Additional

Information

By applicant on 1/6/2020

September 4, 2018

Mr. Michael McMillan NM EMNRD – Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

Subject: Three Bars SWD #1 – Leaseholder Notification

Dear Mr. McMillan,

On August 20, 2018, ALL Consulting (ALL) received an email from the Oil Conservation Division (OCD) regarding inadequate leaseholder notification associated with Solaris Midstream LLC's (Solaris) Application for Authorization to Inject for the proposed Three Bars SWD #1. The email indicated that Narenta Oil Company (Narenta) had been notified of the application; however, a representative of Narenta stated that Narenta no longer held the associated leases (S32 T24S R27E). Therefore, OCD stated that confirmation of notification to the appropriate leaseholders was required.

Research indicated that Devon Energy Production Company (Devon) is the current lessee of the applicable leases (see attached lease map). Since Devon had already been notified as a part of the application process, no additional notification to Devon was made (see attached lease map and certificate of mailing).

Additionally, the records search revealed that the State Land Office (SLO) owns the minerals on which the proposed Three Bars SWD #1 is located (surface owned by Bureau of Land Management). As they requested, a notification of application was also made to SLO (see attached certificate of mailing).

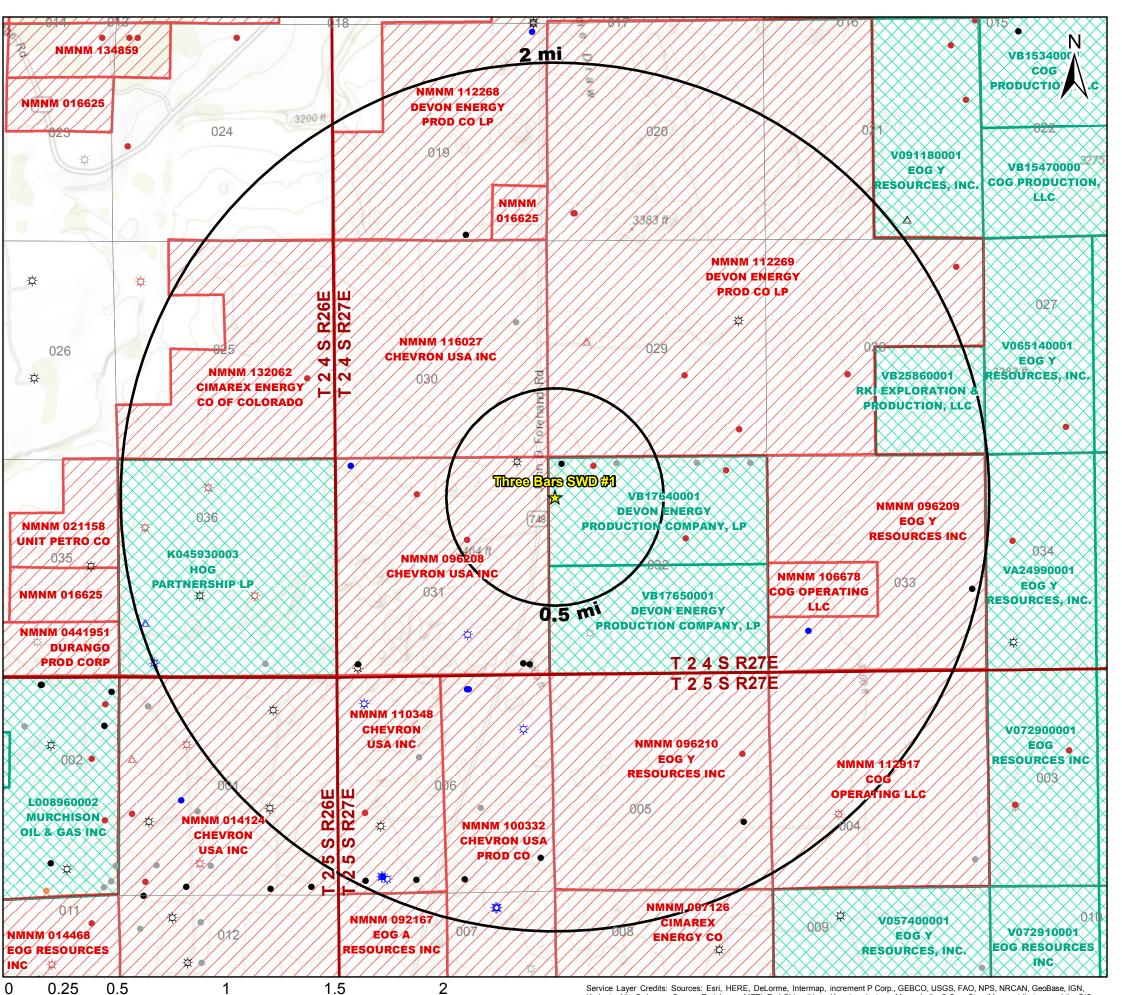
Please let us know if you have any questions or if any further action is required for this application.

Sincerely,

ALL Consulting

J. Daniel Arthur, P.E., SPEC President and Chief Engineer

Enclosures



■ Miles



Legend

- Proposed SWD
- Gas, Active (20)
- Gas, Cancelled (6)
- Gas, New (10)
- Gas, Plugged (8)
- Oil, Active (22)
- Oil, Cancelled (21)
- Oil, New (7)
- Oil, Plugged (33)
- Oil, Temporarily Abondoned (1)
- Salt Water Injection, Active (1)
- Salt Water Injection, New (1)
- Salt Water Injection, Plugged (2)
- Oil & Gas Leases (BLM)
- Oil &Gas Leases (NMSLO)

O&G Leases Area of Review

Three Bars SWD #1

Eddy, New Mexico

Proj Mgr: Dan Arthur August 21, 2018

Mapped by: Ben Bockelmann



Prepared by:

Service Layer Credits: Sources: Esri, HERE, DeLorme, Intermap, increment P Corp., GEBCO, USGS, FAO, NPS, NRCAN. GeoBase, IGN. Kadaster NL, Ordnance Survey, Esri Japan, METI, Esri China (Hong Kong), swisstopo, Mapmylndia, @ OpenStreetMap contributors, and the GIS ALL Consulting 1718 S. Cheyenne Ave. Tulsa, OK 74119

e Ave. \$5.42 US POSTA FIRST-CLA FROM 741 JUL 27 20

Place label at top of the center of the envelope and fold at dotted line.



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9414 8118 9956 0197 5566 48

Devon Energy Production Company, LP 333 W. Sheridan Ave. Oklahoma City OK 73102-5010 MIIAM DƏIJITHƏO



9414 8118 9956 0197 5566 86

HNG Oil P.O. Box 2267 Midland TX 79702-2267

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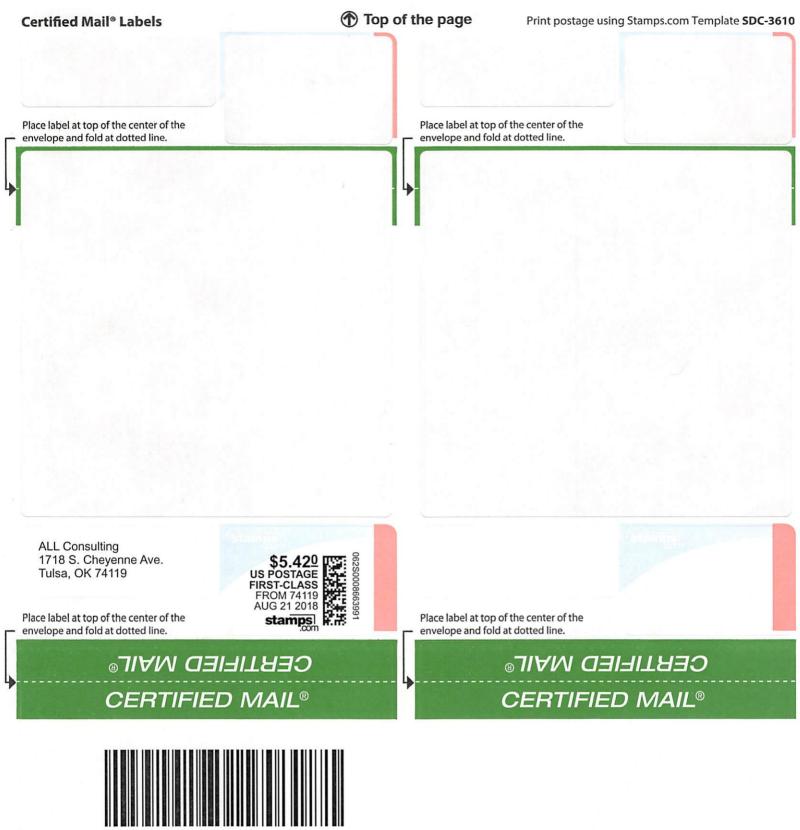
9414 8118 9956 0197 5561 50

JFG Enterprises P.O. Box 100 Artesia NM 88211-0100 CERTIFIED MAIL™



9414 8118 9956 0197 5561 98

Mewbourne Oil Company 4801 Business Park Blvd Hobbs NM 88240





New Mexico State Land Office 310 Old Santa Fe Trail Santa Fe NM 87501-2708

Lamkin, Baylen, EMNRD

From: McClure, Dean, EMNRD

Sent: Wednesday, January 15, 2020 11:16 AM

To: Lamkin, Baylen, EMNRD

Cc: Murphy, Kathleen A, EMNRD

Subject: FW: Three Bars SWD #1 application

Attachments: RE_ Three Bars SWD Well No_ 1.msg; Solaris - Three Bars SWD #1 - Notification Follow-up.pdf

Baylen,

Kathleen identified this well as one that you may be interested in reviewing. I know I opened the file like 3 months ago, and my notes make it look like I did a little review. However, I am unsure how in depth I had gotten into it.

pMAM1823252822 SWD 1897

Dean McClure
Petroleum Specialist
New Mexico Energy, Minerals and Natural Resources Department
1220 South St. Francis Drive
Santa Fe, New Mexico 87505
(505) 476-3471

From: Whitney McKee <whitney.mckee@solarismidstream.com>

Sent: Monday, January 6, 2020 6:41 AM

To: McClure, Dean, EMNRD < Dean. McClure@state.nm.us>

Subject: [EXT] RE: Three Bars SWD #1 application

Dean,

Yes we would like to pursue this injection permit. Attached is the notification. If there is anything else you need please let me know.

Thanks, Whitney

From: McClure, Dean, EMNRD < Dean.McClure@state.nm.us >

Sent: Friday, December 27, 2019 2:16 PM

To: Whitney McKee < whitney.mckee@solarismidstream.com >

Subject: FW: Three Bars SWD #1 application

Hello Whitney,

I am forwarding this email on to you as I have never gotten a response.

Dean McClure
Petroleum Specialist
New Mexico Energy, Minerals and Natural Resources Department
1220 South St. Francis Drive

Santa Fe, New Mexico 87505 (505) 476-3471

From: McClure, Dean, EMNRD

Sent: Friday, October 4, 2019 9:43 AM

To: 'bonnie.atwater@solarismidstream.com' < bonnie.atwater@solarismidstream.com >

Subject: Three Bars SWD #1 application

Bonnie Atwater,

I am currently reviewing your application for the proposed Three Bars SWD #1 well. It was suspended 8/20/2018 until evidence of notification is provided. Is there an interest in continuing to pursue this application? Feel free to either respond via email or call me back at (505) 476-3471 if Solaris Water Midstream is still interested in this application.

Dean McClure
Petroleum Specialist
New Mexico Energy, Minerals and Natural Resources Department
1220 South St. Francis Drive
Santa Fe, New Mexico 87505
(505) 476-3471