BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF VISTA DISPOSAL SOLUTIONS LLC, FOR A SALT WATER DISPOSAL WELL, IN LEA COUNTY, NEW MEXICO.

Case No.

APPLICATION FOR SALT WATER DISPOSAL

Vista Disposal Solutions LLC, by and through its undersigned attorney, applies for an

order approving a salt water disposal well, and in support thereof, states:

1. Applicant seeks an order proposing a salt water disposal well for its Jim Federal

SWD #1, (Pool Code 97869) to be drilled at a location 1,932' FSL and 258' FWL, Unit L,

Section 22, Township 26 South, Range 34 East, N.M.P.M., Lea County, New Mexico.

2. Applicant proposes to set a packer at 18,520' feet below the surface of the earth and then inject into the Devonian-Silurian formation at depths between 18,540' through 20,000'

open hole, as stated in the attached C-108.

- 3. Attached hereto as Exhibit A is the C-108.
- 4. The granting of this application will prevent waste and protect correlative rights.

WHEREFORE, Applicant requests that, after notice and hearing, the Division enter its order approving this application.

Respectfully submitted,

PADILLA LAW FIRM, P.A.

<u>/s/ ERNEST L. PADILLA</u>

ERNEST L. PADILLA, Attorney for Vista Disposal Solutions, LLC PO Box 2523 Santa Fe, New Mexico 87504 505-988-7577 padillalaw@qwestoffice.net I.

II.

III.

IV.

V.

VI.

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- "8"	_	~J	

FORM C-108 Revised June 10, 2003

STATE OF NEW MEXICO **Oil Conservation Division** ENERGY, MINERALS AND NATURAL 1220 South St. Francis Dr. **RESOURCES DEPARTMENT** Santa Fe, New Mexico 87505 **APPLICATION FOR AUTHORIZATION TO INJECT PURPOSE:** Secondary Recovery Pressure Maintenance Х Disposal Storage Application qualifies for administrative approval? X Yes No OPERATOR: Vista Disposal Solutions, LLC ADDRESS: 12444 NM 10th St., Building G, Suite 202-512, Yukon, OK 73099 PHONE: 918-382-7581 CONTACT PARTY Nate Alleman 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. Is this an expansion of an existing project? Yes X No If yes, give the Division order number authorizing the project: 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. 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.
- Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data XII. 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: Dan Arthur, P.E., SPEC	ST DANIEL APPL	TITLE: President/Chief Engineer
SIGNATURE: J. and Suffer	DATE:	11/26/2019
darthur@all-llc.com	2 (2169) A.	
E-MAIL ADDRESS:	ATTENT CHOM	

XV. If the information required under Sections VI, V ve has been previously submitted, it need not be resubmitted. Please show the date and circumstances of the earlier submittal:

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

Side 2

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.

Application for Authorization to Inject Well Name: Jim Federal SWD #1

III – Well Data (The Wellbore Diagram is included as Attachment 1) A.

(1) General Well Information:

Operator: Vista Disposal Solutions, LLC (OGRID No. 329051) Lease Name & Well Number: Jim Federal SWD #1 Location Footage Calls: 1,932' FSL & 258' FWL Legal Location: Unit Letter L, S22 T26S R34E Ground Elevation: 3,262' Proposed Injection Interval: 18,540' – 20,000' County: Lea

(2) Casing Information:

Туре	Hole Size	Casing Size	Casing Weight	Setting Depth	Sacks of Cement	Estimated TOC	Method Determined
Surface	24"	20"	133.0 lb/ft	825'	840	Surface	Circulation
Intermediate 1	14-3/4"	13-3/8"	68.0 lb/ft	5,370'	1,200	Surface	Circulation
Intermediate 2	12-1/4"	9-5/8"	53.5 lb/ft	14,395'	4,780	Surface	Circulation
Liner	8-1/2"	7-5/8"	39.0 lb/ft	18,540'	355	14,195'	CBL

(3) Tubing Information:

4.5" (composite weight string) of fiberglass-coated tubing with setting depth of 18,520'

(4) Packer Information: Baker SC-2 or equivalent packer set at 18,520'

B.

- (1) Injection Formation Name: Devonian and Silurian formations Pool Name: SWD; DEVONIAN - SILURIAN Pool Code: 97869
- (2) Injection Interval: Open-hole injection between 18,540' 20,000'
- (3) Drilling Purpose: New Drill for Salt Water Disposal
- (4) Other Perforated Intervals: No other perforated intervals exist.
- (5) **Overlying Oil and Gas Zones:** Below are the approximate formation tops for known oil and gas producing zones in the area.
 - Permian Delaware Mountain Group (5,370')
 - Bone Springs (9,505')
 - Wolfcamp (12,555')
 - Atoka (15,125')
 - Morrow (16,490')

Underlying Oil and Gas Zones: No underlying oil and gas zones exist.

V – Well and Lease Maps

The following maps are included in Attachment 2:

- 2-mile Oil & Gas Well Map
- 2-mile Lease Map
- 2-mile Mineral Ownership Map
- 2-mile Surface Owernship Map
- 1.5-mile Deep SWD Map (Devonian/Silurian SWDs)
- 1-mile Well Detail List
- Potash Lease Map

VI – AOR Well List

There are no wells within the 1-mile AOR that penetrate the proposed injection zone.

A list of the wells within the 1-mile AOR is included in *Attachment 2*.

VII – Proposed Operation

- (1) Proposed Maximum Injection Rate: 40,000 bpd Proposed Average Injection Rate: 20,000 bpd
- (2) A closed system will be used.
- (3) Proposed Maximum Injection Pressure: 3,708 psi (based on 0.2 psi per foot) Proposed Average Injection Pressure: approximately 1,500 – 2,000 psi
- (4) Source Water Analysis: It is expected that the injectate will consist of produced water from production wells completed in the Wolfcamp and Bone Springs formations. Analysis of water from these formations is included in *Attachment 3*.
- (5) Injection Formation Water Analysis: The proposed SWD will be injecting water into the Devonian and Silurian formations which is a non-productive zone known to be compatible with formation water from the Wolfcamp and Bone Springs formations. Water analyses from the Devonian-Silurian formation in the area are included in *Attachment 4*.

VIII – Geologic Description

The proposed injection interval includes the Devonian and Silurian formations from 18,540 – 20,000 feet. These formations consist of carbonates including light colored dolomite and chert ' intervals interspersed with some tight limestone intervals. Several thick sections of porous dolomite capable of taking water are present within the subject formations in the area.

The base of the deepest Underground Source of Drinking Water (USDW) is at a depth of approximately 800 feet. Surface casing will be set at a depth of 825 feet, which is 25 feet below the top of the Rustler formation, which isolates the USDW. Geophysical log assessment was conducted to accurately determine the top of the Rustler formation, and the top and the base of the Salado formation in this area. Water well depths in the area range from approximately 50 - 230 feet below ground surface.

IX – Proposed Stimulation Program

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

X – Logging and Test Data

Geophysical logs will be submitted to the Division upon completion of the well.

XI – Fresh Groundwater Samples

Based on a review of data from the New Mexico Office of the State Engineer, there are no groundwater well located within 1-mile of the proposed SWD location; therefore, no groundwater samples were collected in association with this application.

A water well map of the area is included in Attachment 5.

XII – No Hydrologic Connection Statement

ALL Consulting has examined available geologic and engineering data, and has found no evidence of faulting present in the area that would provide a hydrologic connection between the injection interval and overlying USDWs. Additionally, the casing and cementing program has been designed to further ensure there will be no hydrologic connection between the injection interval and overlying USDWs. A letter from a knowledgeable and qualified expert stating that there is a low risk of seismic activity from the proposed injection activities is included in *Attachment 6.*

XIII – Proof of Notice

A Public Notice was filed with the Hobbs News - Sun newspaper and an affidavit is included in *Attachment 7*.

A copy of the application was mailed to the OCD District Office, landowner, and leasehold operators within 1-mile of the proposed SWD location. A list of the recipients, as well as delivery confirmations, are included in *Attachment 7*.

Attachments

Attachment 1:

- C-102
- Wellbore Diagram

Attachment 2: Area of Review Information:

- 2-mile Oil & Gas Well Map
- 2-mile Lease Map
- 2-mile Mineral Ownership Map
- 2-mile Surface Ownership Map
- 1.5-mile Deep SWD Map (Devonian/Silurian SWDs)
- 1-mile Well Detail List
- Potash Lease Map

Attachment 3: Source Water Analyses

Attachment 4: Injection Formation Water Analyses

Attachment 5: Water Well Map and Well Data

Attachment 6: Induced Seismicity Assessment Letter

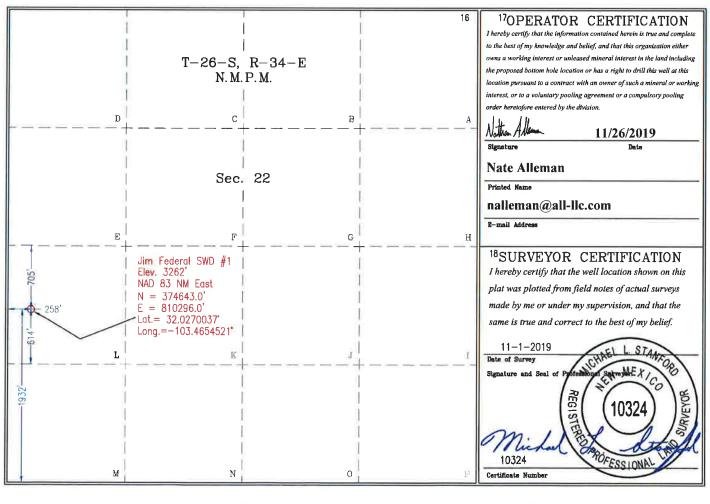
Attachment 7: Public Notice Affidavit and Notice of Application Confirmations

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Attachment 1

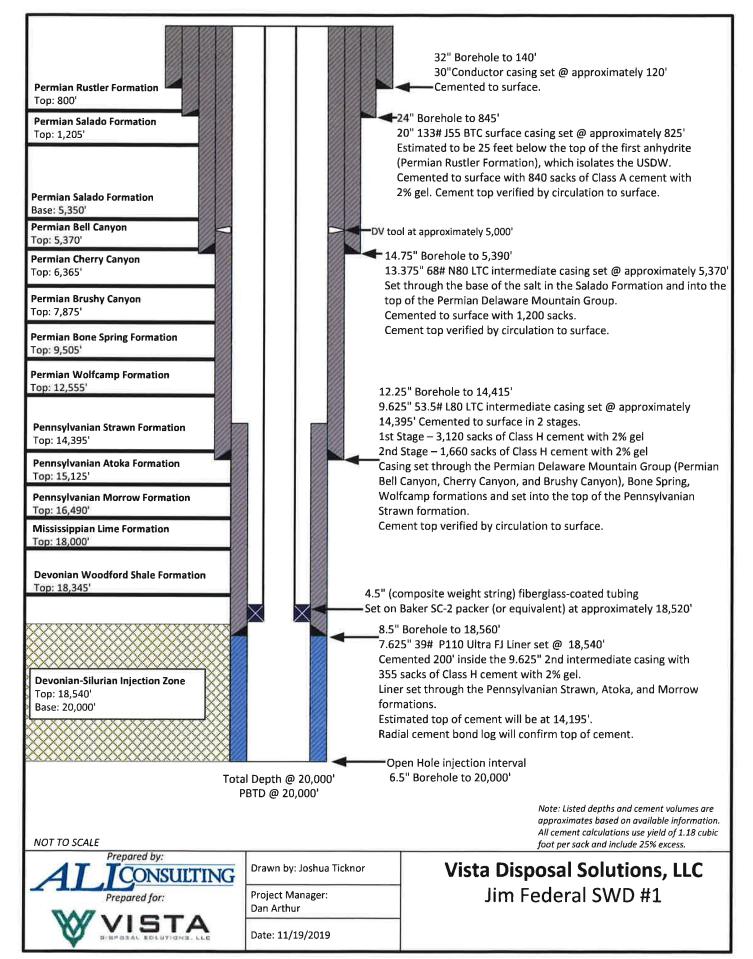
- C-102
- Wellbore Diagram

DISTRICT I 1625 N. French Dr., Hobb Phone: (575) 393-6161 F. DISTRICT II 811 S. First St., Artesia, N Phone: (575) 748-1283 Fa DISTRICT III 1000 Rio Brazos Road, A: Phone: (505) 334-6178 Fa DISTRICT IV 1220 S. St. Francis Dr., Sa Phone: (505) 476-3460 Fa	Tax: (575) : NM 88210 ax: (575) 7 ztec, NM 1 ax: (505) 3 anta Fe, N	393-0720 148-9720 87410 134-6170 M 87505			y, Minerals & N DIL CONSER 1220 South	of New Mexico Natural Resources EVATION DIVI In St. Francis Fe, NM 87505	Form C-1(Revised August 1, 20 Submit one copy to appropria District Offi			
			WELL		TION AND	ACREAGE D	EDICATION	PLAT		
¹ API	Number									
⁴ Property Cod	ie	Ji	im Fede	eral S		⁶ Well Number 1				
^{70grid} no. 329051		Vi	sta Dispo	osal So	^{°ope} lutions, LLC	erator Name			[®] Elevati 326	
					¹⁰ Surfac	e Location				
UL or lot no. Sec	etion	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
L 2	22	26-S	34-E		1932'	South	258'	West	Lea	L I
			¹¹ Bott	om Ho	le Location	lf Different F	rom Surface		· · · · · · · · · · · · · · · · · · ·	
UL or lot no. Sec	tion	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
	Joint or		Consolidation C		 Order No. il all interests ha	ve been consolidat	ed or a non-stand	dard unit has been	approved by t	he division.



<u>17.0</u> Miles <u>W-SW</u> of <u>Jal</u>, New Mexico.

File No. ______A-12935



TU 5632 Rev. M Effective Date: 11 Apr 2019

SC-2 Packer

1 Introduction

The SC-2^m packer is Baker Hughes, a GE company (BHGE)' primary packer for cased hole gravel pack and frac pack applications where a high performance retrievable packer is required.

2 Description

The SC-2 packer is a fully retrievable, highperformance retainer production packer. Although the packer was originally designed for premium gravel pack applications, it may also be used as a standard completion packer in wells where a premium retrievable production packer is required.

The SC-2 packer is fully compatible with standard BHGE sealing accessories, including retrievable and expendable plugs.

Refer to the specifications guide in the Packer Size/Model Availability Guide, Specification Guide, and Packer/Accessory Guide for SC[™] and HP[™] Packers (Product Family H48861), Unit 5750 under Sand Control Tools for packer/accessory size and packer size/model availability.

3 Application

The SC-2 packer is primarily used in gravel pack or frac pack applications where a higher differential pressure production rating, treating pressure rating and temperature are required. The SC-2 may also be used as a production packer.

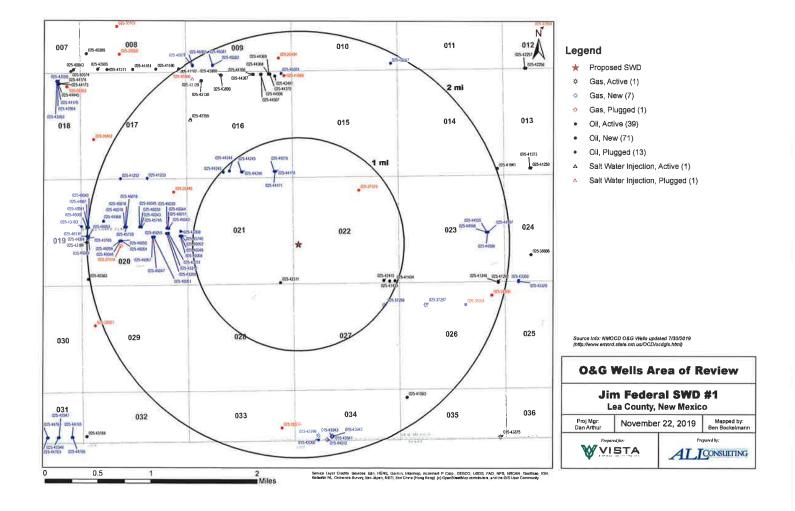


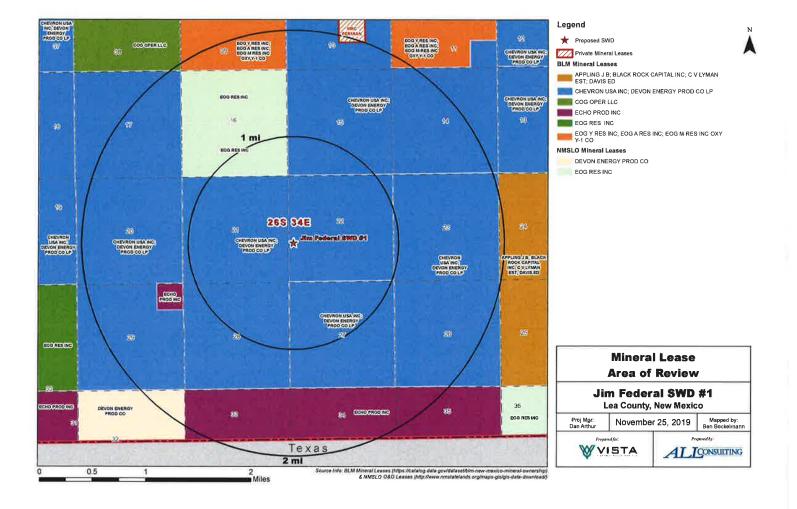
Drawing 662-476-1

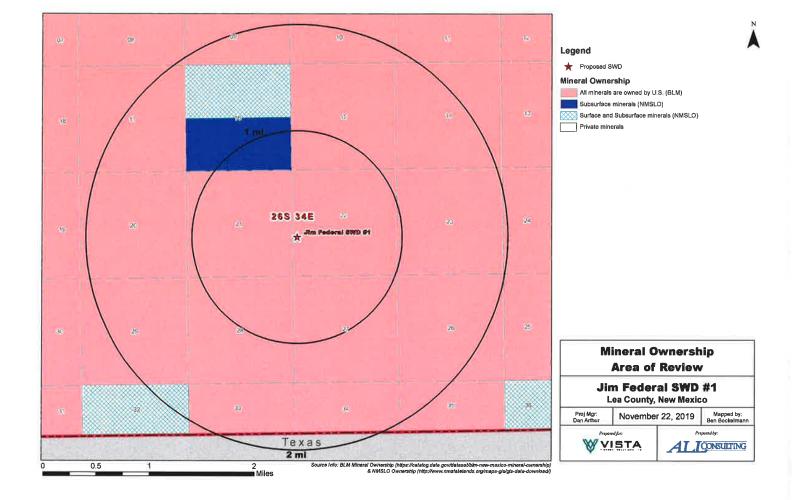
Attachment 2

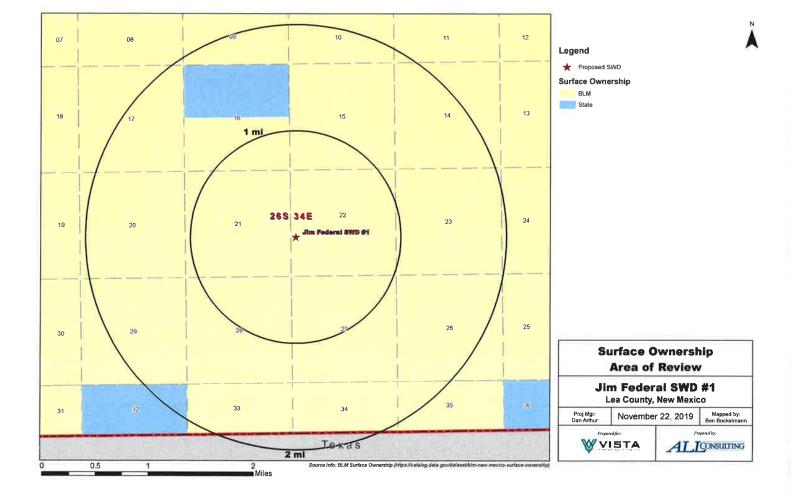
Area of Review Information:

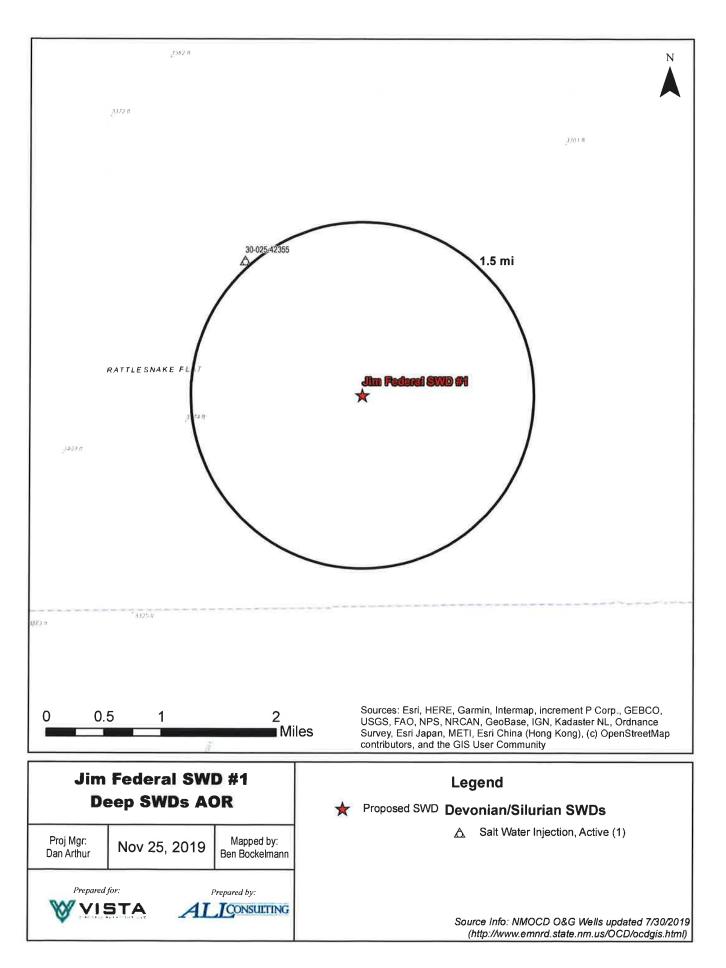
- 2-mile Oil & Gas Well Map
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- 1-mile Well Detail List
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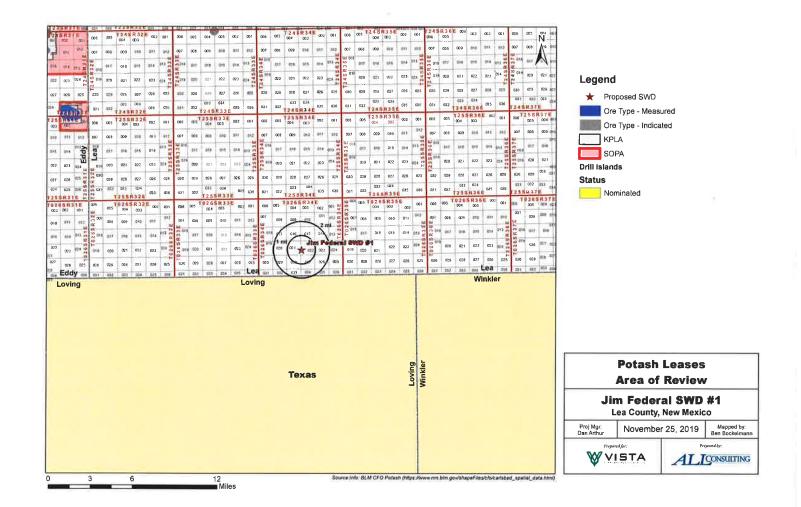








Well Name	Ари	Well Type	Operator	Spud Date	Location (Sec., Tn., Rng.)	Total Vertical Depth (feet)	Penetrate Inj. Zone?
MEAN GREEN 27 FEDERAL #002H	30-025-42415	0	DEVON ENERGY PRODUCTION COMPANY, LP	6/24/2015	P-22-26S-34E	12511	No
RATTLESNAKE FEDERAL UNIT #005	30-025-37298	G	DEVON ENERGY PRODUCTION COMPANY, LP	Not Drilled	A-27-26S-34E	Proposed (16600)	No
MEAN GREEN 27 FEDERAL #001	30-025-41433	0	DEVON ENERGY PRODUCTION COMPANY, LP	1/27/2014	P-22-26S-34E	9484	No
COBBER 21 FEDERAL #001H	30-025-42311	0	DEVON ENERGY PRODUCTION COMPANY, LP	4/23/2015	P-21-26S-34E	9788	No
MEAN GREEN 22 FEDERAL #001H	30-025-41434	0	DEVON ENERGY PRODUCTION COMPANY, LP	10/18/2014	P-22-26S-34E	9233	No
NAUTILUS 16 FEDERAL COM #707H	30-025-44245	0	EOG RESOURCES INC	Not Drilled	O-16-26S-34E	Proposed (12772)	No
NAUTILUS 16 FEDERAL COM #705H	30-025-44243	0	EOG RESOURCES INC	Not Drilled	N-16-26S-34E	Proposed (12772)	No
NAUTILUS 16 FEDERAL COM #708H	30-025-44246	0	EOG RESOURCES INC	Not Drilled	O-16-26S-34E	Proposed (12772)	No
NAUTILUS 16 FEDERAL COM #706H	30-025-44244	0	EOG RESOURCES INC	Not Drilled	N-16-26S-34E	Proposed (12772)	No
NAUTILUS 16 FEDERAL COM #701H	30-025-44170	0	EOG RESOURCES INC	Not Drilled	P-16-26S-34E	Proposed (12772)	No
NAUTILUS 16 FEDERAL COM #709H	30-025-44076	0	EOG RESOURCES INC	Not Drilled	P-16-26S-34E	Proposed (12772)	No
NAUTILUS 16 FEDERAL COM #702H	30-025-44171	0	EOG RESOURCES INC	Not Drilled	P-16-26S-34E	Proposed (12772)	No
PRE-ONGARD WELL #001	30-025-27376	Plugged	PRE-ONGARD WELL OPERATOR (Amaco Production Company)	8/20/1981	B-22-26S-34E	Plugged (5500)	No



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Attachment 3

Source Water Analyses

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Water Analysis

Date: 23-Aug-11

2708 West County Road, Hobbs NM 88240 Phone (875) 392-5556 Fax (575) 392-7307

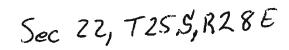
Company		Nell Name	Draw 1th	County	State
		BD		fea.	New Mexico
Sample Source	Swab Sa	mple	Sample #	ddy	1-265-294
Formation			Depth		
Specific Gravity	1.170		\$G Q	60 °F	1.172
pН	6.30		S	iulfi des	Absent
Temperature (*F)	70		Reducing l	Agents	
Cations					
Sodium (Calc)		in Mg/L	77,962	in PPM	66,520
Celcium		in Mg/L	4,000	in PPM	3,413
Magnasium		in Mg/L	1,200	in PPM	1,024
Soluable fron (FE2)		in Mg/L	10.0	in PPM	9
Anions					
Chlorides		in Mg/L	130,000	in PPM	110,922
Suitates		in Mg/L	250	in PPM	213
Bicarbonates		in Mg/L	127	in PPN	108
Total Hardness (as CaCO	3)	in Mg/L	15,000	in PPM	12,799
Total Dissolved Solida (Ca	vic)	in Mg/L	213,549	in PPM	182,209
Equivalent NeCl Concentr	stion	in Mg/L	182,868	in PPM	156,031
icaling Tendencies					
Calcium Carbonate Index	Dennis (200		Ourselle (About d		507,520
Calcium Sulfate (Gyp) Inde		<i>nu - 1,000,000</i>	Possble / Above 1,		,000,000
		00 - 10,000,00	Posable / Above 10		
'his Calculation le enly an appr estment.	10479.84529696 · · · · ·		G100-0010-0020-00402-0	· · · · · · · · · · · · · · · · · · ·	

Remarks RW=.048@70F

Report # 3188

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Bone Spring

North Permian Basin Region P.O. Box 740 Sundown, TX 79372-0740 (806) 228-8121 Lab Team Leader - Sheliz Hernandez (432) 485-7240

Water Analysis Report by Baker Petrolite

Company:		Sales RDT:	33514.1
Region:	PERMIAN BASIN	Account Manager:	TONY HERNANDEZ (575) 910-7135
Area:	ARTESIA, NM	Sample #:	534665
Lease/Platform:	PINOCHLE "BPN' STATE COM	Analysis ID #:	106795
Entity (or well #):	2 H	Analysis Cost:	\$90.00
Formation:	UNKNOWN		
Sample Point:	WELLHEAD		

Analyst: SANDRA GOMEZ Bioarbonate: 2135.0 34.99 Magnesium: TDB (mg/t er g/m3): 184D11.1 Carbonate: 0.6 6. Calcium: Density (g/cm3, tonne/m3): 1.113 Mognesium: Barlum: Barlum: Anion/Cation Ratio: 1 Phosphale: Barlum: Carbon Dloude: 0 50 PPM Hydrogen Suilide: 0 PPM Chromium: Oxygen: pH at time of sampling: 7 Copper: Lead:	mg/1 19275.7 195.0 844.0 220.0	meq/ 3056.82 16.04 42.12
Analyst: SANDRA GOMEZ Citomes: 1000 10.0 Stort, 102 Stort, 102	195.0 844.0 220.0	16.04 42.12
TDB (mg/t er g/m3): 184911.1 Carbonate: 0.0 0. Calcium: Density (grcm3, tonne/m3): 1.113 Sulfate: 747.0 15.55 Strentlum: Anion/Cation Ratio: 1 Phosphate: Barlum: Barlum: Bonate: Silicate: Potasstum: Aluminum: Carbon Dloxde: 0 50 PPM Hydrogen Suilide: 0 PPM Oxygen: pH at time of sampling: 7 Copper: Lead: Strentlum: Lead:	844.9 228.0	42.12
TDB (mg/l or g/m3): 164911.1 Density (g/cm3, tonne/m3): 1.113 Anion/Cation Ratio: 1 Phosphate: Barlum: Borata: Iron: Silicate: Polasskum: Auton/Cation Ratio: 1 Hydrogen Sullide: 0 PPM Oxygen: pH at time of sampling: 7 Commants: Copper: Lead:	229.0	
Density (g/cm3, tonne/m3): 1.113 Sulfate: 747.0 15.55 Strentium: Anion/Cation Ratio: 1 Phosphate: Barium: Barium: Barium: Bonta: Silicate: Polassium: Barium: Barium: Barium: Carbon Dloxde: 0 50 PPM Hydrogen Suilide: 0 PPM Chromium: Oxygen: pH et time of sampling: 7 Capper: Commants: 016 bit months 016 bit months 016 bit months		_
Anion/Cation Ratio: Phosphate: Barlum: Bonta: Bonta: kron: Bonta: Silicate: Potassium: Silicate: Potassium: Aluminum: Carbon Dloxide: 0 50 PPM Hydrogen Sullide: 0 PPM Oxygen: pH at time of sampling: 7 Copper: Comments: Lead: Lead:		5.01
Boneta: Boneta: kren: Silicate: Silicate: Potassium: Carbon Dioxide: 0 50 PPM Hydrogen Sullide: 0 PPM Oxygen: pH at time of sampling: 7 Copper: Certain Dioxide: 0 september 0 september 1 september	0.8	0.01
Carbon Dloxide: 0 50 PPM Hydrogen Sullide: 0 PPM Aluminum: Oxygen: pH at time of sampling: 7 Copper: Comments: pH at time of sampling: 7 Lead:	6.5	0.23
Carbon Dloxide: 0 50 PPM Hydrogen Suilide: 0 PPM Chromium: Oxygen: pH at time of sampling: 7 Copper: Lead:	0.688	22.22
Oxygen: pH at time of sampling: 7 Copper: Lead: Commants: Difference Filler Copper: Lead:		
Commanis: 7 Lead:		
of at time of analysis:		
pri ai une of analysis: Manganese:	0.100	0.
pH used in Calculation: 7 Nickel:		
Conditions Values Calculated at the Given Conditions - Amounts of Scale in Ib/1000 bb		
Temp Gauge Calcite Gypaum Anhydrite Celestite Press. CaCO ₃ GaSO ₄ 2H ₂ 0 CaSO ₄ SrSO ₄	Barite BaSO	CO2 Press

Temp	Press.		eCO3	CaSO 22H 0 CaSO 4 8r804		Ba	Press					
Ŧ	pet	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	pei
00	0	1.05	188.52	-1.20	0.00	-1.18	0.00	-0.11	0.00	0.58	0.29	1.72
100	0	1.10	206.06	-1.29	0.00	-1.20	0.00	-0.15	0.00	0.35	0.29	2.35
120	0	1.12	224.17	-1.38	0.00	-1.19	0.00 ;	-0.17	0.00	0.16	0.00	3,17
140	0	1.13	243.17	-1.42	0.00	-1.18	0 00	-0.18	0.00	0.00	0.00	4,21

Note 1: When assassing the sevently of the acade problem, both the esturation Index (SI) and amount of acade must be considered.

Nois 2 Precipitation of each scale is considered separately. Total scale will be less than the earn of the amounts of the scales.

Note 3: The reported CO2 pressure is notusily the calculated CO2 fugacity. It is usually nearly the same as the CO2 partial pressure.

Attachment 4

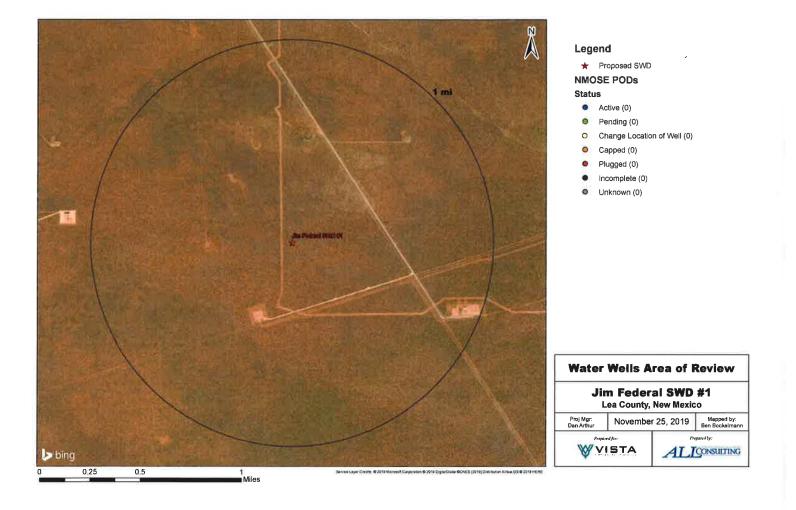
Injection Formation Water Analyses

			1	States and the second s	Vists I	Asponal So	utions, LLC	- Devonia	n and Siliut	In-Fusseln	an Formati-	ons				at the most of	
Welloame	API	Letitude	Longitude	Section Township	Renen	Unit	Ftgris	Fignw	County	State	Company	Field	Formation	Tes_met	Chierde_mgt	Dicertionate_ingt	Sulfate mgt
STATE B COM 8001	3002509716	37.179405	103.2212524	35 245	36E	¢	600N	1880W	LEA	NM		CUSTER	DEVONIAN	17623	107400	120	1004
FARNSWORTH FEDERAL #006	3002511950	37.077725	-103.162468	4 265	37E	٨	660N	1990E	LEA	NM		CROSHY	DEVONIAN	3193	20450	302	591
ARNOTT RAMSAY NCT-B 8003	3002511863	32.092228	-103.1784439	32 255	37E	A .	650N	650E	LEA	NM .		CROSBY	DEVONIAN		100383	476	5
ARNOTT RAMSAY NCT B 2003	3002511863	12.097228	-103.1784439	32 255	376	A	660N	660E	LEA	NM		CROSBY	DEVONIAN	15876			
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WESTATES FEDERAL ROOM	3007511393	32.162121	103 1241226	1 255	37E	C	1620N	330/W	LEA	NM		JUSTIS NORTH	FUSSELMAN	8684	50450	363	254
STATE Y #009	3002511777	32.10582	103 1113434	25 255	37E	A	990N	990E	LEA	NM		iustis	FUSSELMAN	21957	129000	960	4630
STATE Y #009	3002511777		-103 1113434	25 255	376	A	990N	950E	LEA	NM		IUSTIS	FUSSELMAN	16343	96000		
SOUTH JUSTIS UNIT 1073C	3002511760	32,106728	-103.1184616	25 255	37E	c	650N	2060W	LEA	NM		NISTIS	FUSSELMAN	6381	35820	360	3442
CARLSON A #002	3002511764	32,100384	-107 1113434	25 255	375	1	23105	9908	A31	NM		JUSTIS	FUSSELMAN	20828	124000	510	3400
CARLSON B 25 IROO4	3002511784	32 096756	-107.1113434		376	P	9905			NM		iusns	FUSSELMAN	18403			

Injection Formation Water Analysis

Attachment 5

Water Well Map and Well Data



			Vista Disposal Solutions, LLC -	Jim Federal SWD #1		
SWD	Water Wells	Owner	Available Contact Information	Use	Sampling Required	Notes
					,,, _,, _	

Attachment 6

Induced Seismicity Assessment Letter



November 26, 2019

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

Subject: Induced Seismicity Potential Statement for the Jim Federal SWD #1

Dear Mr. Goetze,

This letter provides information regarding the seismic potential associated with injection operations associated with Vista Disposal Solutions, LLC (Vista), proposed Jim Federal SWD #1, hereinafter referred to as the "Subject Well."

As outlined herein, based on my experience as an expert on the issue of induced seismicity, it is my opinion that the potential for the proposed injection well to cause injection-induced seismicity is expected to be minimal, at best. This conclusion is based on (1) the lack of historic seismic activity and faulting in the area, (2) the low fault slip potential (FSP) of Precambrian faults in the area, (3) the presence of confining layers, and (4) the overall vertical distance between the proposed injection zone and basement rock.

The Subject Well, is located 1,932' FSL & 258' FWL of Section 22, in T26-S and R34-E of Lea County, New Mexico. Historically, the Eddy and Lea Counties area has experienced very limited recorded seismic activity (per the U.S. Geological Survey [USGS] earthquake catalog database). There has been one known seismic event located within a 25-mile radius of the proposed Subject Well. The closest recorded seismic event was a M2.9 that occurred on December 4th, 1984 and was located approximately 17.3 miles northwest of the Subject Well (See Exhibit 1). The closest Class IID well injecting into the same formations (Devonian-Silurian) of the Subject Well is approximately 1.6 miles to the northwest (See Exhibit 1).

Vista does not own either 2D or 3D seismic reflection data in the area of the Subject Well. Publicly available fault data from USGS indicates that the closest known fault is approximately 7.0 miles northeast of the Subject Well (See Exhibit 1).

In a recent paper written by Snee and Zoback (2018) entitled "State of Stress in the Permian Basin, Texas and New Mexico: Implications for Induced Seismicity,", the authors found that large groups of mostly north-south striking Precambrian basement faults, predominantly located along the Central Basin Platform, the western Delaware Basin, and large parts of the Northwest Shelf (which includes Eddy and Lea counties, New Mexico) have low FSP at the modeled fluid-pressure

perturbation. The map in Exhibit 2 depicts the low probability risk of FSP for the Delaware Basin and Northwest Shelf areas (Snee and Zoback 2018).

Geologic analysis indicates that the proposed Devonian-Silurian injection zone is overlain by approximately 200 to 400 feet of Woodford Shale, which is the upper confining zone and will serve as a barrier for upward injection fluid migration. Additionally, the Simpson Group that lies directly below the Montoya Formation will act as a lower confining zone to prohibit fluids from migrating downward into the underlying Ellenberger Formation and Precambrian basement rock. See the stratigraphic column for the Delaware Basin included in Exhibit 3.

In the Eddy and Lea Counties area of New Mexico, the Simpson Group is comprised of a series of Middle to Upper Ordovician carbonates, several sandstones, and sandy shales that range from approximately 350 to 650 feet thick (Jones 2008). This group of rocks is capped by the limestones of the Bromide Formation, which is approximately 200 feet thick in this area (Jones 2008). The closest deep well drilled into the Precambrian basement was completed by the Skelly Oil Company in 1975. This well is located in Section 17, Range 36E, Township 25S of Lea County (API No.30-025-25046) and encountered 602 feet of Ellenburger Formation before reaching the top of the Precambrian granite at a depth of 18,920 feet. Based on the estimated thickness of the Simpson Group and Ellenburger Formation in this area, the Precambrian basement should be approximately 1,000 to 1,200 feet below the bottom of the proposed injection zones in the Subject Well.

Conclusion

As an expert on the issue of induced seismicity, it is my opinion that the potential for the proposed injection well to cause injection-induced seismicity is expected to be minimal, at best. This conclusion is based on (1) the lack of historic seismic activity and faulting in the area, (2) the low FSP of Precambrian faults in the area, (3) the presence of confining layers, and (4) the overall vertical distance between the proposed injection zone and basement rock.

Sincerely, ALL Consulting

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

Enclosures References Exhibits

References

Ball, Mahlon M. 1995. "Permian Basin Province (044)." In *National Assessment of United States Oil and Gas Resources—Results, Methodology, and Supporting Data.* U.S. Geological Survey. https://certmapper.cr.usgs.gov/data/noga95/prov44/text/prov44.pdf (accessed June 18, 2018).

Green, G.N., and G.E. Jones. 1997. "The Digital Geologic Map of New Mexico in ARC/INFO Format." U.S. Geological Survey Open-File Report 97-0052. https://mrdata.usgs.gov/geology/state/state.php?state=NM (accessed June 14, 2018).

Jones, Rebecca H. 2008. "The Middle-Upper Ordovician Simpson Group of the Permian Basin: Deposition, Diagenesis, and Reservoir Development." <u>http://www.beg.utexas.edu/resprog/permianbasin/PBGSP_members/writ_synth/Simpson.pdf</u> (accessed June 19, 2018).

Snee, Jens-Erik Lund, and Mark D. Zoback. 2018. "State of Stress in the Permian Basin, Texas and New Mexico: Implications for Induced Seismicity." *The Leading Edge* 37, no. 2 (February 2018): 127-34.

U.S. Geological Survey (USGS). No date. Earthquakes Hazard Program: Earthquake Catalog. https://earthquake.usgs.gov/earthquakes/search/ (accessed June 14, 2018).

Exhibits

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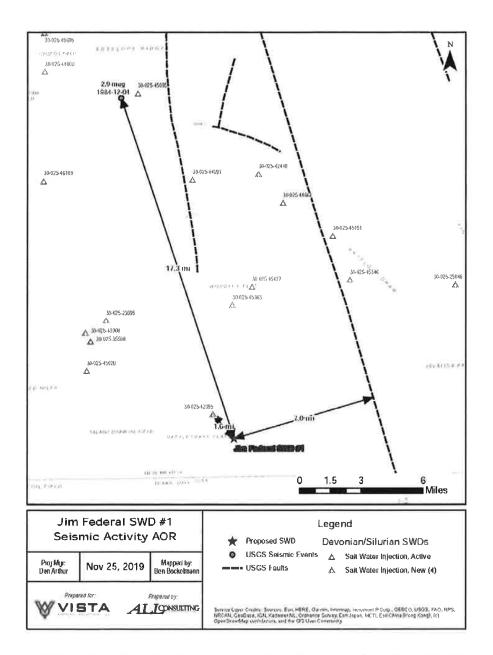


Exhibit 1. Map Showing the Distances from Known and Inferred Faults, Seismic Event, and Closest Deep Injection Well

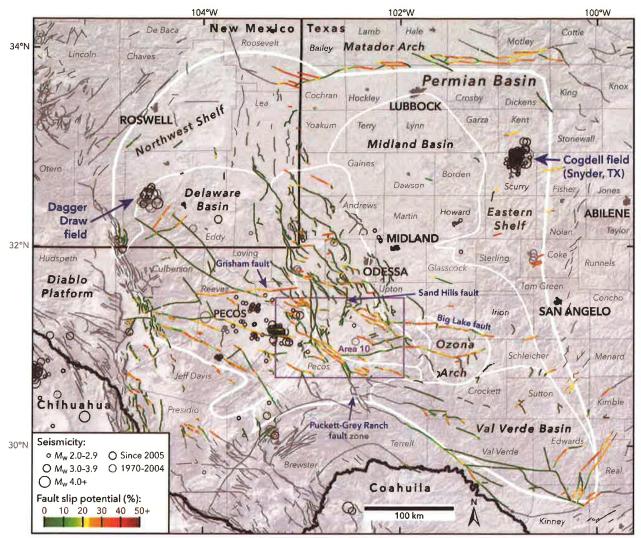


Exhibit 2. Results of the Snee and Zoback (2018) Probabilistic FSP Analysis Across the Permian Basin

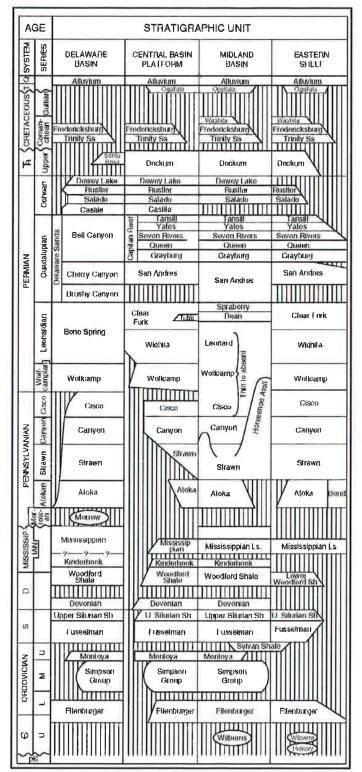


Exhibit 3. Delaware Basin Stratigraphic Chart (Ball 1995)

Attachment 7

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Public Notice Affidavit and Notice of Application Confirmations

APPLICATION FOR AUTHORIZATION TO INJECT

NOTICE IS HEREBY GIVEN: That Vista Disposal Solutions, LLC, 12444 NW 10th St., Building G, Suite 202-512, Yukon, OK 73099, is requesting that the New Mexico Oil Conservation Division administratively approve the APPLICATION FOR AUTHORIZATION TO INJECT as follows:

PURPOSE: The intended purpose of the injection well is to dispose of salt water produced from permitted oil and gas wells.

WELL NAME AND LOCATION: Jim Federal SWD #1

NW 1/4 SW 1/4, Section 22, Township 26S, Range 34I
1,932' FSL & 258' FWL
Lea County, NM

NAME AND DEPTH OF DISPOSAL ZONE:Devonian - Silurian (18,540' - 20,000')EXPECTED MAXIMUM INJECTION RATE:40,000 Bbls/dayEXPECTED MAXIMUM INJECTION PRESSURE:3,708 psi (surface)

Objections or requests for hearing must be filed with the New Mexico Oil Conservation Division within fifteen (15) days. Any objection or request for hearing should be mailed to the Oil Conservation Division, 1220 South St. Francis Dr., Santa Fe, New Mexico 87505.

Additional information may be obtained by contacting Nate Alleman at 918-382-7581.

Affidavit of Publication

STATE OF NEW MEXICO COUNTY OF LEA

I, Todd Bailey, Editor 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 November 15, 2019 and ending with the issue dated November 15, 2019.

Mall Editor

Sworn and subscribed to before me this 15th day of November 2019.

Business Manager



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 NOVEMBER 15, 2019

APPLICATION FOR AUTHORIZATION TO INJECT

NOTICE IS HEREBY GIVEN: That Vista Disposal Solutions, LLC, 12444 NW 10th St., Building G, Suite 202-512; Yukon, OK 73099, Is requesting that the New Mexico OII Conservation Division administratively approve the APPLICATION FOR AUTHORIZATION TO INJECT as follows:

PURPOSE: The intended purpose of the injection well is to dispose of salt water produced from permitted oil and gas wells.

WELL NAME AND LOCATION: Jim Federal SWD

NW 14 SW 14, Section 22, Township 265, Range 34E 1.932' FSL & 258' FWL

Lea County, NM

NAME AND DEPTH OF DISPOSAL ZONE: Devonian - Silurian (18.540' - 20.000') EXPECTED MAXIMUM INJECTION RATE: 40.000 Bbls/day

Bbis/day EXPECTED MAXIMUM INJECTION PRESSURE: 3.708 psi (surface)

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Additional information may be obtained by contacting Nate Alleman at 918-382-7581. #34858

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DANIEL ARTHUR ALL CONSULTING 1718 S. CHEYENNE AVE. TULSA, OK 74119

Jim Federa	SWD #1 - Notice of Application Recipi	ents		
Entity	Address	City	State	Zip Code
The way want to be a set of the set of	Landowner & Mineral Owner		1221	a Base
New Mexico BLM	620 E Greene St.	Carlsbad	NM	88220
	OCD District			in the second
NMOCD District 1	1625 N. French Drive	Hobbs	NM	88240
	Leasehold Operators			
Chevron USA Inc. (Chevron USA INC)	6301 Deauville Blvd	Midland	ΤХ	79706
Commision of Public Lands - State Land Office	310 Old Santa Fe Trail	Santa Fe	NM	87501
Devon Energy Production Company, LP (DEVON ENERGY PROD CO LP)	333 W. Sheridan Ave.	Oklahoma City	ок	73102
EOG Resources, Inc. (EOG RES INC) (EOG RESOURCES INC)	104 S. 4th Street	Artesia	NM	88210

Notes: The table above shows the Entities who were identified as parties of interest requiring notification on either the 1-mile well detail list (Attachment 2) or on the 2-mile Mineral Lease Map (Attachment 2). The names listed above in parenthesis, are the abbreviated entity names used on either the 1-mile well detail list (Attachment 2) or on the 2-mile Mineral Lease Map (Attachment 2).



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



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EOG Resources, Inc. 104 S. 4th Street Artesia NM 88210-2123

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