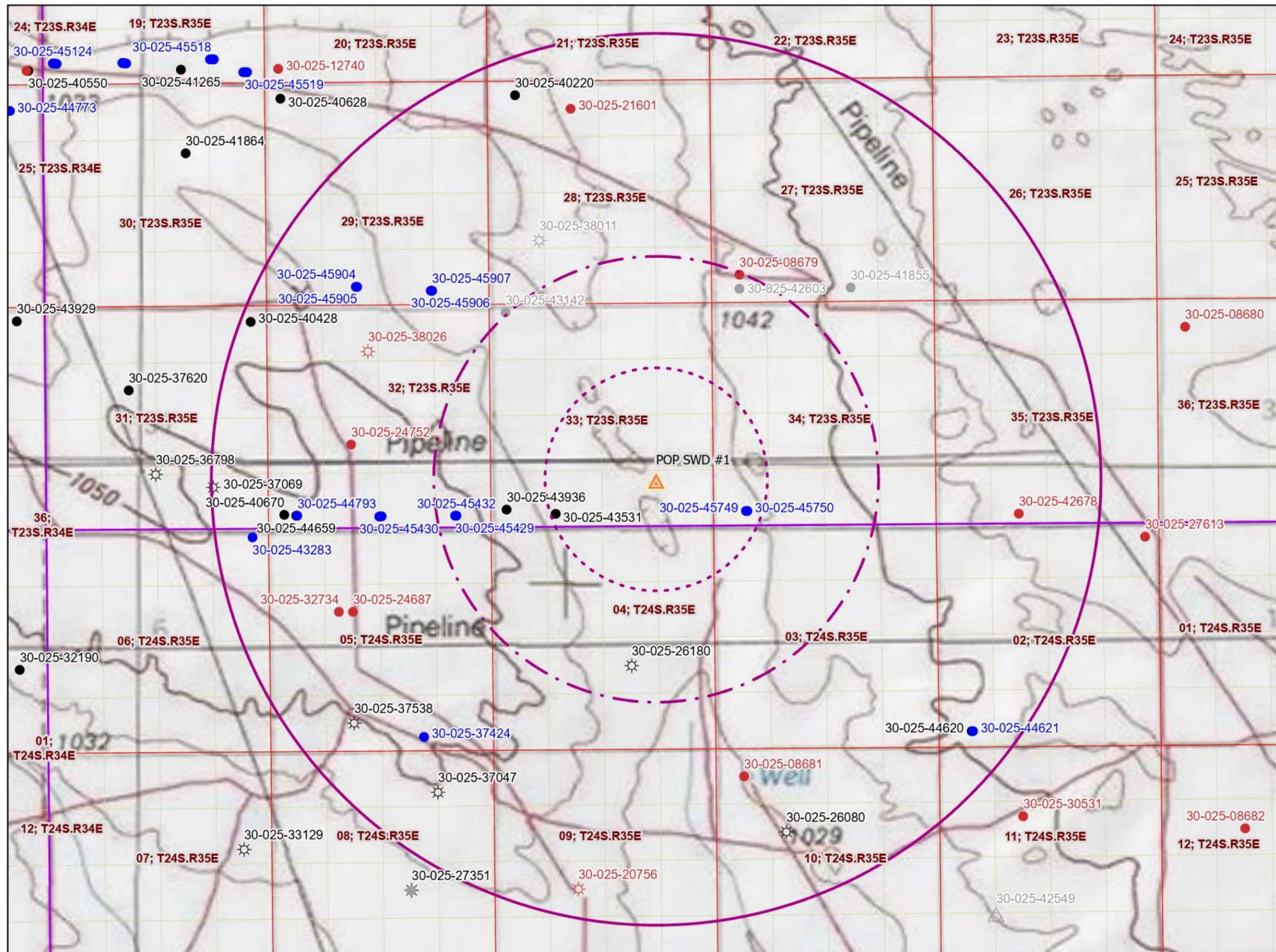
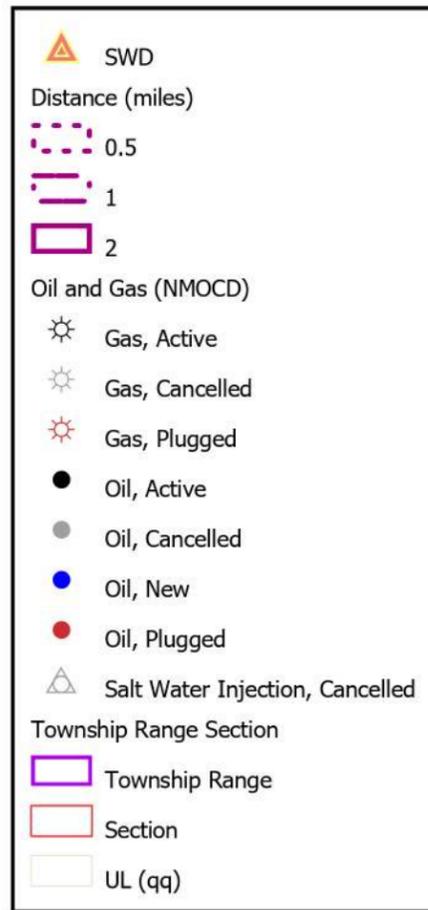
- The USGS has mapped quaternary faults in New Mexico and no such faults are mapped in the area of the proposed Pop SWD #1¹
- The Texas Bureau of Economic Geology has mapped older faults (e.g. basement and Woodford) in New Mexico and the closest mapped fault is about 5 miles to the east²
- With respect 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); Woodford Faults (Comer 1991, plate 1). <http://www.beg.utexas.edu/resprog/permianbasin/gis.htm>

Plates

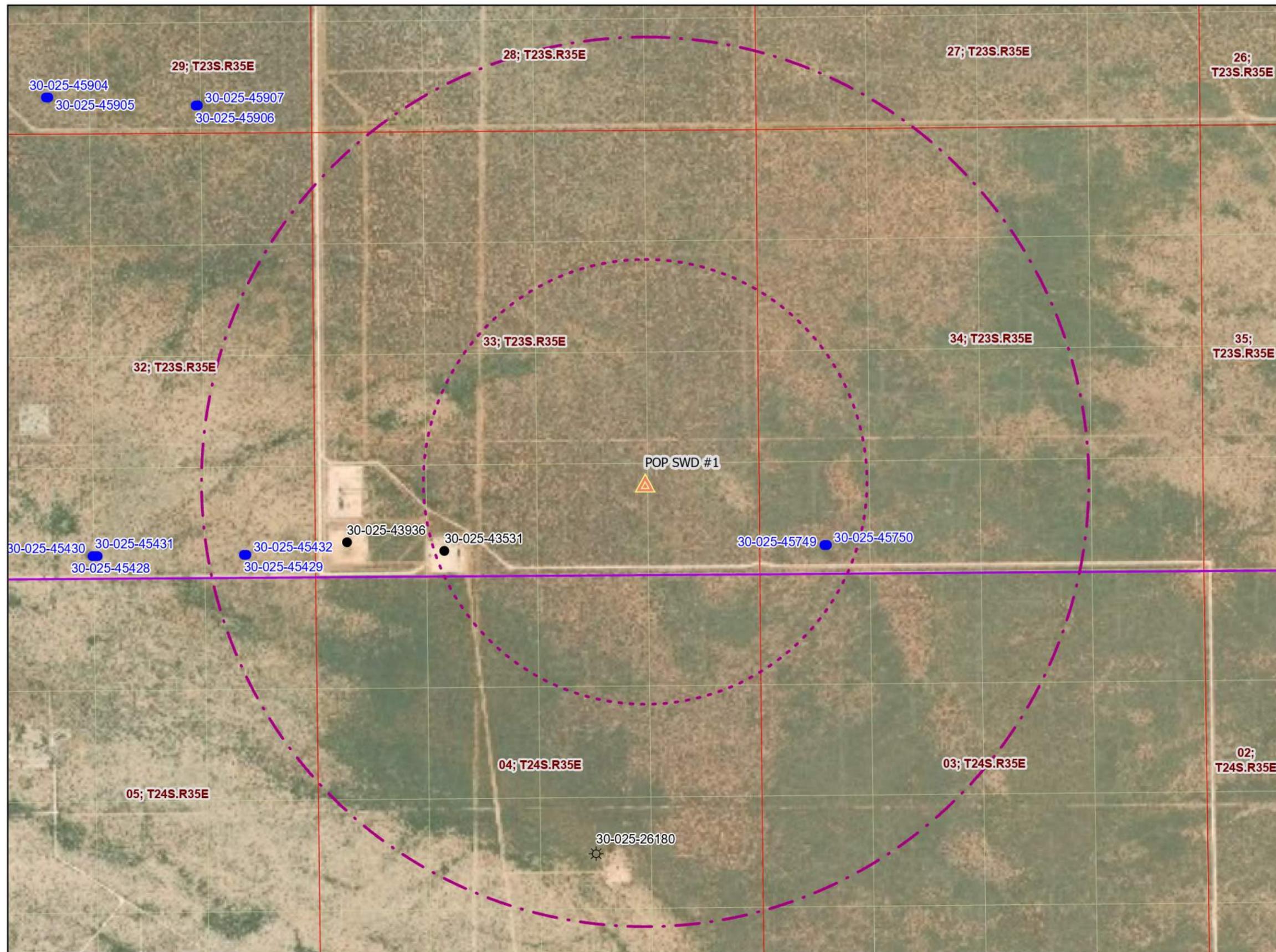
Plates 1	OCD wells within the area of review
Plate 1a	Oil and Gas Wells within 2 Miles
Plate 1b	Oil and Gas Wells within 1 mile (active and new only)
Plates 2	Mineral leases within the area of review
Plate 2a	Oil and Gas Leases with Mineral Ownership within 2 miles
Plate 2b	Surface and Mineral Ownership within 2 Miles
Plates 3	Water supply wells within the area of review
Plate 3a	Water Wells with Potentiometric and Geology
Plate 3b	Nearby OSE Water Wells
Plate 4	Surface water within the area of review



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Oil and Gas Wells within 2-Miles of SWD
 AWR Disposal, LLC
 POP SWD #1

Plate 1a
 09/01/2019



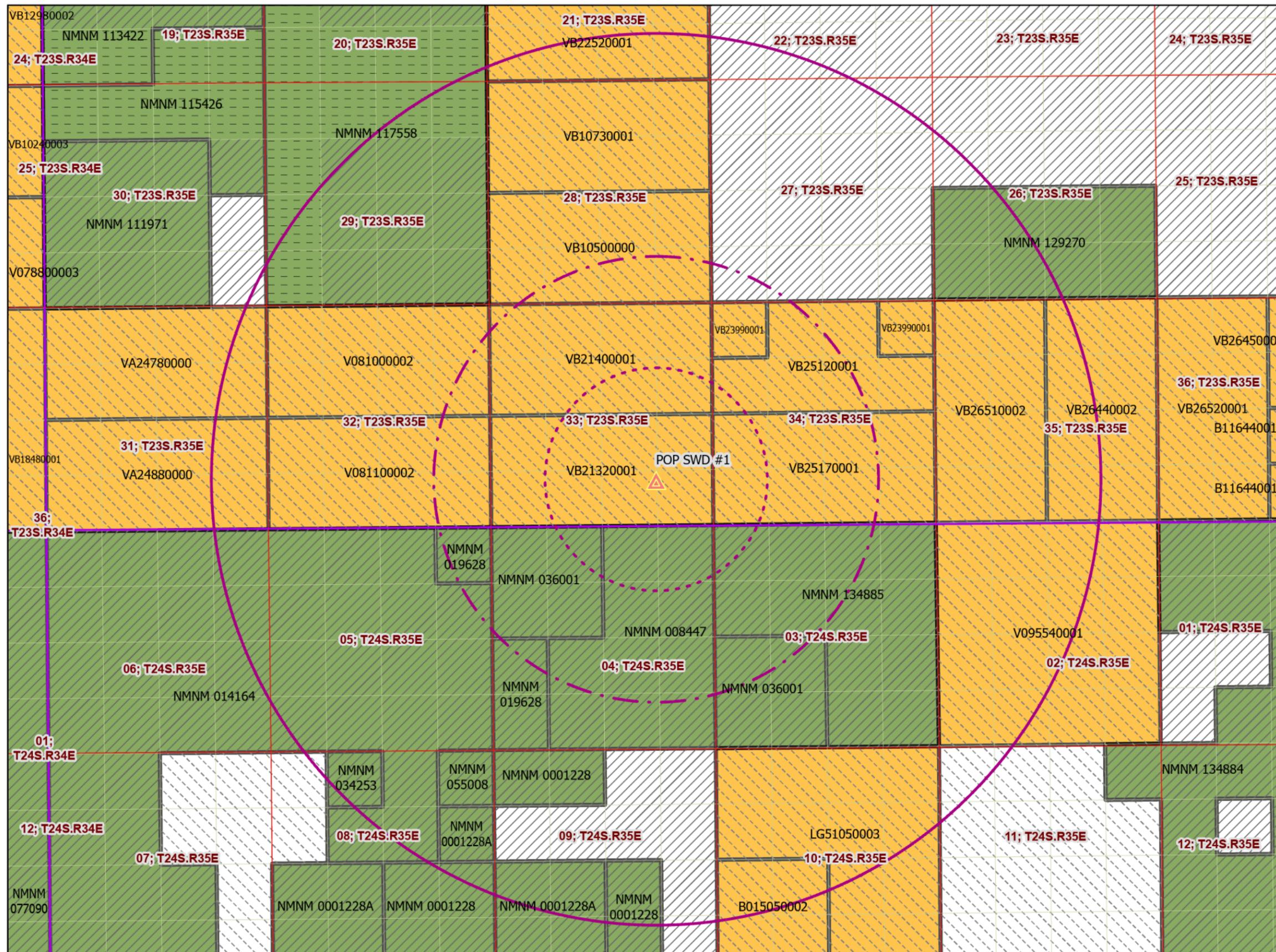
	SWD
Distance (miles)	
	0.5
	1
	2
Oil and Gas (NMOCD)	
	Gas, Active
	Oil, Active
	Oil, New
Township Range Section	
	Township Range
	Section
	UL (qq)



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Oil and Gas Wells within 1-Mile of SWD
 (Active and New Only)
 AWR Disposal, LLC
 POP SWD #1

Plate 1b
 09/01/2019



▲ SWD

Distance (miles)

- 0.5
- 1
- 2

Oil and Gas Leases

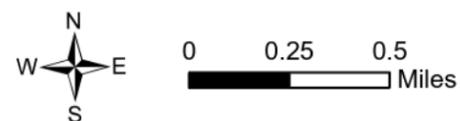
- BLM Leases
- SLO Leases

Mineral Ownership (BLM Dataset)

- All minerals are owned by the U.S. (BLM)
- No minerals are owned by the U.S. (BLM)
- Other minerals are owned by the U.S. (BLM)

Township Range Section

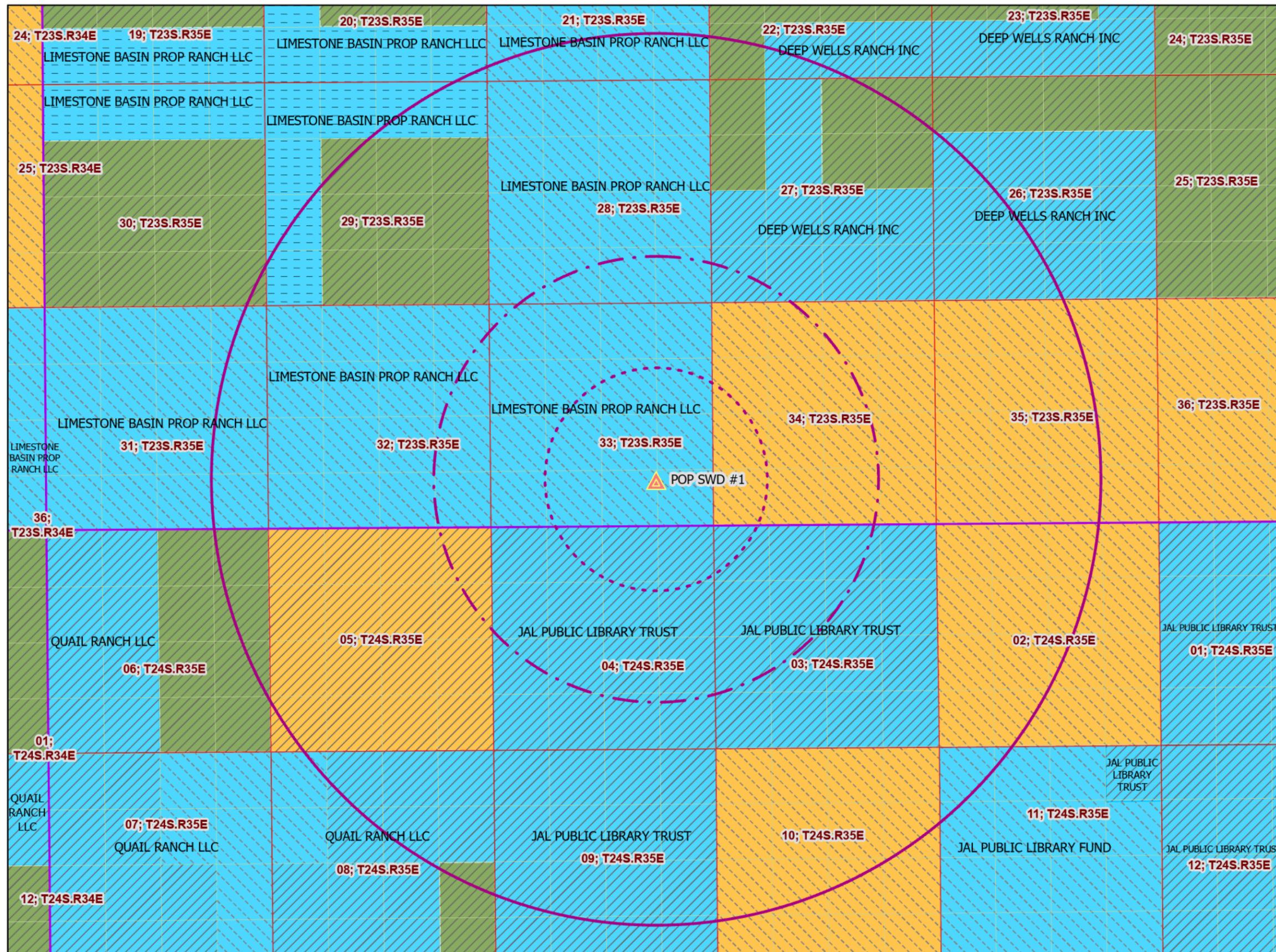
- Township Range
- Section
- UL (qq)



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Oil & Gas Leases and Mineral Ownership
 within 2-Miles of SWD
 AWR Disposal, LLC
 POP SWD #1

Plate 2a
 09/01/2019



▲ SWD

Distance (miles)

0.5

1

2

NM Land Ownership

BLM

State

Private

Mineral Ownership (BLM Dataset)

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

No minerals are owned by the U.S. (BLM)

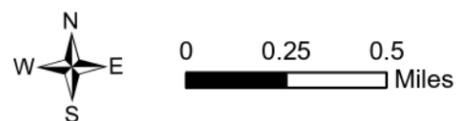
Other minerals are owned by the U.S. (BLM)

Township Range Section

Township Range

Section

UL (qq)



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Surface and Mineral Ownership
 within 2-Miles of SWD
 AWR Disposal, LLC
 POP SWD #1

Plate 2b

09/01/2019

▲ SWD

Potentiometric Surface (ft msl)

Isocontours

— Isocontour

USGS Gauging Station (DTW, Date)

Aquifer Code, Well Status

- ▲ Alluvium/Bolsom
- ▲ Ogallala
- ▲ Chinle
- ▲ Santa Rosa
- ▲ Not Defined

Misc. Water Wells (Well ID, DTW)

Well Depth (ft)

- No Data
- 151 - 350
- 351 - 500
- > 500

OSE Water Wells (DTW/Date)

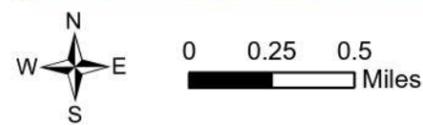
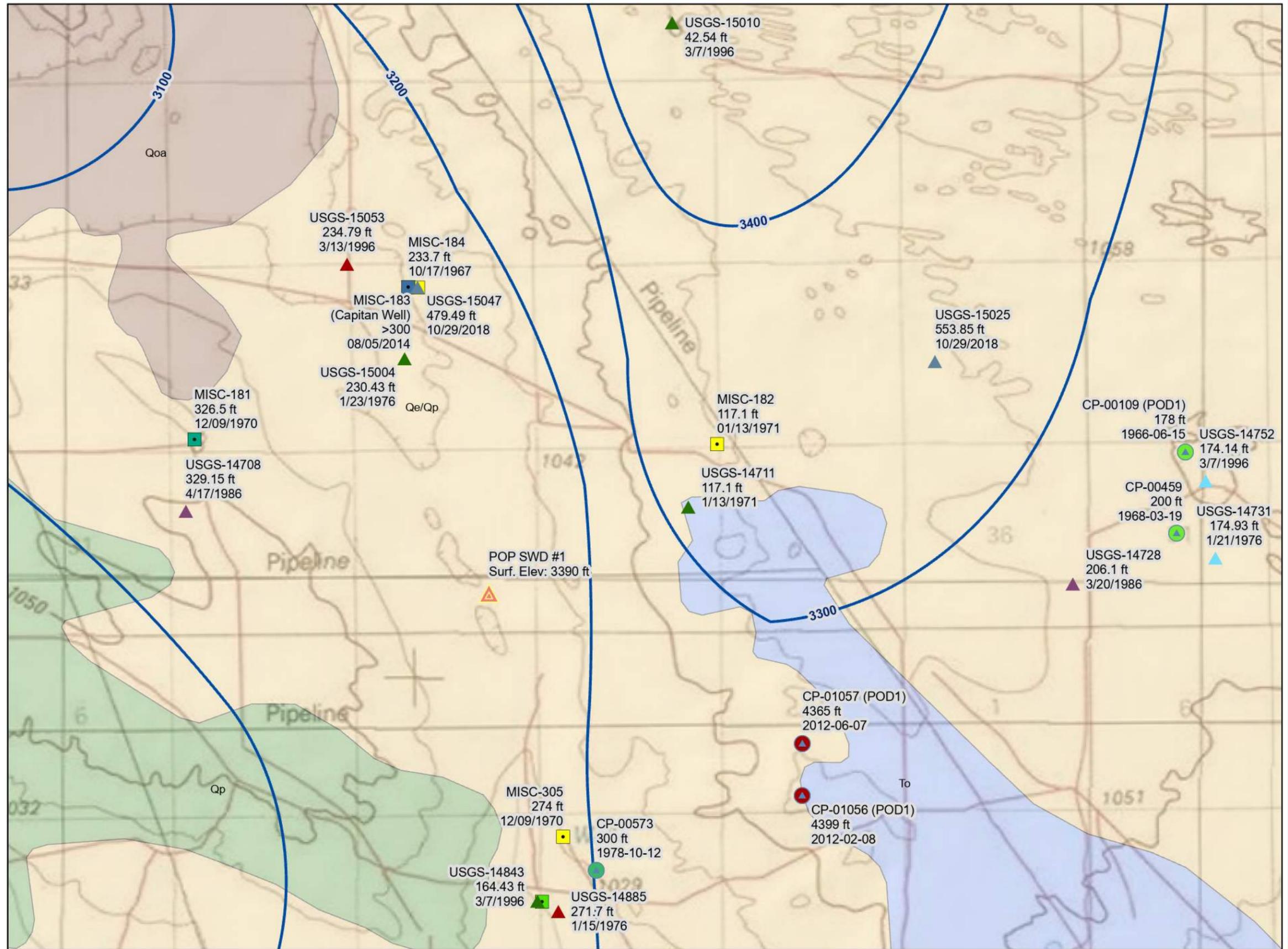
Well Depth (ft)

- 151-350
- 351-500
- <1000

NM Geology

Map Unit, Description

- Qe/Qp, Quaternary-Eolian Piedmont Deposits
- Qoa, Quaternary-Older Alluvial Deposits, Qoa, Quaternary-Older Alluvial Deposits
- Qp, Quaternary-Piedmont Alluvial Deposits, Qp, Quaternary-Piedmont Alluvial Deposits
- To, Tertiary-Ogallala Formation, To, Tertiary-Ogallala Formation



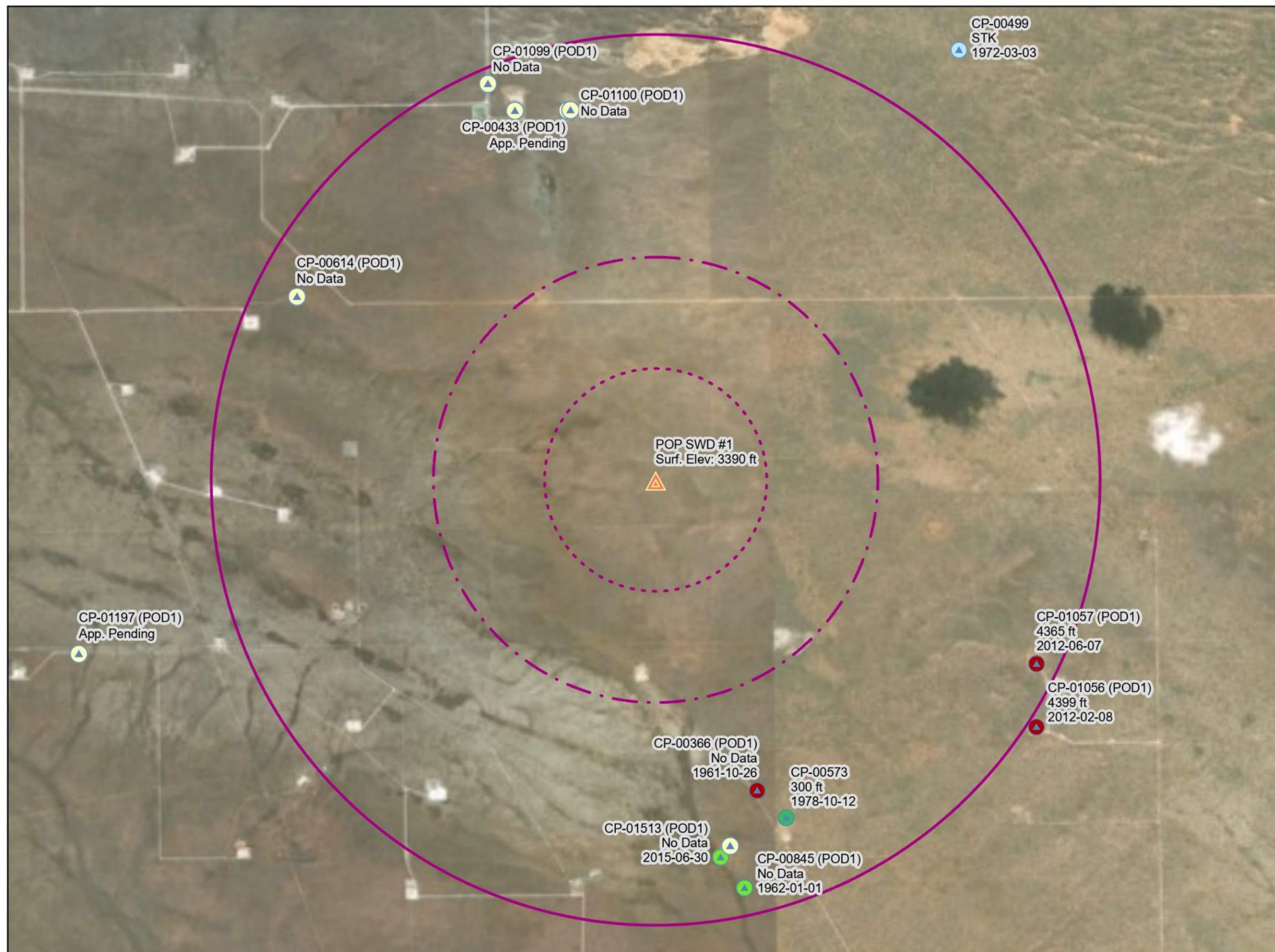
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Depth to Water Relative to Potentiometric Surface

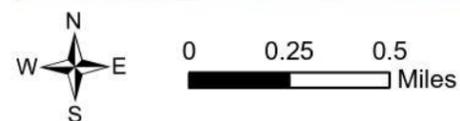
AWR Disposal, LLC
 POP SWD #1

Plate 3a

09/01/2019



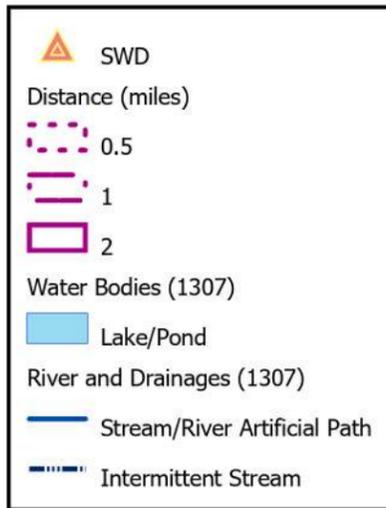
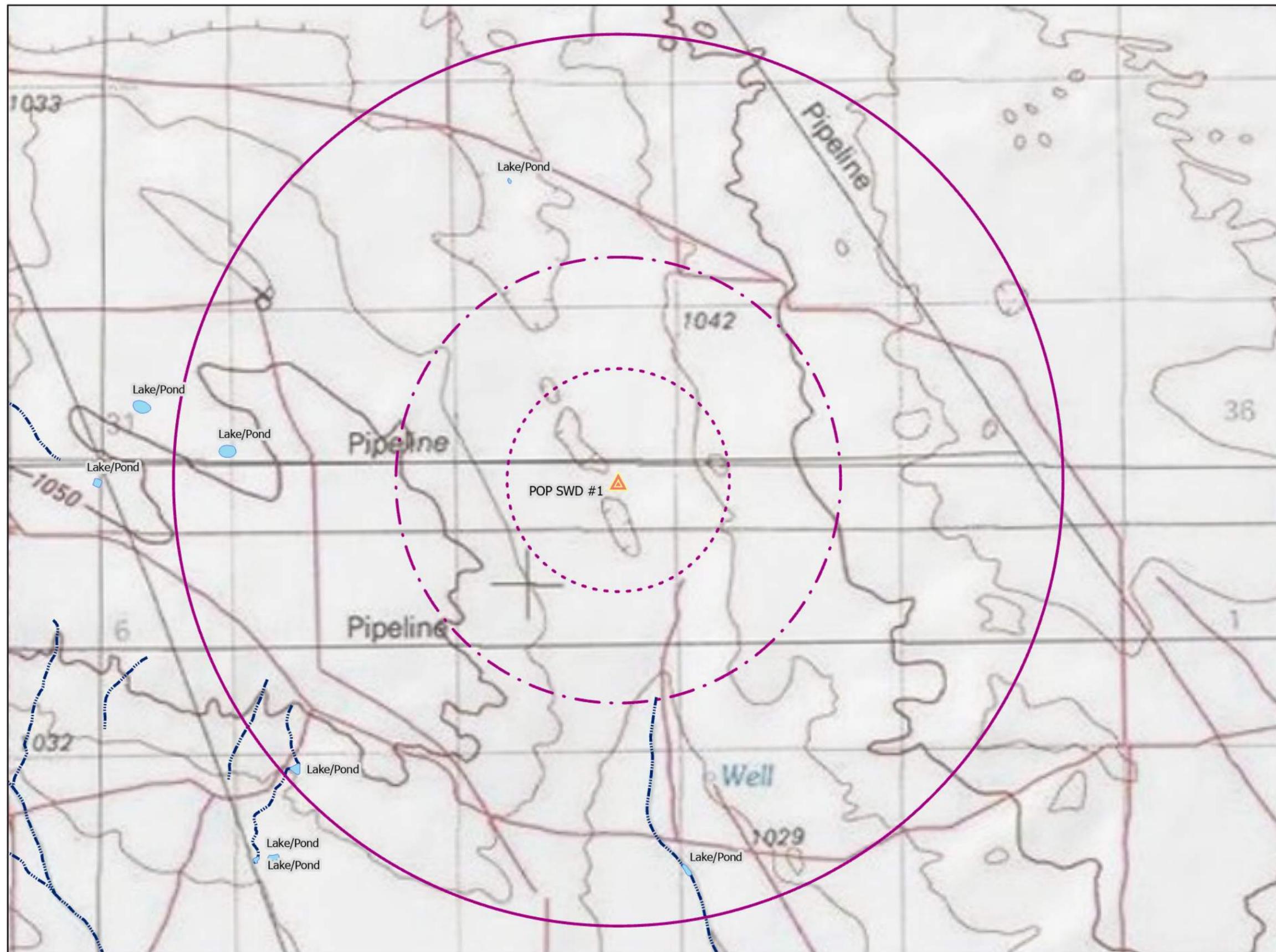
SWD
 Distance (miles)
 0.5
 1
 2
 OSE Water Wells (DTW/Date)
 Well Depth (ft)
 <=150
 151-350
 351-500
 <1000
 Other



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Nearby OSE Water Wells
AWR Disposal, LLC
POP SWD #1

Plate 3b
09/01/2019



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Nearby Surface Water
 AWR Disposal, LLC
 POP SWD #1

Plate 4
 09/01/2019

Tables

Table 1	Oil&Gas Well Operators (Affected Persons) within 1-mile
Table 2	Oil&Gas Mineral Interests & Affected Persons within 1-mile
Table 3	Produced Water Chemistry of Nearby Wells
Table 4	Formational water quality data

Table 1
Oil & Gas Operators (Affected Persons) within 1-Mile AOR

API	OGRID	OGRID Name	Well Type	Status	Well Name	District	UL-S-T-R	Total Depth	Pool ID
30-025-08679	214263	PRE-ONGARD WELL OPERATOR	O	P	PRE-ONGARD WELL #001	1	M-27-23S-35E	4130	
30-025-26180	373908	Franklin Mountain Energy 2 LLC	G	A	WOOLWORTH RANCH UNIT #001	1	J-04-24S-35E	14340	[75000] CINTA ROJA, MORROW (GAS)
30-025-42603	25575	EOG Y RESOURCES, INC.	O	C	VIKING BRU FEDERAL #001C	1	M-27-23S-35E		[98075] WC-025 G-68 S233527M, UPR BONE SPRIN
30-025-43531	7377	EOG RESOURCES INC	O	A	BEOWULF 33 STATE COM #601H	1	N-33-23S-35E	11632	[97958] WC-025 G-08 S233528D, LWR BONE SPRIN
30-025-43936	7377	EOG RESOURCES INC	O	A	BEOWULF 33 STATE COM #301H	1	M-33-23S-35E	9962	[97958] WC-025 G-08 S233528D, LWR BONE SPRIN
30-025-45429	228937	MATADOR PRODUCTION COMPANY	O	N	IRVIN WALL STATE COM #113H	1	P-32-23S-35E		[97958] WC-025 G-08 S233528D, LWR BONE SPRIN
30-025-45432	228937	MATADOR PRODUCTION COMPANY	O	N	IRVIN WALL STATE COM #134H	1	P-32-23S-35E		[97958] WC-025 G-08 S233528D, LWR BONE SPRIN
30-025-45749	7377	EOG RESOURCES INC	O	N	GLADIATOR 34 STATE COM #301H	1	M-34-23S-35E		[97958] WC-025 G-08 S233528D, LWR BONE SPRIN
30-025-45750	7377	EOG RESOURCES INC	O	N	GLADIATOR 34 STATE COM #302H	1	M-34-23S-35E		[97958] WC-025 G-08 S233528D, LWR BONE SPRIN

Township	Range	Section	Unit Letter	Lease Number	Leasee (O & G Minerals)	Leasor (O & G Minerals)	Surface Owner	UPC
23S	35E	27	M		Not Leased	BLM	DEEP WELLS RANCH INC	4207137253346
23S	35E	27	N		Not Leased	BLM	DEEP WELLS RANCH INC	4207137253346
23S	35E	28	M	VB10500000	DEVON ENERGY PRODUCTION COMPANY, LP	State	LIMESTONE BASIN PROP RANCH LLC	4206137266266
23S	35E	28	N	VB10500000	DEVON ENERGY PRODUCTION COMPANY, LP	State	LIMESTONE BASIN PROP RANCH LLC	4206137266266
23S	35E	28	O	VB10500000	DEVON ENERGY PRODUCTION COMPANY, LP	State	LIMESTONE BASIN PROP RANCH LLC	4206137266266
23S	35E	28	P	VB10500000	DEVON ENERGY PRODUCTION COMPANY, LP	State	LIMESTONE BASIN PROP RANCH LLC	4206137266266
23S	35E	32	A	V081000002	MRC PERMIAN COMPANY	State	LIMESTONE BASIN PROP RANCH LLC	4205138266265
23S	35E	32	H	V081000002	MRC PERMIAN COMPANY	State	LIMESTONE BASIN PROP RANCH LLC	4205138266265
23S	35E	32	I	V081100002	MRC PERMIAN COMPANY	State	LIMESTONE BASIN PROP RANCH LLC	4205138266265
23S	35E	32	J	V081100002	MRC PERMIAN COMPANY	State	LIMESTONE BASIN PROP RANCH LLC	4205138266265
23S	35E	32	O	V081100002	MRC PERMIAN COMPANY	State	LIMESTONE BASIN PROP RANCH LLC	4205138266265
23S	35E	32	P	V081100002	MRC PERMIAN COMPANY	State	LIMESTONE BASIN PROP RANCH LLC	4205138266265
23S	35E	33	A	VB21400001	EOG Y RESOURCES, INC.	State	LIMESTONE BASIN PROP RANCH LLC	4206138266265
23S	35E	33	B	VB21400001	EOG Y RESOURCES, INC.	State	LIMESTONE BASIN PROP RANCH LLC	4206138266265
23S	35E	33	C	VB21400001	EOG Y RESOURCES, INC.	State	LIMESTONE BASIN PROP RANCH LLC	4206138266265
23S	35E	33	D	VB21400001	EOG Y RESOURCES, INC.	State	LIMESTONE BASIN PROP RANCH LLC	4206138266265
23S	35E	33	E	VB21400001	EOG Y RESOURCES, INC.	State	LIMESTONE BASIN PROP RANCH LLC	4206138266265
23S	35E	33	F	VB21400001	EOG Y RESOURCES, INC.	State	LIMESTONE BASIN PROP RANCH LLC	4206138266265
23S	35E	33	G	VB21400001	EOG Y RESOURCES, INC.	State	LIMESTONE BASIN PROP RANCH LLC	4206138266265
23S	35E	33	H	VB21400001	EOG Y RESOURCES, INC.	State	LIMESTONE BASIN PROP RANCH LLC	4206138266265
23S	35E	33	I	VB21320001	EOG Y RESOURCES, INC.	State	LIMESTONE BASIN PROP RANCH LLC	4206138266265
23S	35E	33	J	VB21320001	EOG Y RESOURCES, INC.	State	LIMESTONE BASIN PROP RANCH LLC	4206138266265
23S	35E	33	K	VB21320001	EOG Y RESOURCES, INC.	State	LIMESTONE BASIN PROP RANCH LLC	4206138266265
23S	35E	33	L	VB21320001	EOG Y RESOURCES, INC.	State	LIMESTONE BASIN PROP RANCH LLC	4206138266265
23S	35E	33	M	VB21320001	EOG Y RESOURCES, INC.	State	LIMESTONE BASIN PROP RANCH LLC	4206138266265
23S	35E	33	N	VB21320001	EOG Y RESOURCES, INC.	State	LIMESTONE BASIN PROP RANCH LLC	4206138266265
23S	35E	33	O	VB21320001	EOG Y RESOURCES, INC.	State	LIMESTONE BASIN PROP RANCH LLC	4206138266265
23S	35E	33	P	VB21320001	EOG Y RESOURCES, INC.	State	LIMESTONE BASIN PROP RANCH LLC	4206138266265
23S	35E	34	B	VB25120001	EOG RESOURCES INC	State	New Mexico State Land Office	4207138266266
23S	35E	34	C	VB25120001	EOG RESOURCES INC	State	New Mexico State Land Office	4207138266266
23S	35E	34	D	VB23990001	EOG Y RESOURCES, INC.	State	New Mexico State Land Office	4207138266266
23S	35E	34	E	VB25120001	EOG RESOURCES INC	State	New Mexico State Land Office	4207138266266
23S	35E	34	F	VB25120001	EOG RESOURCES INC	State	New Mexico State Land Office	4207138266266
23S	35E	34	G	VB25120001	EOG RESOURCES INC	State	New Mexico State Land Office	4207138266266
23S	35E	34	J	VB25170001	EOG Y RESOURCES, INC.	State	New Mexico State Land Office	4207138266266
23S	35E	34	K	VB25170001	EOG Y RESOURCES, INC.	State	New Mexico State Land Office	4207138266266
23S	35E	34	L	VB25170001	EOG Y RESOURCES, INC.	State	New Mexico State Land Office	4207138266266
23S	35E	34	M	VB25170001	EOG Y RESOURCES, INC.	State	New Mexico State Land Office	4207138266266
23S	35E	34	N	VB25170001	EOG Y RESOURCES, INC.	State	New Mexico State Land Office	4207138266266
23S	35E	34	O	VB25170001	EOG Y RESOURCES, INC.	State	New Mexico State Land Office	4207138266266
24S	35E	03	B	NMNM 134885	BLACKBEARD OPERATING LLC	BLM	JAL PUBLIC LIBRARY TRUST	4207139267266
24S	35E	03	C	NMNM 134885	BLACKBEARD OPERATING LLC	BLM	JAL PUBLIC LIBRARY TRUST	4207139267266
24S	35E	03	D	NMNM 134885	BLACKBEARD OPERATING LLC	BLM	JAL PUBLIC LIBRARY TRUST	4207139267266

Township	Range	Section	Unit Letter	Lease Number	Lease (O & G Minerals)	Leassor (O & G Minerals)	Surface Owner	UPC
24S	35E	03	E	NMNM 134885	BLACKBEARD OPERATING LLC	BLM	JAL PUBLIC LIBRARY TRUST	4207139267266
24S	35E	03	F	NMNM 134885	BLACKBEARD OPERATING LLC	BLM	JAL PUBLIC LIBRARY TRUST	4207139267266
24S	35E	03	G	NMNM 134885	BLACKBEARD OPERATING LLC	BLM	JAL PUBLIC LIBRARY TRUST	4207139267266
24S	35E	03	K	NMNM 036001	MCKAY PETROLEUM CORP. 50% CHEVRON USA INC 25%. MOBIL PROD TX & NM 25% (a)	BLM	JAL PUBLIC LIBRARY TRUST	4207139267266
24S	35E	03	L	NMNM 036001	MCKAY PETROLEUM CORP. 50% CHEVRON USA INC 25%. MOBIL PROD TX & NM 25% (a)	BLM	JAL PUBLIC LIBRARY TRUST	4207139267266
24S	35E	03	M	NMNM 036001	MCKAY PETROLEUM CORP. 50% CHEVRON USA INC 25%. MOBIL PROD TX & NM 25% (a)	BLM	JAL PUBLIC LIBRARY TRUST	4207139267266
24S	35E	04	A	NMNM 008447	MAGNUM HUNTER PRODUCTION INC	BLM	JAL PUBLIC LIBRARY TRUST	4206139267266
24S	35E	04	B	NMNM 008447	MAGNUM HUNTER PRODUCTION INC	BLM	JAL PUBLIC LIBRARY TRUST	4206139267266
24S	35E	04	C	NMNM 036001	MCKAY PETROLEUM CORP. 50% CHEVRON USA INC 25%. MOBIL PROD TX & NM 25% (a)	BLM	JAL PUBLIC LIBRARY TRUST	4206139267266
24S	35E	04	D	NMNM 036001	MCKAY PETROLEUM CORP. 50% CHEVRON USA INC 25%. MOBIL PROD TX & NM 25% (a)	BLM	JAL PUBLIC LIBRARY TRUST	4206139267266
24S	35E	04	E	NMNM 036001	MCKAY PETROLEUM CORP. 50% CHEVRON USA INC 25%. MOBIL PROD TX & NM 25% (a)	BLM	JAL PUBLIC LIBRARY TRUST	4206139267266
24S	35E	04	F	NMNM 036001	MCKAY PETROLEUM CORP. 50% CHEVRON USA INC 25%. MOBIL PROD TX & NM 25% (a)	BLM	JAL PUBLIC LIBRARY TRUST	4206139267266
24S	35E	04	G	NMNM 008447	MAGNUM HUNTER PRODUCTION INC	BLM	JAL PUBLIC LIBRARY TRUST	4206139267266
24S	35E	04	H	NMNM 008447	MAGNUM HUNTER PRODUCTION INC	BLM	JAL PUBLIC LIBRARY TRUST	4206139267266
24S	35E	04	I	NMNM 008447	MAGNUM HUNTER PRODUCTION INC	BLM	JAL PUBLIC LIBRARY TRUST	4206139267266
24S	35E	04	J	NMNM 008447	MAGNUM HUNTER PRODUCTION INC	BLM	JAL PUBLIC LIBRARY TRUST	4206139267266
24S	35E	04	K	NMNM 008447	MAGNUM HUNTER PRODUCTION INC	BLM	JAL PUBLIC LIBRARY TRUST	4206139267266
24S	35E	04	L	NMNM 019628	BTA OIL PRODUCERS	BLM	JAL PUBLIC LIBRARY TRUST	4206139267266
24S	35E	04	N	NMNM 008447	MAGNUM HUNTER PRODUCTION INC	BLM	JAL PUBLIC LIBRARY TRUST	4206139267266
24S	35E	04	O	NMNM 008447	MAGNUM HUNTER PRODUCTION INC	BLM	JAL PUBLIC LIBRARY TRUST	4206139267266
24S	35E	04	P	NMNM 008447	MAGNUM HUNTER PRODUCTION INC	BLM	JAL PUBLIC LIBRARY TRUST	4206139267266
24S	35E	05	A	NMNM 019628	BTA OIL PRODUCERS	BLM	New Mexico State Land Office	4205139267266
24S	35E	05	H	NMNM 014164	COG OPERATING LLC. LANDRETH ROBERT E. OXY USA INC (b)	BLM	New Mexico State Land Office	4205139267266
Notes	(a)	Per https://reports.blm.gov/report/LR2000/33/Pub-CR-Serial-Register-Page XTO Holdings is listed as lessee instead of Mobil						
	(b)	No information available regarding breakdown of lessee ownership						

wellname	api	latitude	longitude	section	township	range	unit	ftgns	ftgwg	county	state	sampledate	ph	tds_mgl	resistivity_ohm_cm	sodium_mgl	calcium_mgl	iron_mgl	magnesium_mgl	manganese_mgl	chloride_mgl	bicarbonate_mgl	sulfate_mgl	co2_mgl
RED BULL 31 STATE #002	3002537069	322.565.650.997	-1.034.023.438	31	23S	35E	P	983S	1298E	LEA	NM	10/15/2015 12:00:00 AM	6.9	258268.6	0.025	73826.2	19030	31.6	4042	3.31	159864	73.2	490	300
SWEETNESS 30 STATE FED COM #001H	3002541864	322.783.470.003	-1.034.042.511	30	23S	35E	G	1650N	1887E	LEA	NM	10/15/2015 12:00:00 AM	8.5	67516.1	0.095	23558.7	2923.2	0.1	401	0.03	39091.2	732	740	200
NORTH CUSTER MOUNTAIN #001	3002521601	322.810.210.996	-103.374.641.401	28	23S	35E	C	660N	1980W	LEA	NM			39074							23980	488	465	
SWEETNESS 30 STATE FED COM #001H	3002541864	322.783.470.003	-1.034.042.511	30	23S	35E	G	1650N	1887E	LEA	NM	41709	5.5			57782	18114	29	2755	3.3	130601	122	920	300
RED BULL 31 STATE #001	3002536798	322.574.463.004	-1.034.067.612	31	23S	35E	N	1300S	2610W	LEA	NM	2/13/2006 12:00:00 AM	5.69	280094		78620	21967	62	4035		173149	87	385	
RED BULL 31 STATE #002	3002537069	322.565.650.997	-1.034.023.438	31	23S	35E	P	983S	1298E	LEA	NM	06/12/2006 0:00	5.52	271366.2		85907.7	14750	39	2346	4	166106	24	778	280
KELLER 4 STATE #001	3002536643	323.318.176.002	-1.033.762.283	4	23S	35E	K	1980S	1475W	LEA	NM	8/27/2007 12:00:00 AM	6.9	182379.5		68450.6	846	54	104	1	100659	292.8	10609	
SWEETNESS 30 STATE FED COM #001H	3002541864	322.783.470.003	-1.034.042.511	30	23S	35E	G	1650N	1887E	LEA	NM	11/21/2014 12:00:00 AM	5.5			53792	19065	78	2983	4.34	126850	122	690	220
RED BULL 29 FEDERAL #001H	3002540628	322.818.451.002	-1.033.969.345	29	23S	35E	D	375N	375W	LEA	NM	42217	6.3			71207	35626	28	5417	6.2	190774	61	90	120
SWEETNESS 30 STATE FED COM #001H	3002541864	322.783.470.003	-1.034.042.511	30	23S	35E	G	1650N	1887E	LEA	NM	42217	6			75025	29081	22	4416	4.9	178278	37	380	520
SWEETNESS 30 STATE FED COM #001H	3002541864	322.783.470.003	-1.034.042.511	30	23S	35E	G	1650N	1887E	LEA	NM	5/13/2015 12:00:00 AM	5.8			65779	26380	23	5455	5.6	164000	49	269	269

Table 4 - Chemistry of Produced Water from Formations

wellname	api	section	township	range	unit	county	state	field	formation	depth	samplesource	sampdate	ph	specificgravity	specificgravity_temp_F	tds_mgL	resistivity_ohm_cm	resistivity_ohm_cm_temp_F	conductivity	conductivity_temp_F	sodium_mgL	calcium_mgL	magnesium_mgL	chloride_mgL	bicarbonate_mgL	sulfate_mgL
MCKITTRICK FED #1	3001500135	25	22S	25E	G	EDDY	NM		DEVONIAN		DST					16200							8762	290	1175	
MCKITTRICK FED #1	3001500135	25	22S	25E	G	EDDY	NM		DEVONIAN		DST					17510							9389	664	982	
CARNERO PEAK UT #001	3001510053	31	22S	25E	A	EDDY	NM		DEVONIAN		DST					14601							7236	515	1487	
CARNERO PEAK UT #001	3001510053	31	22S	25E	A	EDDY	NM		DEVONIAN		DST					15780							8126	336	1467	
CARNERO PEAK UT #001	3001510053	31	22S	25E	A	EDDY	NM		DEVONIAN		DST					15580							7853	487	1488	
BANDANA POINT UT #001	3001500044	13	23S	23E	O	EDDY	NM	BANDANA POINT	DEVONIAN		DST					15500							8020	500	1190	
TORTOISE ASB COM #001	3001510490	29	23S	24E	G	EDDY	NM		DEVONIAN		DST					17861							7760	490	3100	
TORTOISE ASB COM #001	3001510490	29	23S	24E	G	EDDY	NM		DEVONIAN		DST					15601							7780	476	1600	
REMUDA BASIN UNIT #001	3001503691	24	23S	29E	J	EDDY	NM	REMUDA	DEVONIAN		SWAB					64582							37500	610	1700	
REMUDA BASIN UNIT #001	3001503691	24	23S	29E	J	EDDY	NM	REMUDA	DEVONIAN		SWAB					56922							29000	1740	4980	
BELL LAKE UNIT #006	3002508483	6	23S	34E	O	LEA	NM	BELL LAKE NORTH	DEVONIAN		HEATER TREATER					71078							42200	500	1000	
ANTELOPE RIDGE UNIT #003	3002521082	34	23S	34E	K	LEA	NM	ANTELOPE RIDGE	DEVONIAN		UNKNOWN	14/11/1967 0:00	6,9			80187							47900	476	900	
ANTELOPE RIDGE UNIT #003	3002521082	34	23S	34E	K	LEA	NM	ANTELOPE RIDGE	DEVONIAN		UNKNOWN	14/11/1967 0:00	6,9			80187							47900	476	900	
CLINE FEDERAL #001	3002510717	14	23S	37E	K	LEA	NM	CLINE	DEVONIAN		PRODUCTION TEST					118979							71280	462	2593	
E C HILL B FEDERAL #001	3002510945	34	23S	37E	A	LEA	NM	TEAGUE	DEVONIAN		UNKNOWN					112959							67390	288	2765	
E C HILL D FEDERAL #001	3002510947	34	23S	37E	H	LEA	NM	TEAGUE	DEVONIAN		UNKNOWN					35639										
E C HILL D FEDERAL #004	3002510950	34	23S	37E	A	LEA	NM	TEAGUE	DEVONIAN		UNKNOWN					236252							147000	129	781	
HUAPACHE #003	3001500020	22	24S	22E	F	EDDY	NM		DEVONIAN		DST					3110							48	246	2020	
JURNEGAN POINT #001	3001510280	5	24S	25E	M	EDDY	NM	WILDCAT	DEVONIAN		DST	14/12/1964 0:00	7			229706							136964	198	2511	
JURNEGAN POINT #001	3001510280	5	24S	25E	M	EDDY	NM	WILDCAT	DEVONIAN		DST	14/12/1964 0:00	7			203100							121100	175	2220	
WHITE CITY PENN GAS COM UNIT 1 #001	3001500408	29	24S	26E	A	EDDY	NM		DEVONIAN		DST	01/03/1960 0:00	7	1,012	60		0,36	75	25596	64	6072	1002	132	10120	653	1336
STATE B COM #001	3002509716	36	24S	36E	C	LEA	NM	CUSTER	DEVONIAN		UNKNOWN					176234							107400	128	1004	
ELLIOTT H FEDERAL #001	3002512272	31	24S	38E	H	LEA	NM	DOLLARHIDE	DEVONIAN		WELLHEAD					58687										
ELLIOTT H FEDERAL #001	3002512272	31	24S	38E	H	LEA	NM	DOLLARHIDE	DEVONIAN		WELLHEAD					57018										
WEST DOLLARHIDE DEVONIAN UNIT #104	3002512297	32	24S	38E	I	LEA	NM	DOLLARHIDE	DEVONIAN		WELLHEAD					50858							30200	183	980	
WESTATES FEDERAL #004	3002511389	1	25S	37E	E	LEA	NM	JUSTIS NORTH	FUSSELMAN		DST	17/06/1961 0:00	6			80880							46200	340	3050	
WESTATES FEDERAL #004	3002511389	1	25S	37E	E	LEA	NM	JUSTIS NORTH	FUSSELMAN		DST					84900							48600	840	2650	
WESTATES FEDERAL #004	3002511389	1	25S	37E	E	LEA	NM	JUSTIS NORTH	FUSSELMAN		DST					72200							41000	370	2960	
WESTATES FEDERAL #004	3002511389	1	25S	37E	E	LEA	NM	JUSTIS NORTH	FUSSELMAN		DST					80900							46200	340	3050	
WESTATES FEDERAL #004	3002511389	1	25S	37E	E	LEA	NM	JUSTIS NORTH	FUSSELMAN		DST					77600							44000	550	3240	
WESTATES FEDERAL #004	3002511389	1	25S	37E	E	LEA	NM	JUSTIS NORTH	FUSSELMAN		DST					135000							77000	650	5810	
WESTATES FEDERAL #004	3002511389	1	25S	37E	E	LEA	NM	JUSTIS NORTH	FUSSELMAN		DST					114000							65000	280	5110	
WESTATES FEDERAL #004	3002511389	1	25S	37E	E	LEA	NM	JUSTIS NORTH	FUSSELMAN		DST					135000							77000	500	5320	
WESTATES FEDERAL #008	3002511393	1	25S	37E	E	LEA	NM	JUSTIS NORTH	FUSSELMAN		UNKNOWN					91058							51020	376	4783	
WESTATES FEDERAL #008	3002511393	1	25S	37E	E	LEA	NM	JUSTIS NORTH	FUSSELMAN		UNKNOWN					86847							50450	363	2544	
STATE NJ A #001	3002511398	2	25S	37E	A	LEA	NM	JUSTIS NORTH	DEVONIAN		DST					105350							59300	660	4950	
NEW MEXICO BM STATE #002	3002511407	2	25S	37E	I	LEA	NM	JUSTIS NORTH	MONTOYA		UNKNOWN					77770							45500	1800	2400	
HALE STATE #003	3002512581	2	25S	37E	H	LEA	NM	JUSTIS NORTH	MONTOYA		WELLHEAD					64916							37000	813	2500	
SOUTH JUSTIS UNIT #016F	3002511556	13	25S	37E	F	LEA	NM	JUSTIS	FUSSELMAN		UNKNOWN					57675							34030	595	1211	
LEARCY MCBUFFINGTON #008	3002511569	13	25S	37E	N	LEA	NM	203MNTY, 259FSLM	FUSSELMAN	7052		02/01/1900 0:00	7,6	1,037	78	67909			81429	67		2603	684	38887	742	2489
LEARCY MCBUFFINGTON #008	3002511569	13	25S	37E	N	LEA	NM	JUSTIS	MONTOYA		UNKNOWN					67898							38880	742	2489	
A B COATES C FEDERAL #014	3002511736	24	25S	37E	G	LEA	NM	JUSTIS	MONTOYA		UNKNOWN					39261							22840	871	1030	
SOUTH JUSTIS UNIT #023C	3002511760	25	25S	37E	C	LEA	NM	JUSTIS	FUSSELMAN		SEPARATOR					63817							35870	360	3442	
CARLSON A #002	3002511764	25	25S	37E	I	LEA	NM	JUSTIS	FUSSELMAN		DST					208280							124000	510	3400	
STATE Y #009	3002511777	25	25S	37E	A	LEA	NM	JUSTIS	FUSSELMAN		DST	17/03/1961 0:00	7,3			219570							129000	960	4630	
STATE Y #009	3002511777	25	25S	37E	A	LEA	NM	JUSTIS	FUSSELMAN		DST	18/03/1961 0:00	6,8			163430							96000	290	3780	
CARLSON B 25 #004	3002511784	25	25S	37E	P	LEA	NM	JUSTIS	FUSSELMAN		SEPARATOR					184030							112900	68	1806	
COPPER #001	3002511818	28	25S	37E	J	LEA	NM	CROSBY	DEVONIAN		UNKNOWN					27506							15270	1089	1079	
ARNOTT RAMSAY NCT-B #003	3002511863	32	25S	37E	A	LEA	NM	CROSBY	DEVONIAN	8797		02/01/1900 0:00		1,142	70							17244	5345	100382	476	
ARNOTT RAMSAY NCT-B #003	3002511863	32	25S	37E	A	LEA	NM	CROSBY	DEVONIAN		UNKNOWN					158761										
WEST DOLLARHIDE DEVONIAN UNIT #110	3002512386	5	25S	38E	B	LEA	NM	DOLLARHIDE	DEVONIAN		UNKNOWN					56776										
FARNSWORTH FEDERAL #006	3002511950	4	26S	37E	A	LEA	NM	CROSBY	DEVONIAN		UNKNOWN					31931							20450	302	591	

OSE Well Logs – NO WATER SUPPLY WELLS

XIII. Applicants must complete the "Proof of Notice" section on the reverse side of this form.

R. T. HICKS CONSULTANTS, LTD.

901 Rio Grande Blvd NW ▲ Suite F-142 ▲ Albuquerque, NM 87104 ▲ 505.266.5004 ▲ Since 1996
Artesia ▲ Carlsbad ▲ Durango ▲ Midland

August 30, 2019

Hobbs News Sun
201 N. Thorp
P.O. Box 850
Hobbs, N.M. 88240

LEGAL NOTICE

AWR Disposal LLC, 3300 N. A Street, Ste. 220, Midland, TX 79705 filed Form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division seeking administrative approval for a salt water disposal well. The proposed well, the Pop SWD #1 will be located 1,099 feet from the South line and 1,333 feet from the East line, Section 33, Township 23 South, Range 35 East, Lea County, New Mexico.

Produced water from area production will be commercially disposed into the Devonian, Fusselman and Montoya Formations at a depth of 15,888 feet to 18,044 feet at a maximum surface pressure of 3,000 psi and an average injection rate of 30,000 barrels per day. The proposed SWD well is located approximately 29 miles southwest of Eunice, New Mexico.

Interested parties wishing to object to the proposed application must file with the New Mexico Oil Conservation Division, 1220 S. St. Francis Dr., Santa Fe, NM 87505 (505) 476-3460 within 15 days of the date of this notice.

Additional information can be obtained by contacting Mr. Randall Hicks, agent for Accelerated Water Resources, LP, at 505-238-9515.

Sincerely,
R.T. Hicks Consultants



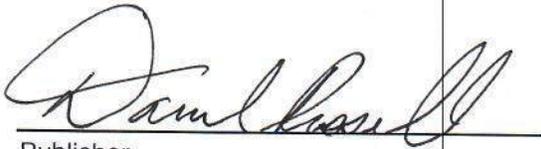
Randall Hicks
Principal

Affidavit of Publication

STATE OF NEW MEXICO
COUNTY OF LEA

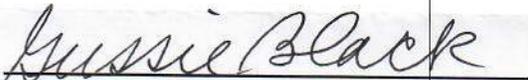
I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

Beginning with the issue dated
August 30, 2019
and ending with the issue dated
August 30, 2019.



Publisher

Sworn and subscribed to before me this
30th day of August 2019.

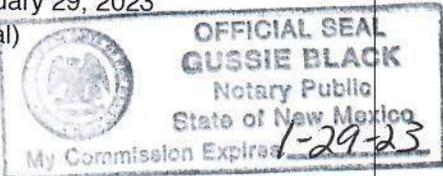


Business Manager

My commission expires

January 29, 2023

(Seal)



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

LEGAL NOTICE AUGUST 30, 2019

AWR Disposal LLC, 3300 N. A Street, Ste. 220, Midland, TX 79705 filed Form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division seeking administrative approval for a salt water disposal well. The proposed well, the Pop SWD #1 will be located 1,099 feet from the South line and 1,333 feet from the East line, Section 33, Township 23 South, Range 35 East, Lea County, New Mexico. Produced water from area production will be commercially disposed into the Devonian, Fusselman and Montoya Formations at a depth of 15,888 feet to 18,044 feet at a maximum surface pressure of 3,000 psi and an average injection rate of 30,000 barrels per day. The proposed SWD well is located approximately 29 miles southwest of Eunice, New Mexico.

Interested parties wishing to object to the proposed application must file with the New Mexico Oil Conservation Division, 1220 S. St. Francis Dr., Santa Fe, NM 87505 (505) 476-3460 within 15 days of the date of this notice.

Additional information can be obtained by contacting Mr. Randall Hicks, agent for Accelerated Water Resources, LP, at 505-238-9515.

Sincerely,
R.T. Hicks Consultants
Randall Hicks
Principal
#34650

67115764

00232748

RANDALL HICKS
R.T. HICKS CONSULTANTS, LTD
901 RIO GRANDE BLVD NM
SUITE F-142
ALBUQUERQUE, NM 87104

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Artesia ▲ Carlsbad ▲ Durango ▲ Midland

September 03, 2019

NOTIFICATION TO INTERESTED PARTIES
Via U.S. Certified Mail – Return Receipt Requested

To Whom It May Concern:

AWR Disposal, LLC, Midland, Texas, has made application to the New Mexico Oil Conservation Division to drill and complete, for salt water disposal, the **Pop SWD #1**. The proposed commercial operation will be for produced water disposal from area operators. As indicated in the notice below, the well is in Section 33, Township 23 South, Range 35 East in Lea County, New Mexico.

The published notice states that the interval will be from 15,888 feet to 18,044 feet into the Devonian, Fusselman and Montoya Formations.

LEGAL NOTICE

AWR Disposal LLC, 3300 N. A Street, Ste. 220, Midland, TX 79705 filed Form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division seeking administrative approval for a salt water disposal well. The proposed well, the Pop SWD #1 will be located 1,099 feet from the South line and 1,333 feet from the East line, Section 33, Township 23 South, Range 35 East, Lea County, New Mexico.

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Interested parties wishing to object to the proposed application must file with the New Mexico Oil Conservation Division, 1220 S. St. Francis Dr., Santa Fe, NM 87505 (505) 476-3460 within 15 days of the date of this notice.

You have been identified as a party who may be interested as an offset lessee or operator. **IF YOU WOULD LIKE AN ELECTRONIC COPY OF THE ENTIRE PERMIT PACKAGE, PLEASE SEND YOUR REQUEST TO r@rthicksconsult.com** (request a read receipt to avoid your email becoming stuck in spam).

Thank you for your attention in this matter.

Sincerely,
R.T. Hicks Consultants



Randall Hicks
Principal

OPERATORS, LEASEHOLDERS AND SURFACE OWNERS WITHIN 1 MILE -RADIUS

<p>BLACKBEARD OPERATING, LLC POP SWD #1 1751 River Run Suite 405 Fort Worth, TX 76107</p>	<p>BTA OIL PRODUCERS POP SWD #1 104 S PECOS MIDLAND, TX 79701</p>	<p>Bureau of Land Management POP SWD #1 620 E. Greene Street Carlsbad, NM 88220-6292</p>
<p>CHEVRON U S A INC POP SWD #1 6301 DEAUVILLE BLVD MIDLAND, TX 79706</p>	<p>COG OPERATING LLC POP SWD #1 600 W Illinois Ave Midland, TX 79701</p>	<p>DEEP WELLS RANCH INC POP SWD #1 327 DEEP WELLS RD JAL, NM 88252</p>
<p>DEVON ENERGY PRODUCTION CO. POP SWD #1 333 West Sheridan Ave. Oklahoma City, OK 73102</p>	<p>EOG RESOURCES INC POP SWD #1 P.O. Box 2267 Midland, TX 79702</p>	<p>EOG Y RESOURCES, INC. POP SWD #1 104 S 4TH ST ARTESIA, NM 88210</p>
<p>Franklin Mountain Energy 2 LLC POP SWD #1 2401 E 2nd Avenue Suite 300 Denver, CO 80206</p>	<p>JAL PUBLIC LIBRARY TRUST POP SWD #1 BOX 178 JAL, NM 88252</p>	<p>LIMESTONE BASIN PROP RANCH LLC POP SWD #1 18 DESTA DRIVE MIDLAND, TX 79705</p>
<p>Magnum Hunter Production Inc POP SWD #1 202 S. CHEYENNE AVE. SUITE 1000 TULSA, OK 74103</p>	<p>MATADOR PRODUCTION COMPANY POP SWD #1 One Lincoln Centre 5400 LBJ Freeway Dallas, TX 75240</p>	<p>MCKAY PETROLEUM CORPORTATION POP SWD #1 P. O. BOX 2014 ROSWELL, NM 88202</p>
<p>MOBIL PRODUCING TX & NM POP SWD #1 PO BOX 1760 DENVER CITY, TX 79323</p>	<p>MRC PERMIAN COMPANY POP SWD #1 5400 LBJ FREEWAY SUITE 1500 DALLAS, TX 75240</p>	<p>New Mexico State Land Office POP SWD #1 310 Old Santa Fe Trail Santa Fe, NM 87501</p>
<p>OXY USA INC POP SWD #1 PO BOX 4294 HOUSTON, TX 77210</p>	<p>ROBERT E. LANDRETH POP SWD #1 110 W. LOUISIANA SUITE 404 MIDLAND, TX 79701</p>	<p>XTO Holdings, LLC POP SWD #1 6401 Holiday Hill Road #200 Midland, TX 79707</p>

7019 1120 0002 3160 8904

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<input type="checkbox"/> Return Receipt (electronic)	\$0.00
<input type="checkbox"/> Certified Mail Restricted Delivery	\$0.00
<input type="checkbox"/> Adult Signature Required	\$0.00
<input type="checkbox"/> Adult Signature Restricted Delivery	\$0.00
Postage	\$0.55
Total Postage and Fees	\$6.85



Sent To: **BLACKBEARD OPERATING, LLC**
POP SWD #1
 Street and Apt. No., or PO Box No.: **1751 River Run**
Suite 405
 City, State, ZIP+4®: **Fort Worth, TX 76107**

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

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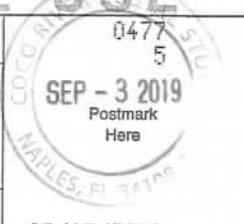
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<input type="checkbox"/> Adult Signature Restricted Delivery	\$0.00
Postage	\$0.55
Total Postage and Fees	\$6.85



Sent To: **CHEVRON U S A INC**
POP SWD #1
 Street and Apt. No., or PO Box No.: **6301 DEAUVILLE BLVD**
MIDLAND, TX 79706
 City, State, ZIP+4®: **MIDLAND, TX 79706**

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

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<input type="checkbox"/> Return Receipt (electronic)	\$0.00
<input type="checkbox"/> Certified Mail Restricted Delivery	\$0.00
<input type="checkbox"/> Adult Signature Required	\$0.00
<input type="checkbox"/> Adult Signature Restricted Delivery	\$0.00
Postage	\$0.55
Total Postage and Fees	\$6.85



Sent To: **DEVON ENERGY PRODUCTION CO.**
POP SWD #1
 Street and Apt. No., or PO Box No.: **333 West Sheridan Ave.**
Oklahoma City, OK 73102
 City, State, ZIP+4®: **Oklahoma City, OK 73102**

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

7019 1120 0002 3160 8935

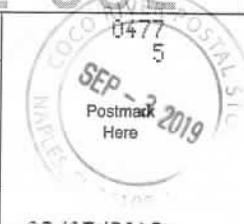
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DENVER, CO 80206

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Extra Services & Fees (check box, add fees as appropriate)	\$2.80
<input type="checkbox"/> Return Receipt (hardcopy)	\$0.00
<input type="checkbox"/> Return Receipt (electronic)	\$0.00
<input type="checkbox"/> Certified Mail Restricted Delivery	\$0.00
<input type="checkbox"/> Adult Signature Required	\$0.00
<input type="checkbox"/> Adult Signature Restricted Delivery	\$0.00
Postage	\$0.55
Total Postage and Fees	\$6.85



Sent To: **Franklin Mountain Energy 2 LLC**
POP SWD #1
 Street and Apt. No., or PO Box No.: **2401 E 2nd Avenue**
Suite 300
 City, State, ZIP+4®: **Denver, CO 80206**

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

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Extra Services & Fees (check box, add fees as appropriate)	\$2.80
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<input type="checkbox"/> Return Receipt (electronic)	\$0.00
<input type="checkbox"/> Certified Mail Restricted Delivery	\$0.00
<input type="checkbox"/> Adult Signature Required	\$0.00
<input type="checkbox"/> Adult Signature Restricted Delivery	\$0.00
Postage	\$0.55
Total Postage and Fees	\$6.85



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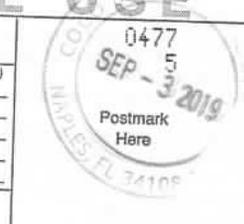
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Postage	\$0.55	09/03/2019
Total Postage and Fees	\$6.85	
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Street and Apt. No., or PO Box No.	PO BOX 4294	
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Postage	\$0.55	09/03/2019
Total Postage and Fees	\$6.85	
Sent To	BTA OIL PRODUCERS POP SWD #1	
Street and Apt. No., or PO Box No.	104 S PECOS	
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Extra Services & Fees (check box, add fee as appropriate)	\$0.00	
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Postage	\$0.55	09/03/2019
Total Postage and Fees	\$6.85	
Sent To	COG OPERATING LLC POP SWD #1	
Street and Apt. No., or PO Box No.	600 W Illinois Ave	
City, State, ZIP+4®	Midland, TX 79701	

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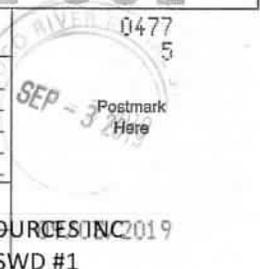
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Postage	\$0.55	09/03/2019
Total Postage and Fees	\$6.85	
Sent To	EOG RESOURCES INC POP SWD #1	
Street and Apt. No., or PO Box No.	P.O. Box 2267	
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JAL, NM 88252

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<input type="checkbox"/> Return Receipt (hardcopy)	\$0.00	
<input type="checkbox"/> Return Receipt (electronic)	\$0.00	
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<input type="checkbox"/> Adult Signature Restricted Delivery	\$0.00	
Postage	\$0.55	09/03/2019
Total Postage and Fees	\$6.85	
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Street and Apt. No., or PO Box No.	BOX 178	
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\$	\$2.80	5
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Postage	\$0.55	09/03/2019
Total Postage and Fees	\$6.85	
Sent To	MATADOR PRODUCTION COMPANY POP SWD #1	
Street and Apt. No., or PO Box No.	One Lincoln Centre	
City, State, ZIP+4®	5400 LBJ Freeway Dallas, TX 75240	

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Postage \$0.55

Total Postage and Fees \$6.85

MRC PERMIAN COMPANY
POP SWD #1

Sent To 5400 LBJ FREEWAY

Street and Apt. No., or PO Box No. SUITE 1500

City, State, ZIP+4® DALLAS, TX 75240



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MIDLAND, TX 79701

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Postage \$0.55

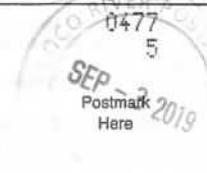
Total Postage and Fees \$6.85

ROBERT E. LANDRETH
POP SWD #1

Sent To 110 W. LOUISIANA

Street and Apt. No., or PO Box No. SUITE 404

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Postage \$0.55

Total Postage and Fees \$6.85

Bureau of Land Management
POP SWD #1

Sent To 620 E. Greene Street

Street and Apt. No., or PO Box No. Carlsbad, NM 88220-6292

City, State, ZIP+4®



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<input type="checkbox"/> Adult Signature Required	\$0.00
<input type="checkbox"/> Adult Signature Restricted Delivery	\$0.00

Postage \$0.55

Total Postage and Fees \$6.85

DEEP WELLS RANCH INC
POP SWD #1

Sent To 327 DEEP WELLS RD

Street and Apt. No., or PO Box No.

JAL, NM 88252

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<input type="checkbox"/> Certified Mail Restricted Delivery	\$0.00
<input type="checkbox"/> Adult Signature Required	\$0.00
<input type="checkbox"/> Adult Signature Restricted Delivery	\$0.00

Postage \$0.55

Total Postage and Fees \$6.85

EOG Y RESOURCES, INC.
POP SWD #1

Sent To 104 S 4TH ST

Street and Apt. No., or PO Box No. ARTESIA, NM 88210

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MIDLAND, TX 79705

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\$	\$2.80
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Postage \$0.55

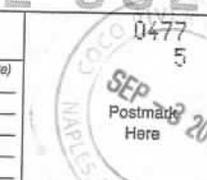
Total Postage and Fees \$6.85

LIMESTONE BASIN PROP RANCH LLC
POP SWD #1

Sent To 18 DESTA DRIVE

Street and Apt. No., or PO Box No. MIDLAND, TX 79705

City, State, ZIP+4®



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ROSWELL, NM 88202

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<input type="checkbox"/> Adult Signature Required	\$0.00
<input type="checkbox"/> Adult Signature Restricted Delivery	\$0.00

Postage \$0.55

Total Postage and Fees \$6.85

Sent To MCKAY PETROLEUM CORPORATION
POP SWD #1
P. O. BOX 2014

Street and Apt. No., or PO Box No. ROSWELL, NM 88202

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Postage \$0.55

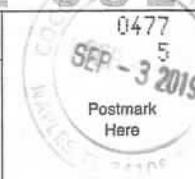
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POP SWD #1
310 Old Santa Fe Trail

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MIDLAND, TX 79707

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Postage \$0.55

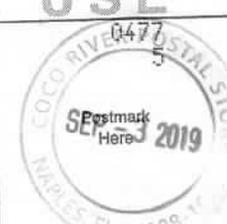
Total Postage and Fees \$6.85

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POP Luger SWD #1

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City, State, ZIP+4® Midland, TX 79707

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09/03/2019

R. T. HICKS CONSULTANTS, LTD.

901 Rio Grande Blvd NW ▲ Suite F-142 ▲ Albuquerque, NM 87104 ▲ 505.266.5004 ▲ Since 1996
Artesia ▲ Carlsbad ▲ Durango ▲ Midland

September 04, 2019

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

RE: AWR Disposal, LLC; Pop SWD #1
Unit Letter O, Section 33, T23S R35E, Lea County

Dear Mr. Goetze:

On behalf of AWR Disposal LLC, R.T. Hicks Consultants is providing data and an opinion regarding the probability that injection of wastewater in the above referenced well at the proposed rates will cause seismic events of sufficient magnitude to create damage. It is our understanding that OCD is interested in such an opinion as part of the SWD approval process. We elected to provide this opinion as a separate submission as the C-108 does not specifically require such an opinion.

We relied upon the following data to develop our opinion

- State of stress in the Permian Basin, Texas and New Mexico: Implications for induced seismicity, Jens-Erik Lund Snee and Mark D. Zoback, The Leading Edge, February 2018¹
- Plate 5, which is reproduced from the Snee and Zoback publication, which uses the following references
 - Crone, A. J., and R. L. Wheeler, 2000, Data for Quaternary faults, liquefaction features, and possible tectonic features in the Central and Eastern United States, east of the Rocky Mountain front; U.S. Geological Survey Open-File Report.
 - Ewing, T. E., R. T. Budnik, J. T. Ames, and D. M. Ridner, 1990, Tectonic map of Texas: Bureau of Economic Geology, University of Texas at Austin.
 - Green, G. N., and G. E. Jones, 1997, e digital geologic map of New Mexico in ARC/INFO format: U.S. Geological Survey Open-File Report.
 - Ruppel, S. C., R. H. Jones, C. L. Breton, and J. A. Kane, 2005, Preparation of maps depicting geothermal gradient and Precambrian structure in the Permian Basin: USGS Order no. 04CRSA0834 and Requisition no. 04CRPR01474.
 - NMOCD database of oil and gas wells
- Plate 5, which shows the distribution of active and new SWD wells in the area of the proposed AWR Disposal SWD well
- Stratigraphic and lithologic information from two deep wells in the Delaware Basin
- Data on the thickness and lithology of the Simpson Group from the Texas Bureau of Economic Geology²

¹ https://scits.stanford.edu/sites/default/files/3702_tss_lundsnee_v2.pdf

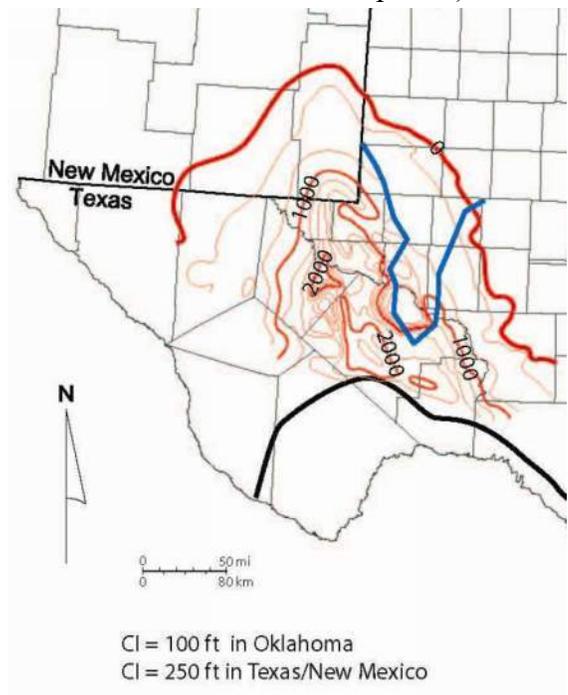
² http://www.beg.utexas.edu/resprog/permianbasin/PBGSP_members/writ_synth/Simpson.pdf

Plate 5 reproduces Figure 3 of the 2018 publication of Snee and Zoback and shows

1. Fault traces based upon the references provided above for which Dr. Snee and Dr. Zoback provide a value of the fault slip potential (FSP)
2. Areas of documented seismic activity, and a magnitude 3.0-3.9 earthquake that occurred between 1970-2004 about 11.5 miles to the east of the proposed Pop SWD #1. A similar magnitude and more recent seismic event was reported about 28 miles east of the Pop SWD #1 well location.
3. Although Plate 5 does not show faults that may be identified in confidential seismic data owned by oil and gas operators, the closest mapped basement fault that was re-activated during Woodford time is about 4.5 miles southwest, exhibits a low FSP (less than 5%) based upon the modeling and analysis of Snee and Zoback referenced above
4. Other mapped faults in southern Lea County shown on Plate 5 also show a low FSP, except for part of southwest-northeast trending fault about 18 miles north of the Pop SWD #1 well that has a FSP of about 25 – 33% in the central portion of this fault trace.

Plate 6 reproduces the major elements of Plate 5 in the inset map and also shows that within an 6-mile radius around the proposed Pop SWD #1, the OCD database shows about 2 active and no new Devonian SWDs, which translates into an average density of about one SWD for every 37 square miles.

Figure 4 from the referenced Bureau of Economic Geology (The Middle-Upper Ordovician Simpson Group of the Permian Basin: Deposition, Diagenesis, And Reservoir Development) is attached to this letter and the portion of that figure for the Delaware Basin is shown to the right. In southern Lea County the mapped thickness appears to be 500-1500 feet thick (note one contour line appears to be missing on the map). This unit, which is clay-rich carbonate interbedded with shale and sandstone, provides an excellent permeability/pressure barrier between the injection zone and the basement faults that were re-activated during Woodford time.



Data from the Amoco Federal CW Com 1 (3002528119) show that the thickness of the Simpson in the Antelope Ridge area of Lea County (Section 3 24S 34E) is about 450 feet thick with. This is consistent with Figure 4 of the BEG paper (probably because this well was used to produce the isopach map).

We contend that the data permit conclusion that unmapped faults (which may be located by confidential seismic data that AWR Disposal does not possess) near the Pop SWD #1 would be dominantly north-south normal faults, as is common in Lea County. The data on Plate 6 permit a

September 04, 2019

Page 3

conclusion that faults near the Pop SWD #1 are also most likely to exhibit a low FSP, like the mapped faults shown on Plate 5.

Given the density of Devonian SWDs (planned/new and active) near the proposed Pop SWD #1 well and the high likelihood that any unmapped faults in the area would exhibit a low FSP, the probability that injection into the Pop SWD #1 would cause an increase in pore pressure to trigger a seismic event of sufficient magnitude to cause damage is very low.

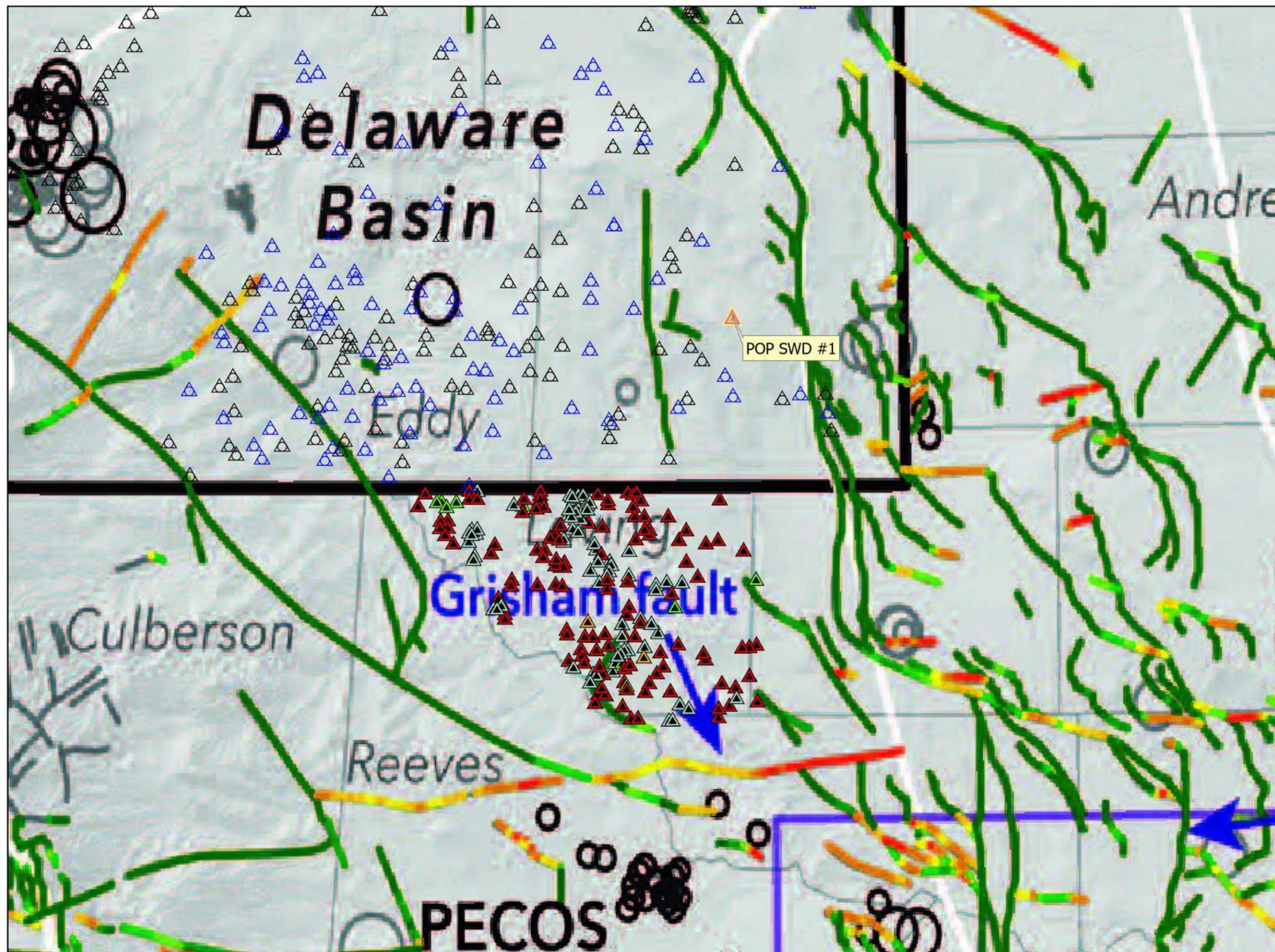
The users of this letter should recognize the uncertainties of using seismic maps of the Permian Basin to determine probability that injection of wastewater into a single SWD well could cause seismic events of sufficient magnitude to cause damage. However, on a regional basis injection by numerous wells into the Devonian/Fusselman/Montoya interval will raise the hydrostatic pressure. If pressure increases sufficiently, fluid could migrate from the injection zone along fault planes, up and down. Downward fluid migration will be intercepted first by the sandstone units of the Simpson Group. After fluid pressure increases in these sandstones, fluid would migrate downward into the Ellenberger Formation, which lies beneath the Simpson Group. This downward migration will next enter the permeable units of the Ellenberger and, over time, increase the fluid pressure. After fluid pressure in the Ellenberger is sufficiently large to cause downward migration along fault planes or other conduits, the migrating fluid will, in some areas, enter a thinner horizon of granite wash. Downward migrating fluids from the injection zone could then enter basement fault planes if the pressure in the granite wash horizon is sufficient, and reduce the frictional resistance (lubricate the faults). Reduction in the frictional force in faults due to fluid invasion can and has caused seismic events. In my opinion, the probability that injection into the Pop SWD #1 will measurably contribute to the events described above and will cause a seismic event resulting in damage is so low as to be nil.

Sincerely,
R.T. Hicks Consultants

A handwritten signature in black ink, appearing to read "Randall T. Hicks". The signature is written in a cursive, somewhat stylized font.

Randall T. Hicks
Principal

Copy: AWR Disposal LLC



- SWD
- Oil and Gas (NMOCD)
- Salt Water Injection, Active
- Salt Water Injection, New
- Loving, Tx Oil and Gas Wells
- Injection/Disposal From Gas
- Injection/Disposal From Oil
- Injection/Disposal From Oil/Gas
- Injection/Disposal Well

Seismicity:

- M_w 2.0-2.9 Since 2005
- M_w 3.0-3.9 1970-2004
- M_w 4.0+

Fault slip potential (%):

0 10 20 30 40 50+

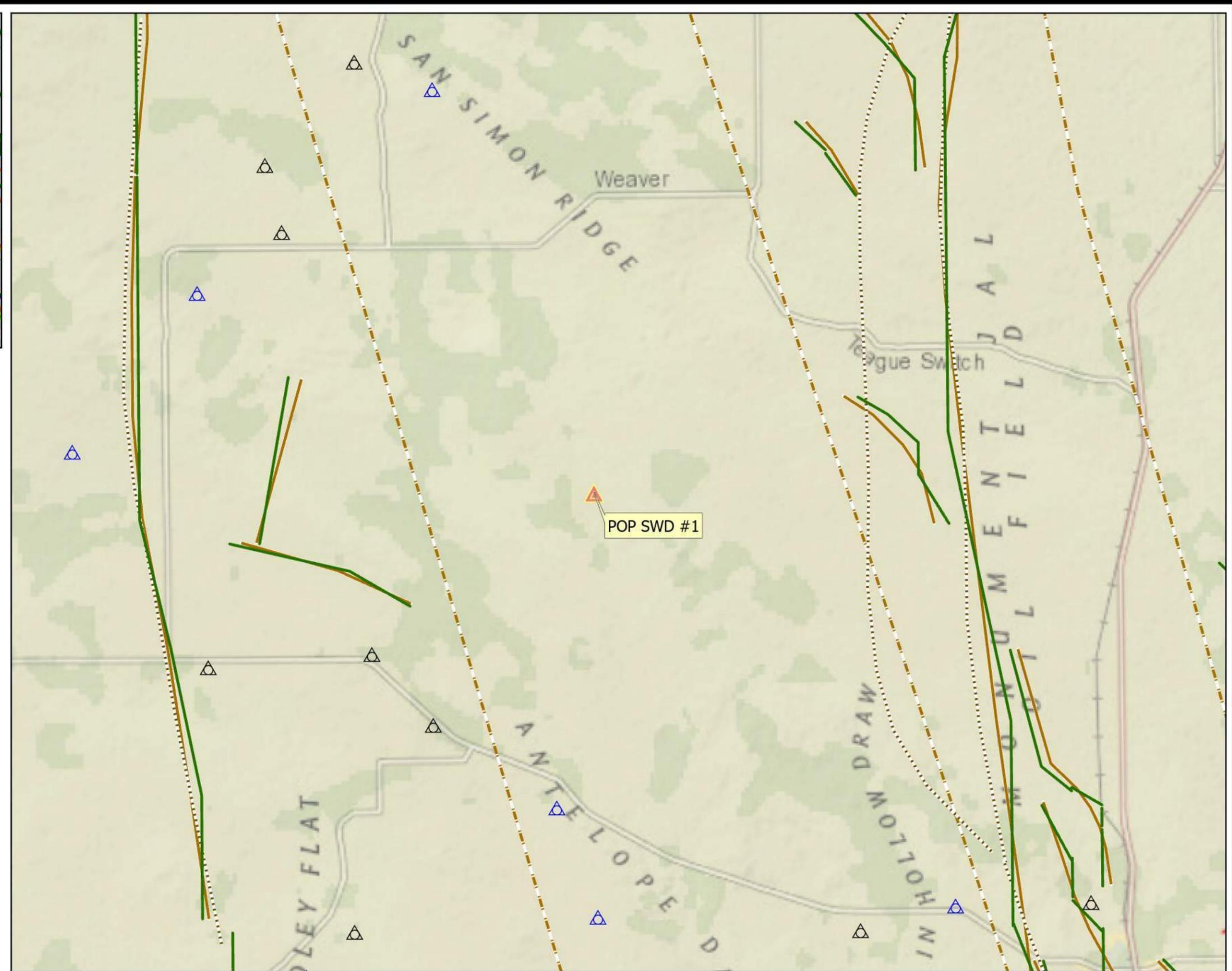
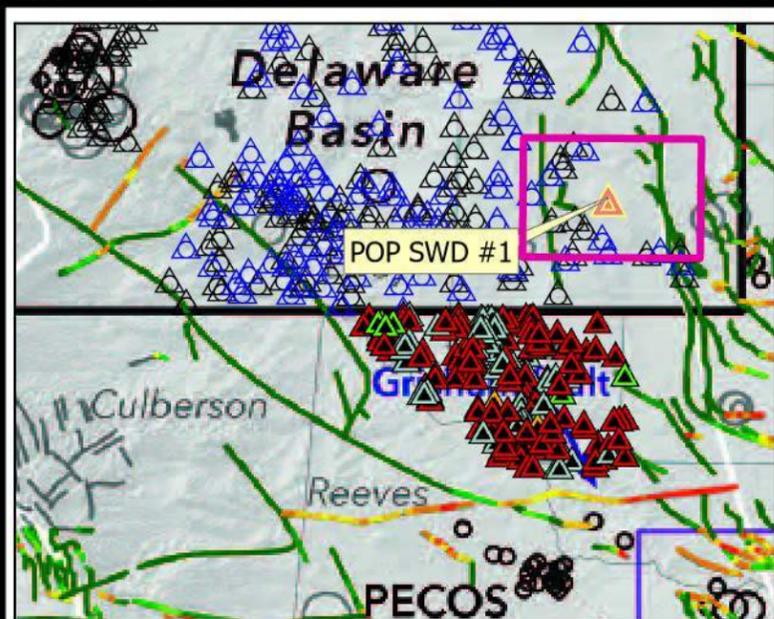
Seismic and Fault Slip Potential-
Ewing et al. (1990), Green and Jones (1997), Ruppel et al. (2005), and the USGS Quaternary Faults and Folds Database (Crone and Wheeler, 2000).



R.T. Hicks Consultants, Ltd
901 Rio Grande Blvd NW Suite F-142
Albuquerque, NM 87104
Ph: 505.266.5004

Seismicity and Fault Slip Potential
AWR Disposal, LLC
POP SWD #1

Plate 5
09/01/2019



-  SWD
- Oil and Gas (NMOCD)
-  Salt Water Injection, Active
-  Salt Water Injection, New
- Faults
-  Fault - Woodford
-  Fault - Precambrian
-  Fault - Basement
- Fault Slip Potential (%)
-  <5

Seismic and Fault Slip Potential-
Ewing et al. (1990), Green and Jones (1997), Ruppel
et al. (2005), and the USGS Quaternary Faults and
Folds Database (Crone and Wheeler, 2000).



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Plate 6
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