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 John Federal

SWD #1, (Pool Code 96769) to be drilled at a location 1,429' FNL and 263' FEL, Unit H,

Section 29, Township 25 South, Range 35 East, N.M.P.M., Lea County, New Mexico.

2. Applicant proposes to set a packer at 5,310' feet below the surface of the earth

and then inject into the Devonian-Silurian formation at depths between 5,330' through 6,100'

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.

/s/ ERNEST L. PADILLA

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

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EN	ATE OF NEW MEXICOOil Conservation DivisionFORM C-108ERGY, MINERALS AND NATURAL1220 South St. Francis Dr.Revised June 10, 2003SOURCES DEPARTMENTSanta Fe, New Mexico 87505
	APPLICATION FOR AUTHORIZATION TO INJECT
I.	PURPOSE: Secondary Recovery Pressure Maintenance X Disposal Storage Application qualifies for administrative approval? X Yes No
II.	OPERATOR: Vista Disposal Solutions, LLC
	ADDRESS: 12444 NM 10th St., Building G, Suite 202-512, Yukon, OK 73099
	CONTACT PARTY Nate Alleman PHONE: 918-382-7581
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 Yes No If yes, give the Division order number authorizing the project:
V.	Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.
VI.	Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.
VII.	Attach data on the proposed operation, including:
	 Proposed average and maximum daily rate and volume of fluids to be injected; Whether the system is open or closed; Proposed average and maximum injection pressure; Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and, If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).
*VIII	I. 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 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 TITLE: President/Chief Engineer

E-MAIL ADDRESS: If the information required under Sections VI, V XV. SSIONAL EN we has been previously submitted, it need not be resubmitted. Please show the date and circumstances of the earlier submittal:

1/26/2019

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

darthur@all-llc.com

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: John 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: John Federal SWD #1 Location Footage Calls: 1,429' FNL & 263' FEL Legal Location: Unit Letter H, S29 T25S R35E Ground Elevation: 3,236' Proposed Injection Interval: 5,330' – 6,100' 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	975'	990	Surface	Circulation
Intermediate 1	14-3/4"	13-3/8"	68.0 lb/ft	5,310'	1,190	Surface	Circulation
Production	12-1/4"	9-5/8"	53.5 lb/ft	6,200'	335	5,200'	CBL

(3) Tubing Information:

5.5" (20# N-80 LTC) of fiberglass-coated injection tubing with setting depth of 5,310'

(4) Packer Information: Baker Hornet or equivalent packer set at 5,310'

В.

- (1) Injection Formation Name: Bell Canyon Pool Name: SWD; BELL CANYON Pool Code: 96769
- (2) Injection Interval: Cased hole injection between 5,330' 6,100'
- (3) Drilling Purpose: New Drill for Salt Water Disposal
- (4) Other Perforated Intervals: No other perforated intervals exist.
- (5) Overlying Oil and Gas Zones: No overlying oil and gas zones exist. Underlying Oil and Gas Zones: Below are the approximate formation tops for known oil and gas producing zones in the area.
 - Bone Springs (9,150')

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
- 1/2-mile Well Detail List
- Potash Lease Map

VI – AOR Well List

There are no wells within the 1/2-mile AOR, thus no wells within the $\frac{1}{2}$ -mile AOR penetrate the proposed injection zone.

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

VII – Proposed Operation

- (1) Proposed Maximum Injection Rate: 25,000 bpd Proposed Average Injection Rate: 12,500 bpd
- (2) A closed system will be used.
- (3) Proposed Maximum Surface Injection Pressure: 1,066 psi (based on 0.2 psi per foot) Proposed Average Surface Injection Pressure: approximately 750 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 Bell Canyon Formation which is a non-productive zone known to be compatible with formation water from the Wolfcamp and Bone Springs Formations. Water analyses results were selected from intervals comparable to that of the injection zone in the Bell Canyon Formation- Delaware Mountain Group. Water analysis from in the area are included in Attachment 4.

VIII – Geologic Description

The proposed injection interval includes the Bell Canyon Formations from 5,330 – 6,100 feet. This formation consists of clastic sandstones, interbedded with several tight limestone members. Several thick sections of porous sandstone capable of taking water are present within the subject formation in the area.

The base of the deepest Underground Source of Drinking Water (USDW) is at a depth of approximately 950 feet. Surface casing will be set at a depth of 975 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 - 270 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 & Technical Assessment & Feasbility for Injection

ALL Consulting (ALL) has examined all available public and published geologic and engineering data, and has found no evidence of open faults or any other hydrologic connection between the injection interval and overlying Underground Sources of Drinking Water (USDWs). Additionally, the casing, cementing, and completion program has been designed to further ensure that there will be no hydrologic connection, nor will it allow for migration of injectate below the proposed injection interval that could affect correlative rights issues.

Additionally, ALL Consulting has conducted an extensive technical review and geologic assessment of the alleged New Mexico Oil Conservation Division Delaware Mountain Group (DMG) saltwater disposal well impacts to production wells and drilling operations associated with the Brushy Canyon Formation. A letter from ALL's qualified geological expert not only addresses the issue of no hydrologic connection, but also states that the Bell Canyon Formation includes viable injection intervals with multiple confining zones 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**.

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: No Hydrologic Connection Statement & Technical Assessment & Feasibility for Injection

Attachment 7: Public Notice Affidavit and Notice of Application Confirmations

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Attachment 1

- C-102
- Wellbore Diagram

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DISTRICT I 1625 N. French Dr., Phone: (575) 393-6 DISTRICT II 811 S. First St., Art Phone: (575) 748-1: DISTRICT III 1000 Rio Brazos Re Phone: (505) 334-6- DISTRICT IV 1220 S. St. Francis I Phone: (505) 476-3:	161 Fax: (57 esia, NM 882 283 Fax: (575 pad, Aztec, NI 178 Fax: (505	5) 393-0720 10 i) 748-9720 M 87410 i) 334-6170		Ener	rgy, Minerals & Nat OIL CONSERV 1220 South	ATION DIVI	Departme SION	nt		Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office
Filone: (505) 476-34	400 Pax: (505	9) 470-3402	WFII	IOC	ATION AND A	CPEACE D	FDICATI	ΩN	ד איד	
	¹ API Numbe	er	1		² Pool Code				³ Pool Name	
⁴ Propert	y Code	1		96769		SWD; Bell rty Name	Canyon			⁶ Well Number
10000			John Fee	lera				_		1
^{70GRII} 329051		,	Vista Dispo	osal S	Solutions, LLC	tor Name				*Elevation 3236'
					¹⁰ Surface	Location				
UL or lot no.	Section	Township	Range	Lot Id		North/South line	Feet from	the	East/West line	County
H	29	25-S	35-E		1429'	North	263'		East	Lea
			¹¹ Bott	om H	Hole Location If	Different F	rom Sur	face	1	
UL or lot no.	Section	Township	Range	Lot Id		North/South line	Feet from		East/West line	County
¹² Dedicated Acres	¹³ Joint o	or Infill	¹⁴ Consolidation C	ode	¹⁵ Order No.					
		p +		c	John Federal SWD #1	B A	263' 0	I here to the owns the pr locati intere order	eby certify that the information best of my knowledge and bea a working interest or unleased roposed bottom hole location of ion pursuant to a contract will	CERTIFICATION a contained herein is true and complete lief, and that this organization either d mineral interest in the land including or has a right to drill this well at this is an owner of such a mineral or working greement or a compulsory pooling sion. 12/06/2019 Data
		 E		 	Elev. 3236' NAD 83 NM East N = 403119.5' E = 835952.8' Lat.= 32.1046805' Long.=-103.3818614	G	Н	Prin Na E-m	te Alleman ted Name Ileman@all-llc. tail Address	
			S	Sec.	29			I he pla ma san	ereby certify that the w t was plotted from fiel de by me or under my	ERTIFIC ATION well location shown on this d notes of actual surveys supervision, and that the to the best of my belief.
		L + = =		-S, 1	————— R—35—Е		I		of Survey ature and Seal of Period	CHNEL L. STAMOR CHNEL L. STAMOR STATUTIER XICO 10324

<u>11.0 Miles W-SW</u> of <u>Jal</u>, New Mexico. File No. <u>A-12936</u>

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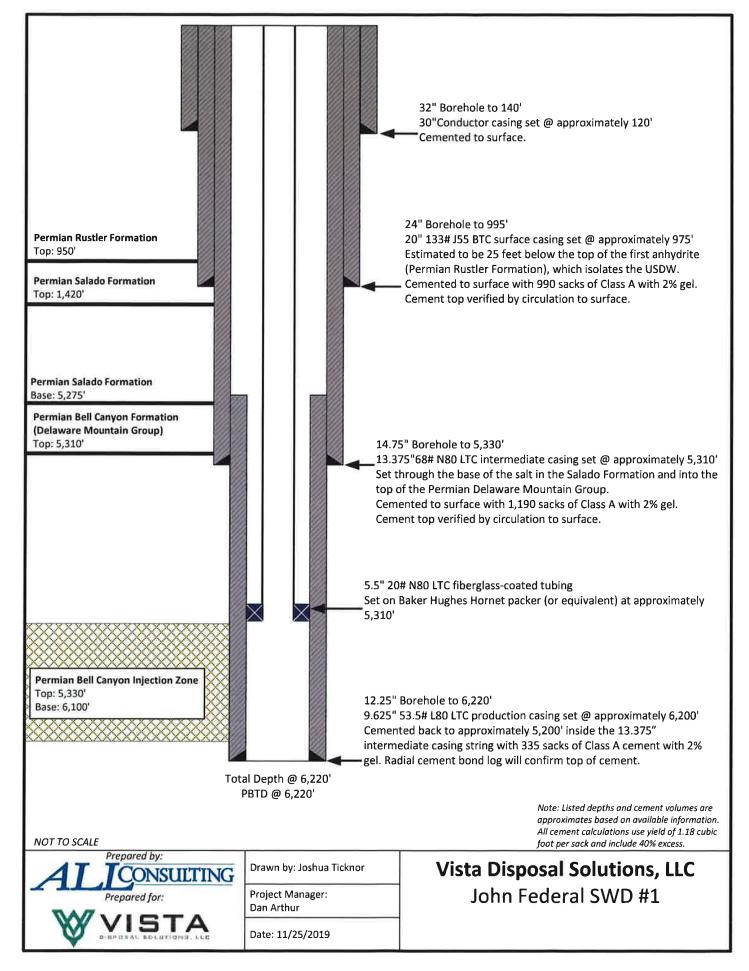
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Certificate Number

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28

HORNET Packer

Product Family No. H64682

HORNET EL Packer

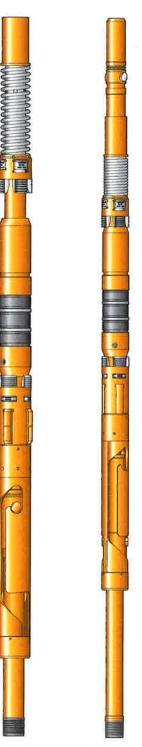
Product Family No. H64683

The mechanically set HORNET[™] packer offers ease of operation with quarter-turn right to set and release. Converting it for wireline-setting applications is simple and inexpensive. The HORNET packer provides for landing in compression, tension, or neutral positions. Every component from the jay track, to the internal bypass, to the packing-element system and the upper slip assembly has been developed to ensure the HORNET's setting and releasing reliability. The HORNET EL packer is run and set on electric line using an E-4^{IM} (Product Family No. H43702) with a slow-set power charge or a J^{\neg} setting tool (Product Family No. H41371) and a special wireline adapter kit. An L-10TM type on/off seal nipple is run on top of the packer to connect the tubing to the packer and to house a blanking plug when the packer is used as a temporary bridge plug.

Features and Benefits

- Upper Slip Assembly:
 - Thoroughly tested across API minimum to maximum casing ID tolerances for each specified casing weight, for setting and releasing reliability
 - Slip-wicker configuration providing bidirectional-load support with solid upper cone to support highest tensile loads
 - Staged-release action eliminates high-overpull requirement
 - Minimal set-down weight required to anchor slips
- Internal Bypass Seal:
 - Durable bypass seal design provides sealing after unloading, under differential pressures
 No O-ring sealing system
- Packing Element System:
 - Fully tested to combined ratings at the API's maximum ID tolerance

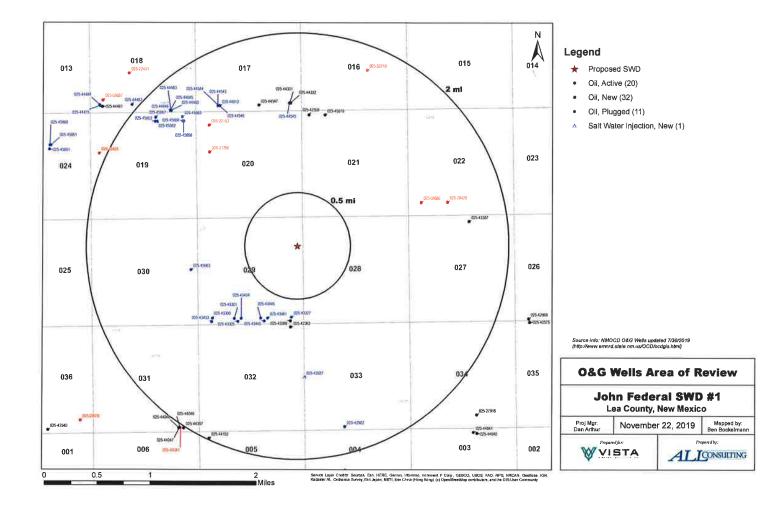
- Patented enhancements to control overboost
- High-performance, three-piece element system
- Lower Slip and Jay Assembly:
 - Slips and drag blocks tested to maximum API tolerance ID for positive set and ease of release
 - One-quarter-turn right setting and releasing action
 - Packoff of packing elements with applied tension or compression
 - Spacing in jay ensures opening of internal bypass, before slip releasing action begins important to both ease of release and safety
 - Automatically returns to running position

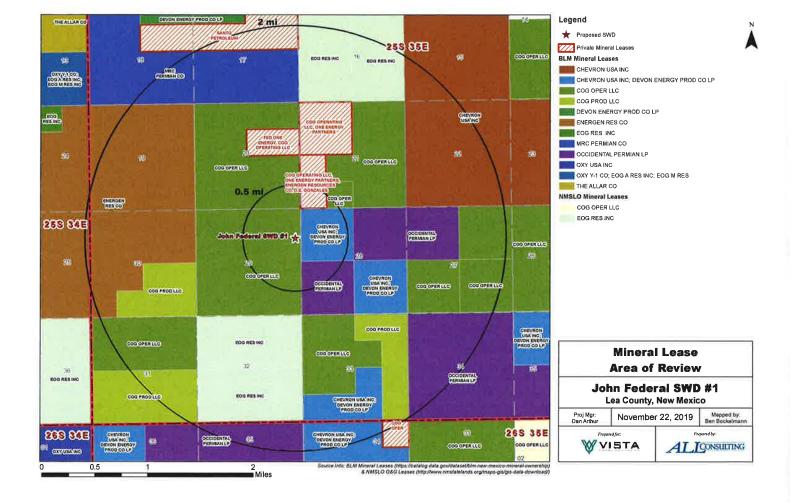


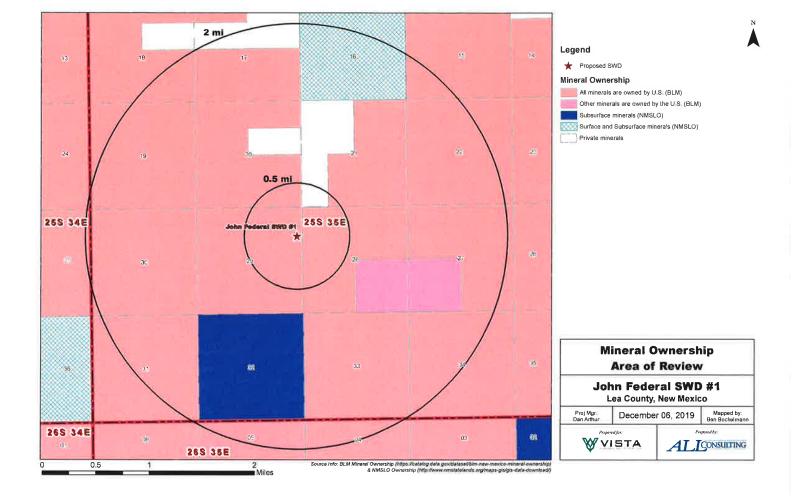
HORNET Packer Product Family No. H64682 HORNET EL Packer Product Family No. H64683

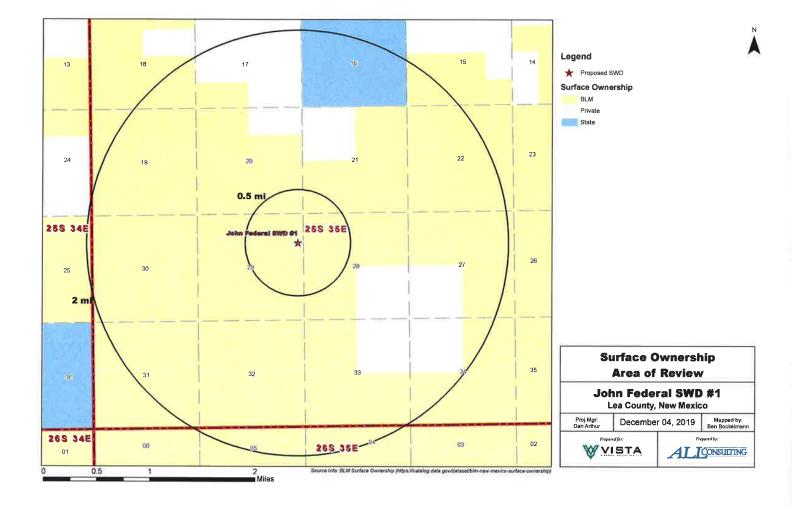
Area of Review Information:

- 2-mile Oil & Gas Well Map
- 2-mile Lease Map
- 2-mile Mineral Ownership Map
- 2-mile Surface Ownership Map
- 1/2-mile Well Detail List w/ Casing Information for the Penetrating Wells
- Potash Lease Map

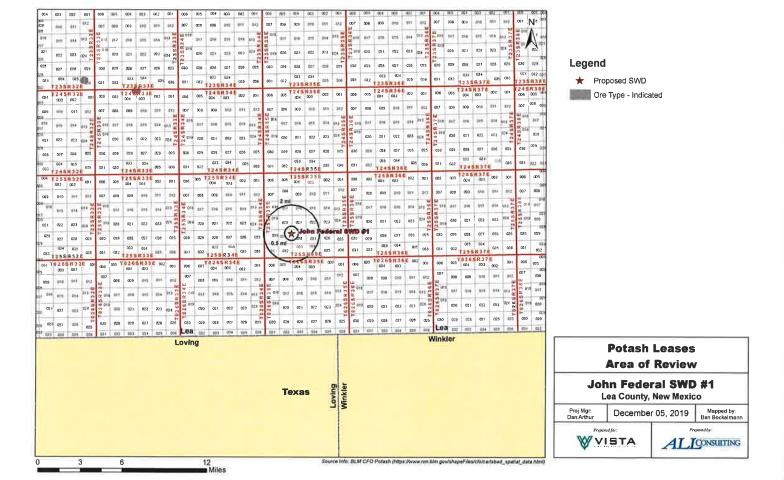








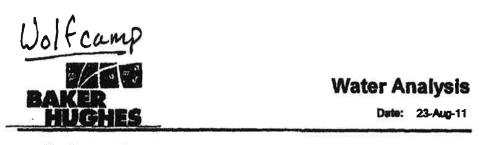
Well Name	APIN	Well Type	Operator	Spud Date	Location (Sec., Tn., Rng.)	Total Vertical Depth (feet)	Penetrate Inj. Zone?



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Source Water Analyses

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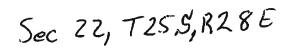
2708 West County Road, Hobbs NM 88240 Phone (575) 392-5556 Fax (575) 392-7307

Company		Well Name	Draw 1th	ounty	State
		BD		408-	New Mexico
Sample Source	Swab Sa	mple	Sample #	day .	1-265-294
Formation			Depth		
Specific Gravity	1.170		SG 👩	60 °F	1.172
pН	6.30		S	ulfi des	Absent
Temperature (*F)	70		Reducing /	lgents	
Cations					
Sodium (Calc)		in Mg/L	77,962	in PPM	66,520
Celcium		in Mg/L	4,000	in PPM	3,413
Magnesium		in Mg/L	1,200	in PPM	1,024
Soluable fron (FE2)		in Mg/L	10.0	in PPM	9
Anions					
Chlandes		in Mg/L	130,000	in PPM	110,922
Sullates		in Mg/L	250	in PPM	213
Bicarbonates		in Mg/L	127	in PPM	108
Total Hardness (as CaCO	3)	in Mg/L	15,000	in PPM	12,799
Total Dissolved Solida (Ca	NC)	in Mg/L	213,549	in PPM	182,209
Equivalent NeCl Concentr	ation	in Mg/L	182,868	in PPM	156,031
icaling Tendencies					
Celcium Carbonate Index Bebw 500,000	Remote / 500,0	000 - 1,000,000	Possible / Above 1,	000,0 0 0 Probabile	507,520
Calcium Sulfate (Gyp) Ind	X			•	000,000
Below 500,000	Remote / 600,0	00 - 10,000,00	Possible / Above 10,		
his Calculation is only an appr satment.	oximation and	is only veiki b	elore treatment of	e well or several	weeks after

Report # 3188

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Bone Spring

North Permian Basin Region P.O. Box 740 Sundown, TX 79372-0740 (808) 228-8121 Lab Team Laader - Sheliz Hernandez (432) 495-7240

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		o is closed and by
Sample Point:	WELLHEAD		

Summary		An	atysis of Sa	mpie 534665 @ 75	F	
Sampling Date: 03/10/11	Anlens	mg/l	Npem	Cations	mg/l	(pera
Analysis Date: 03/18/11	CHINCHICSS;	105618.6	3081.92	Sodium:	79275.7	3056.82
Analyst: SANDRA GOMEZ	Bicarbonate:	2135.0	34.99	Megnesium:	195.0	18.04
	Carbonate:	0.0	٥.	Calcium:	644.0	42.12
TDB (mg/i or g/m3): 184911.1	Sulfate:	747.0	15.55	Strontium:	229.0	5.02
Density (g/cm3, tonne/m3): 1.113 Anion/Cation Ratio: 1	Phoephale:			Barlum:	0,8	0.01
Amonication respo:	Bonste:			kon:	6.5	0.23
	Silicale:			Polassium:	0.658	22.22
	a companyati			Aluminum:		
Carbon Dioidde: 0 50 PPM	Hydrogen Sullide:		0 PPM	Chromium:		
Oxygen:			_]	Copper:		
Comments:	pH at time of sampling	g:	1	Lend:		
	pH at time of analysis	6		Manganese:	0.100	0.
	pH used in Calculati	ion:	7	Nickel:		
Conditions Values C	liculated at the Give	n Conditions	Amounta	of Scale in Ibit0		
Temp Gauge Calcite CaCO	Gypsum	Anhydrit		Celestite	Barite	CO2

	Gauge Press.		alcite CO ₃	Gypsum CaSO_2H_0			as04	Celestite BrSO4		Ba Ba	CO2 Press	
Ŧ	pel	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	pti
80	0	1.08	188.52	-1.20	0.00	-1.18	0.00	-0.11	0.00	0.56	0.29	1.72
100	0	1.10	206.05	-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 assausing the sevently of the scale problem, both the saturation Index (31) and emount of scale must be considered.

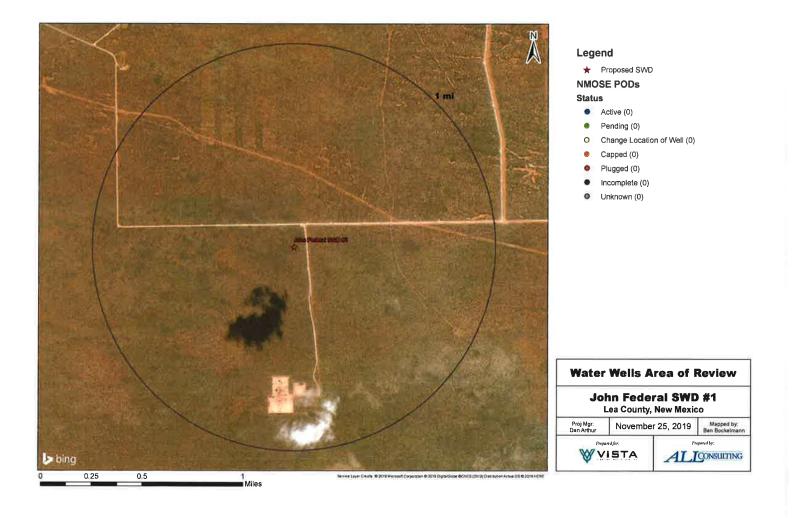
Note 2 Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

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

Injection Formation Water Analyses

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		12 - 22				1	Vista Dis	possi Soluti	one, LLC - D	elaware M	ountain Gro	rup Formatio	10						
Weltname	API	Latitude	Longitude	Section	Township	llange	Unit	Stgrie .	Figrm	County	Stele	Company	Field	Formation	Depth	Tala_regt.	Chloride mgt.	dicarbonate mgt	Sulfate mgt
NORTH EL MAR UNIT #017	30025/38430	32.016605	103.617691	30	265	336	I.	1880N	660W	A11	INIA		EL MAR	DELAWART	4742	254756	159400	80	210
NORTH EL MAR UNIT 1057	3002506440	17,001946	-1016131134	31	265	33E	F.	1935N	2090W	LEA	NO.4		EL MAR	DELAWARE	4777	259554	163000	6	253
GOLDERE #002	3002508407	32.059795	-103.5579987	10	265	331	6	1980M	30802	ULA	NM		SALADO DRAW	DELAWARE	5200	263925	184000	8	210
MARSHALL #001	3002508358	37.284832	-101.5176224	19	235	355	M	6605	660W	ALA	NM		CRUZ.	DELAWARE	5237	236933	144500	12	156
NORTH EL MAR UNIT HOZZ	5002508278	17.011662	-103 6762207	25	265	376	1	19805	10001	IXA .	PULA .		EC MAR	DELAWARE	4740	244811	153500	2 81	220
NORTH EL MAR UNIT #032	3002508291	32.008019	-103.6434479	26	265	326	0	6605	19408	UA	N5A		EL MAR	DELAWARE	4605	254895			
NORTH EL MAR UNIT 8028	3002508296	33.011654	-103 6521072	26	265	121	L	19805	660W	IEA	NM		EL MAR	DELAWARE	4565	249479	156000	976	171
NORTH EE MAR UNIT #045	3002508308	32.004387	-103.6381302	35	265	120	A	650N	3306	U(A)	NM		EE MAN	DELAWARE	4633	255115	160000	1	310
COTTON DRAW UNIT #024	3002508176	37.143185	-103 6650696	10	255	191	ĸ	19805	1980W	LEA	NA		PADIJICA	DELAWARE	4787	246555	152600	11	939
COTTON DRAW UNIT #001	3002508182	32.125053	-103.6693573	15	255	121	M	6605	660W	IEA.	NM		PADUCA	DELAWARE	4804	304600			-
COTTON DRAW UNIT ROOT	3002508182	32,125053	-103.6693573	15	255	326	M	6605	660W	ILA	NIM		PADUCA	DELAWARE	4804	303390			
MORSANTO STATE #001	3003508196	32.128666	-103.6736145	16	255	3.24	1	19805	660E	ALEA .	Nf.4		PADUCA	DELAWARE	4200	224016	138600	135	462
COTTON DRAW UNIT #004	3002508221	32.121472	-103.6693649	22	255	326	0	550N	6660W	LEA	1013		PADDCA	DELAWARE	4685	276839	120500		\$52
G E IORDAN NCT-1 K021	3002508226	37.107822	-103.6704102	17	255	326	0	330N	330W	LEA .	NM		FADUCA	DELAWARE	4458	239464	147800	6	508
HANAGAN & FEDERAL 4001	3002508151	32,212124	-103.6601851	15	245	378	0	6605	19805	ILA	NM		DOOMLE X	DELAWARE	4555	2298.70	142200	160	491
HANAGAN B FEDERAL 1001	3002508151	32,212124	-103.6603851	15	245	MH.	0	6605	19808	ITA .	NIM		DOUGHE X	DELAWARE	4955	229309	142100	160	491

Water Well Map and Well Data



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

Technical Assesment & Feasibility for Injection Letter



December 06, 2019

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

Subject: Vista Disposal Solutions, LLC - Hydrologic Connection Statement

To Whom It May Concern:

The purpose of this letter is to affirm that ALL Consulting (ALL), on behalf of Vista Disposal Solutions, LLC (Vista), has conducted an extensive technical review of the available geologic and engineering data and finds no evidence of open faults or any other hydrologic connection between the proposed Bell Canyon Formation disposal zone and any underground sources of drinking water.

Additionally, please find attached ALL's Technical Assessment and Feasibility document addressing injection into the Bell Canyon Formation at the proposed disposal well location.

Sincerely,

Tom Tomastik

Tom Tomastik, CPG Chief Geologist ALL Consulting



VISTA DISPOSAL SOLUTIONS

TECHNICAL ASSESSMENT AND FEASIBILITY FOR INJECTION INTO THE BELL CANYON FORMATION OF THE DELAWARE MOUNTAIN GROUP

ALL Consulting (ALL) has conducted an extensive technical review and geological assessment of the alleged New Mexico Oil Conservation Division (OCD) Delaware Mountain Group (DMG) saltwater disposal well (SWD) impacts to production wells and drilling operations associated with the Brushy Canyon Formation of the DMG in the Lea County, New Mexico area. This technical review included evaluation and analysis of the OCD DMG Cases and technical data submitted by both Chevron and Occidental (OXY) in defense of their disposal operations into the Bell Canyon and Cherry Canyon formations in Eddy County. OCD found in favor of both Chevron and OXY to continue disposal operations at their injection wells with additional technical requirements and testing. ALL is providing the following technical information in support of allowing the permitting of new disposal operations by Vista Disposal Solutions, LLC (Vista) into the Bell Canyon Formation (Bell Canyon).

- ALL will be submitting permit applications for Vista to dispose of oilfield waste fluids into only the Bell Canyon of the DMG.
- All disposal operations will be cased hole with perforations.
- There is approximately 600 to 800 feet of viable injection interval within the Bell Canyon with porosities ranging from 12 to 28% and averaging approximately 18%. These zones are consistent with the Bell Canyon across the area of interest (AOI) for Vista.
- All these proposed injection intervals show resistivity readings less than 10 ohm/meters, which is indicative of natural brine in the formation, so there is adequate porosity and permeability.
- Proposed bottom perforations would be approximate 100 to 150 feet above the top of the Cherry Canyon Formation and at least 1,500 to 1,600 feet above the top of the Brushy Canyon Formation.
- ALL has identified three to four consistent confining zones within the bottom of the Bell Canyon that have low porosities and high resistivities indicating that these zones will serve as barriers to downward fluid migration.
- There is no oil and gas production from the Bell Canyon or Cherry Canyon formations within a two-mile radius of the proposed SWD and there are adequate barriers and rock thickness to prevent fluid migration into the Brushy Canyon Formation.
- Injection pressures will be limited to the regulatory approved maximum allowable surface pressure based on 0.2 psi per foot.
- If OCD requires additional downhole testing requirements like was required in the Chevron and Oxy cases, Vista would be willing to perform the OCD required downhole testing such as initial pressure fall-off testing, radioactive tracer and temperature surveys,

and record original bottom hole pressures to further demonstrate the technical feasibility of injection into the Bell Canyon.

- The potential for over pressurization of this injection interval can be addressed with the spacing of hundreds of perforations into porous and permeable zones within the Bell Canyon, which allows for injectate dispersion and reduces the potential for pressure build-up. Additionally, ALL has found several Bell Canyon SWDs in the OCD records that operated under a vacuum situation.
- With a sound pre-treatment and filtering system at the surface, issues such as skin effect and even potential formation damage can be avoided, which often leads to formation pressure build-up. ALL has extensive experience and expertise with pre-treatment and filtering systems to avoid these issues.
- Additional technical documentation can be provided by ALL if OCD deems additional information is necessary.

Public Notice Affidavit and Notice of Application Confirmations

APPLICATION FOR AUTHORIZATION TO INIECT

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: John Federal SWD #1

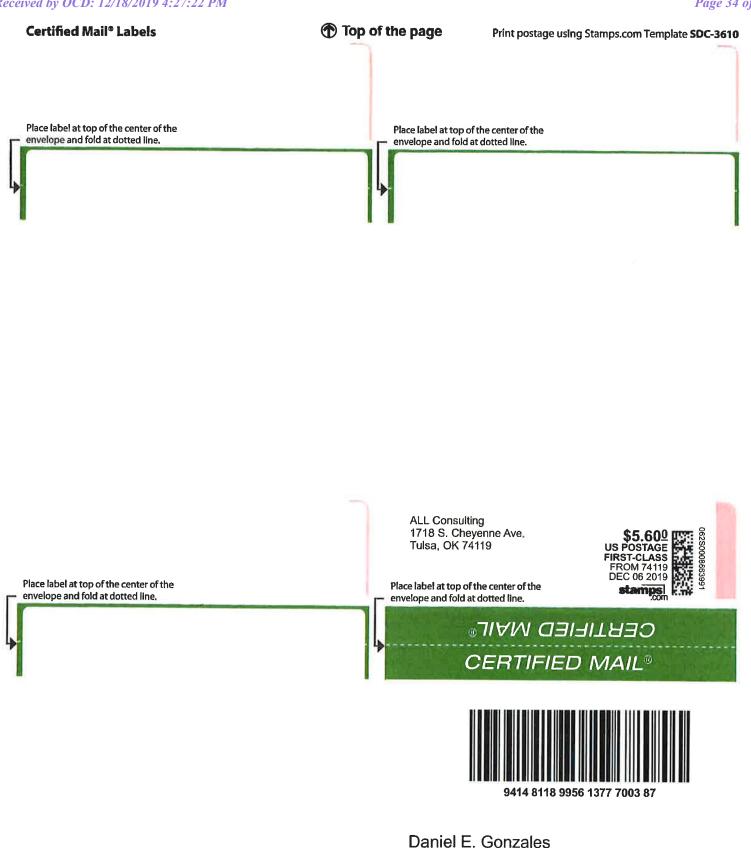
SE 1/4 NE 1/4, S	Section 29, Township 25S, Range 35E
1,429' FNL &	: 263' FEL
Lea County, N	JM
TH OF DISPOSAL ZONE:	Bell Canyon (5,330' – 6,100')

NAME AND DEPTH OF DISPOSAL ZONE:	Bell Canyon (5,330' - 6,100')
EXPECTED MAXIMUM INJECTION RATE:	25,000 Bbls/day
EXPECTED MAXIMUM INJECTION PRESSURE:	1,066 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.

Entity	Address	City	State	Zip Code
	Landowner & Mineral Owner			1.1.1.1.1.1.1.1
New Mexico BLM	620 E Greene St.	Carlsbad	NM	88220
	OCD District	And a share	فرقية	x _ 11 / 20
NMOCD District 1	1625 N. French Drive	Hobbs	NM	88240
	Leasehold Operators		F	A LANS
COG Operating, LLC (COG OPER LLC) (COG OPERATING LLC)	600 W. Illinois Ave.	Midland	тх	79701
Chevron USA Inc. (Chevron USA INC)	6301 Deauville Blvd	Midland	TX	79706
Daniel E. Gonzales (D.E. GONZALES)	P.O. Box 2475	Sante Fe	NM	87501
Devon Energy Production Company, LP (DEVON ENERGY PROD CO LP)	333 W. Sheridan Ave.	Oklahoma City	ок	73102
Energen Resource Corporation (ENERGEN RESOURCE CO)	605 Richard Arrington Jr. Blvd. North	Birmingham	AL	35202
Occidental Permian, LP (OCCIDENTAL PERMIAN LP)	5 Greenway Plaza, Suite 110	Houston	тх	77046
OneEnergy Partners II, LLC (ONE ENERGY PARTNERS)	2925 Richmond Ave., Suite 1200	Houston	тх	77098
Notes: The table above shows the Entities who detail list (Attachment 2) or on the 2-mile Min abbreviated entity names used on either the 1 2).	eral Lease Map (Attachment 2). The names lis	ted above in parer	thesis, are	the



P.O. Box 2475 Santa Fe NM 87504-2475

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,970, 7,343,357, 7,490,065, 7,567,940, 7,613,639, 7,743,043, 926, 8,027,927, 8,027,935, 8,041,644, and 8,046,823 8,103,647 ,572, 8,392,391 8,498,943.

