#### BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF VISTA DISPOSAL SOLUTIONS LLC, FOR A SALT WATER DISPOSAL WELL, IN EDDY 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 Worrill Federal SWD #1, (Pool Code 97869) to be drilled at a location 1,372' FNL and 1,903' FWL, Unit F, Section 14, Township 25 South, Range 31 East, N.M.P.M., Eddy County, New Mexico.
- 2. Applicant proposes to set a packer at 16,755' feet below the surface of the earth and then inject into the Devonian and Silurian formation at depths between 16,775' through 18,140' 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@gwestoffice.net STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505 FORM C-108 Revised June 10, 2003

#### **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 X 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:
	<ol> <li>Proposed average and maximum daily rate and volume of fluids to be injected;</li> <li>Whether the system is open or closed;</li> <li>Proposed average and maximum injection pressure;</li> <li>Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and,</li> <li>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.).</li> </ol>
*VI]	II. 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: Dan Arthur, P.E., SPEC  SIGNATURE:    Dan Land   Dan Land
XV.	E-MAIL ADDRESS:  If the information required under Sections VI, V  Please show the date and circumstances of the earlier submittal:
DIST	FRIBUTION: 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: Worrill 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: Worrill Federal SWD #1 Location Footage Calls: 1,372' FNL & 1,903' FWL Legal Location: Unit Letter F, S14 T25S R31E

Ground Elevation: 3,394'

Proposed Injection Interval: 16,775' - 18,140'

County: Eddy

#### (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	625'	635	Surface	Circulation
Intermediate 1	14-3/4"	13-3/8"	68.0 lb/ft	4,370'	980	Surface	Circulation
Intermediate 2	12-1/4"	9-5/8"	53.5 lb/ft	13,705'	4,550	Surface	Circulation
Liner	8-1/2"	7-5/8"	39.0 lb/ft	16,775'	260	13,505'	CBL

Note: A DV Tool will be set at 5,000'.

#### (3) Tubing Information:

4.5" (composite weight string) of fiberglass-coated tubing with setting depth of 16,755'

(4) Packer Information: Baker SC-2 or equivalent packer set at 16,755'

В.

(1) Injection Formation Name: Devonian and Silurian formations

Pool Name: SWD; DEVONIAN - SILURIAN

**Pool Code: 97869** 

- (2) Injection Interval: Open-hole injection between 16,775' 18,140'
- (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 (4,370')
  - Bone Springs (8,265')
  - Wolfcamp (11,815')
  - Atoka (13,875')
  - Morrow (14,650')

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: 3,355 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 16,775 – 18,140 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 600 feet. Surface casing will be set at a depth of 625 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 325 - 429 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 Carlsbad Current Argus 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:** Induced Seismicity Assessment Letter

**Attachment 7: Public Notice Affidavit and Notice of Application Confirmations** 

- C-102
- Wellbore Diagram

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

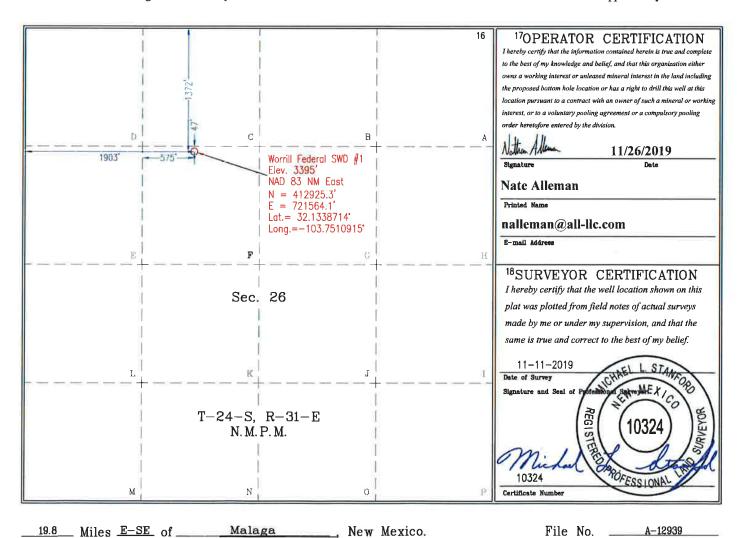
Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

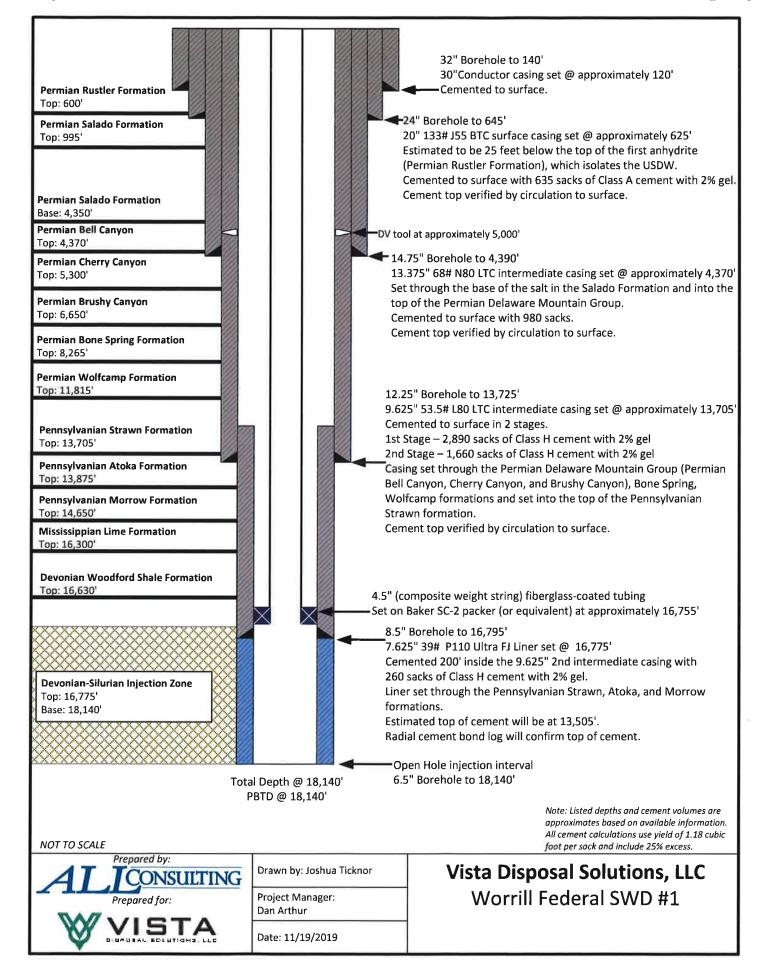
☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

	<sup>1</sup> API Numbe	r			l Code			<sup>3</sup> Pool Name			
			(	97869		SWD; Devonian - Silurian					
*Propert	y Code	w	orrill F	ederal		erty Name			*Well Number		
70GRII 329051		Vi	sta Dispo	sal Solu	utions, LLC	ator Name			SElevation 3394		
					<sup>10</sup> Surface	Location					
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
F	14	25-S	31-E		1372'	North	1903'	West	Eddy		
			11Bott	om Hol	e Location I	f Different F	rom Surface				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
<sup>2</sup> Dedicated Acres	13 Joint or		Consolidation C	100	der 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.





TU 5632 Rev. M Effective Date: 11 Apr 2019

SC-2 Packer

#### 1 Introduction

The SC-2<sup>m</sup> 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

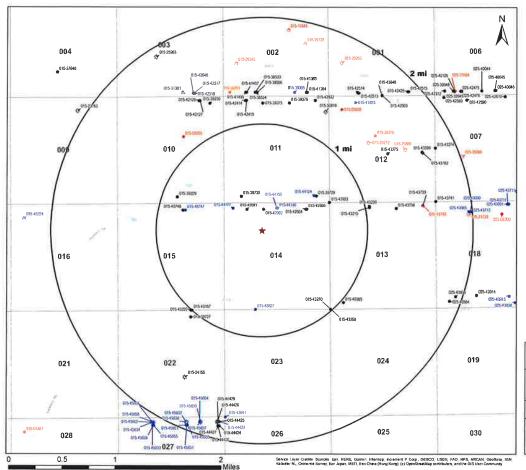
The SC-2 packer is primarily used in gravel pack or frac pack applications where a higher differential pressure production rating, treating pressure rating and temperature are required. The SC-2 may also be used as a production packer.



Drawing 662-476-1

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

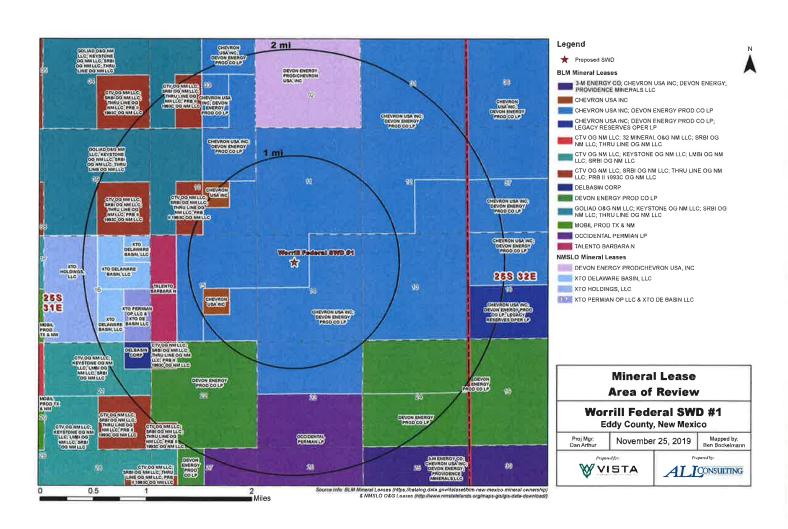


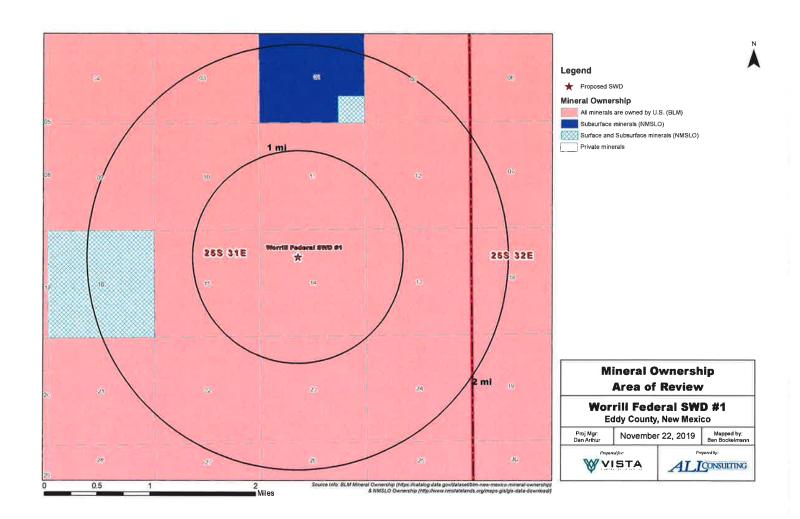
#### Legend

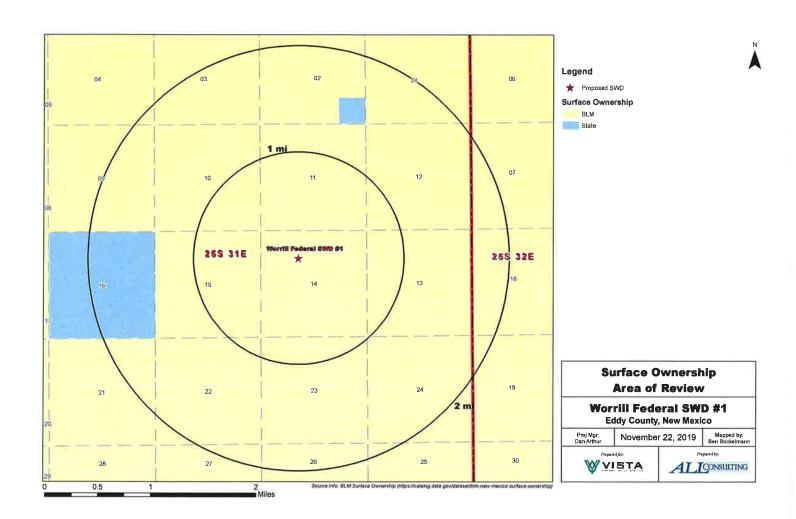
- ★ Proposed SWD
- Miscellaneous (1)
- Gas, Active (6)
- Gas, New (7)
- Gas, Plugged (5)
- Oil, Active (67)
- Oil, New (27)
- Oil, Plugged (7)
- Oil, Temporarily Abondoned (1)
- △ Salt Water Injection, Active (1)
- A Salt Water Injection, New (1)
- Salt Water Injection, Plugged (3)

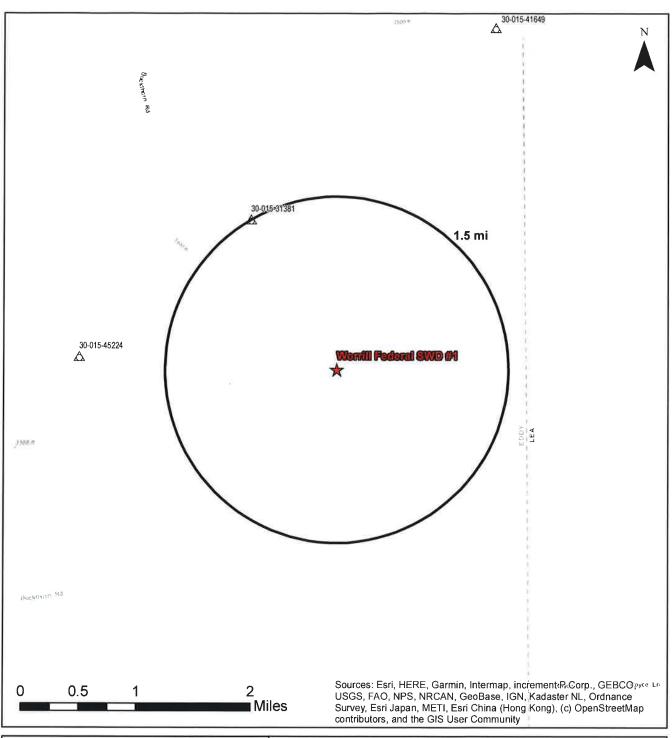
Source Info: NMOCD O&G Wells updated 7/30/2019 (http://www.emnrd.state.nm.us/OCD/ocdgis.html)

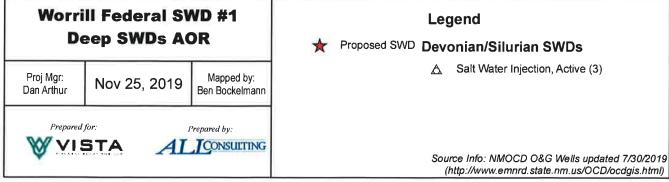
# O&G Wells Area of Review Worrill Federal SWD #1 Eddy County, New Mexico Proj Mgr. Oan Arthur November 22, 2019 Mapped by: Ben Bockelmann Progrand for: Progrand for: Progrand for: ALICONSULTING



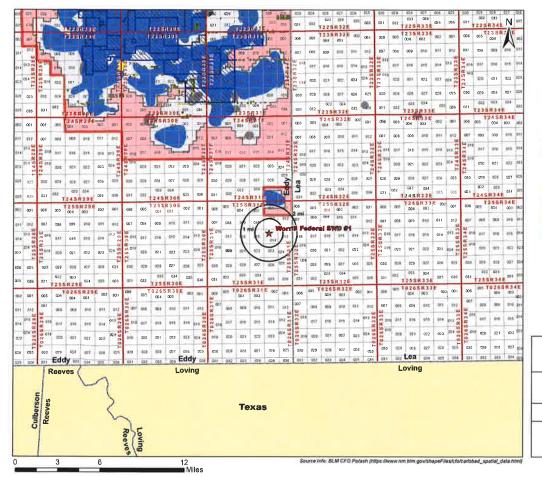








Well Name	APIII	Well Type	Operator	Spud Date	Location (Sec., Tn., Rng.)	Total Vertical Depth (feet)	Penetrate Inj. Zone?
BELGIAN 15 FEDERAL #002H	30-015-43627	0	DEVON ENERGY PRODUCTION COMPANY, LP	Not Drilled	P-15-25S-31E	Proposed (10338)	No
BELGIAN 15 FEDERAL COM #001H	30-015-43187	0	DEVON ENERGY PRODUCTION COMPANY, LP	10/2/2015	O-15-25S-31E	10342	No
COTTON DRAW 10 FEDERAL COM #001H	30-015-39229	0	DEVON ENERGY PRODUCTION COMPANY, LP	3/10/2012	O-10-25S-31E	8179	No
COTTON DRAW 14 23 FEDERAL COM #421H	30-015-44107	0	DEVON ENERGY PRODUCTION COMPANY, LP	Not Drilled	D-14-25S-31E	Proposed (8175)	No
COTTON DRAW 14 23 FEDERAL COM #422H	30-015-44155	0	DEVON ENERGY PRODUCTION COMPANY, LP	Not Drilled	C-14-25S-31E	Proposed (8189)	No
COTTON DRAW 14 23 FEDERAL COM #423H	30-015-44146	0	DEVON ENERGY PRODUCTION COMPANY, LP	Not Drilled	8-14-25S-31E	Proposed (8218)	No
COTTON DRAW 14 23 FEDERAL COM #424H	30-015-44124	0	DEVON ENERGY PRODUCTION COMPANY, LP	Not Drilled	A-14-255-31E	Proposed (8175)	No
OTTON DRAW 14 FED COM #001H	30-015-42091	0	DEVON ENERGY PRODUCTION COMPANY, LP	7/17/2014	D-14-25S-31E	10398	No
COTTON DRAW 14 FED COM #002H	30-015-42092	0	DEVON ENERGY PRODUCTION COMPANY, LP	8/21/2014	D-14-25S-31E	10398	No
COTTON DRAW 14 FEDERAL #003H	30-015-42504	0	DEVON ENERGY PRODUCTION COMPANY, LP	12/29/2014	A-14-25S-31E	10507	No
COTTON DRAW 14 FEDERAL #004H	30-015-42505	0	DEVON ENERGY PRODUCTION COMPANY, LP	11/29/2014	A-14-25S-31E	10485	No
COTTON DRAW 15 FED COM #002H	30-015-40748	0	DEVON ENERGY PRODUCTION COMPANY, LP	6/13/2013	B-15-25S-31E	10397	No
OTTON DRAW 15 FED COM #003H	30-015-40747	0	DEVON ENERGY PRODUCTION COMPANY, LP	Not Drilled	B-15-25S-31E	Proposed (8212)	No
COTTON DRAW UNIT #158H	30-015-39729	0	DEVON ENERGY PRODUCTION COMPANY, LP	2/28/2012	P-11-25S-31E	8211	No
OTTON DRAW UNIT #162H	30-015-39730	0	DEVON ENERGY PRODUCTION COMPANY, LP	11/15/2012	M-11-25S-31E	8188	No
OTTON DRAW UNIT #238H	30-015-43269	0	DEVON ENERGY PRODUCTION COMPANY, LP	9/7/2015	D-13-255-31E	10531	No
OTTON DRAW UNIT #239H	30-015-43270	0	DEVON ENERGY PRODUCTION COMPANY, LP	8/16/2015	D-13-25S-31E	10354	No
COTTON DRAW UNIT #278H	30-015-43923	0	DEVON ENERGY PRODUCTION COMPANY, LP	10/5/2016	A-13-25S-31E	8121	No



# Proposed SWD Potash Leases Ore Type - Measured Ore Type - Indicated KPLA SOPA Drill Islands Status Approved Denied Nominated

Withdrawn



**Source Water Analyses** 



# **Water Analysis**

Date: 23-Aug-11

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

Company		Well Name	Draw 1th	lounty	State
		BD		Fcs.	New Mexico
Sample Source	Swab Sa	mple	Sample #	ddy	1-265-29
Formation			Depth		
Specific Gravity	1.170		\$G <b>Q</b>	60 °F	1.172
рH	6.30		S	ulfides	Absent
Temperature ("F)	70		Reducing I	Agents	
Cations					
Sodium (Calc)	ATTICLE OF THE	in Mg/L	77,962	in <b>PPM</b>	66,520
Calcium		in Mg/L	4,000	in PPM	3,413
Magnesium		in Mg/L	1,200	in PPM	1,024
Soluable from (FE2)		in Mg/L	10.0	in PPM	9
Anions					
Chlarides		in Mg/L	130,000	in PPM	110,922
Sulfates		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	lc)	in Mg/L	213,549	in PPM	182,209
Equivalent NaCl Concentre	tion	in Mg/L	182,868	in PPM	156,031
Scaling Tendencies					
Calcium Carbonate Index	Dameia / 506	000 1 000 000	Possible / Above 1	AAA AAA Doobable	507,520
Calcium Sulfate (Gyp) Inde		JUD- 1,000,000	- OLDER - FOUND I		, 1,000,000
		00.000.00	Possible / Above 16		
This Calculation is only an appro-					

Report #

3188

Sec 22, T25,5,R28E

North Permian Basin Region P.O. Box 740 Sundown, TX 79372-0740 (606) 228-6121 Shella Hemandez (432) 495-7240

Bone Spring

### Water Analysis Report by Baker Petrolite

Company: Sales RDT: 33514.1 Account Manager: TONY HERNANDEZ (575) 910-7135 Region: **PERMIAN BASIN** ARTESIA, NM Area: Sample #: 534665

PINOCHLE BPN' STATE COM Analysis ID #:

Lease/Platform: 106795 Entity (or well #): \$90.00

Analysis Cost: UNKNOWN

Formation: Sample Point: WELLHEAD

Summary	Analysis of Sample 534665 @ 75 F								
Sampling Date: 03/10/11	Anlens	mg/l	meq/f	Cations	mg/l	meq/			
Analysis Date: 03/18/11 Analysi: SANDRA GOMEZ TD6 (mgA er g/m3): 184911.1 Density (g/cm3, tonne/m3): 1.113 Anion/Cation Ratio: 1	Chioride; Bloarbonate; Carbonate; Suffate; Phosphale; Borate;	105618.8 2135.0 0.0 747.0	3091.92 34.99 8. 15.55	Sodium: Magnesium: Calcium: Strentium: Barium:	79275.7 195.0 844.9 229.0 0.8 6.5	3656.82 16.04 42.12 5.02 0.01 0.22			
Carbon Dloxide: 0 50 PPM Drygen:	Silicate:  Hydrogen Sulfide: pH at time of sampling:		0 PPM 7	Fron: Polassium: Aluminum: Chromium: Copper:	859.0	22.22			
Commente:	pH used in Calculation	):	7	Lead: Manganese: Nickel:	0.100	0.			

Cond	itions		Values C	alculated	at the Give	n Conditi	lons - Amol	ints of Sc	ale in lb/10	144 00		
TARRET .	Gauge Press.		elcite GCO <sub>3</sub>		aum 142H <sub>2</sub> 0		tydrite		stite rSO <sub>4</sub>		rite iSO_	CO <sub>2</sub> Press
Ŧ	pel	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	pel
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	206.06	-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	00.0	4.21

Note 1: When assessing the sevently of the acale problem, both the saturation Index (\$1) and amount of scale must be con

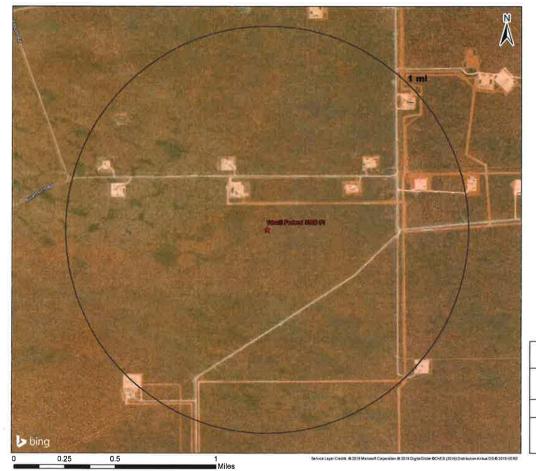
Note 2: Precipitation of each scale is considered separately. Total scale will be less than the earn of the amounts of the fee scales.

Note it The reported CO2 pressure is notusity the calculated CO2 fugacity. It is usually nearly the same as the CO2 partial pressure.

Injection Formation Water Analyses

		-					Injectio	n Formatio	n Water A	ralysis		F-10-01-0			2010	5 T29	====
	Velice.				Vista (	Hisposal So	utions, LL	- Devonia	n and Sike	lan fursels	nan Formati	one:	CONTRACTOR N			0.000	
Wellname	API	Lethiode	Longitude	Section Township	Range	Unit	Figns	Figew	County	State	Company	Field	Formation	Tds_mgt.	Chloride mgi.	Bicarhonate mgt.	Suffate mgt
STATE B COM #001	3002509716	32.179405	103.2212524	36 245	360	C.	600N	1880W	LEA	INM		CUSTER	DEVONIAN	17623	107400	128	1004
FARNSWORTH FEDERAL HOOS	3002511950	32.077725	-103.162468	4 265	37E	A	650N	990E	LEA	NM		CROSBY	DEVONIAN	3193	20450	800	591
ARNOTT RAMSAY NCT-B 8003	3007511863	37.092278	-103.1784439	32 255	37E	A	650N	6606	LEA	NM		CROSNY	DEVONIAN	10000	100382	476	
ARNOTT RAMSAY NCT-B 8003	3002511863	32.092228	103.1784439	32 255	37E	A	650N	660E	LEA	NM.		CROSBY	DEVONIAN	15876			
COPPER #001	3002511818	32.099484	-103.1656723	28 255	37E	1	19805	1981E	LUA	NM		CROSBY	DEVONIAN	2750	15270	1089	1079
STATE NO A ROOT	3002511398	12.164749	103.1273346	2 255	376	A	663N	660E	ILEA	197.5		JUSTIS NORTH	DEVONIAN	105352	59300	660	4950
WESTATES FEDERAL 11004	3002511389	32.161129	-103.1241226	1 255	37E	E	19804	330W	LEA	NM		BUSTIS NORTH	FUSSELMAN	Mass	46200	140	3050
WESTATES FEDERAL 1004	3002511389	32.161129	-103.1241226	1 255	37E	£.	1980%	330W	LEA	NM		IUSTIS NORTH	FUSSELMAN	8490	46600	840	2650
WESTATES FEDERAL BOOM	3002511389	32.161129	-103.1741226	1 255	37E	(	1980N	330W	LEA	NM		JUSTIS NORTH	FUSSELMAN	72200	41000	370	2960
WESTATES FEDERAL BOOK	3002511389	32.161129	-103.1241226	1 255	37E	(	1980N	130W	ILEA :	NM		DUSTIS NORTH	FUSSELMAN	80900	46200	340	3050
WESTATES FEDERAL RODA	3002511389	32.161129	103.1241326	1 255	37E	€:	19800	330W	LEA	1414		JUSTIS NORTH	FUSSELMAN	77600	44000	\$50	3240
WESTATES FEDERAL BOOK	3002511389	32.161129	-103 1241226	1 255	37E		1980N	330W	LEA	NM		JUSTIS NORTH	FUSSELMAN	13500	77000	650	5810
WESTATES FEDERAL 8004	3002511389	37.161129	-103.1241226	1 255	37E	0	1980N	330W	LEA	NM		JUSTIS NORTH	FUSSELMAN	114000	65000	280	5110
WESTATES FEDERAL BOOK	3002511389	32.161129	-103.1241726	1 255	37E		1980N	330W	LEA	2424		JUSTIS NORTH	FUSSELMAN	135000	77000	500	5320
WESTATES FEDERAL ROOM	3002511393	32.162121	-103.1241226	1 255	37E	€	1620N	330W	LEA	NM		DUSTIS NORTH	FUSSELMAN	9105	51020	376	4783
WESTATES FEDERAL MOOR	3002511193	32.162171	-103.1241226	1 255	376	E	1620N	330W	LEA	NOA		JUSTIS NORTH	FUSSELMAN	8684	50450	161	2544
STATE Y WOOD	3002511777	32.10582	-103.1113434	. 25 255	37É	A	990N	9901	LEA	NM		JUSTIS	FUSSELMAN	219570	129000	960	4630
STATE Y #009	3002511777	32.10582	103.1113434	25 255	Y/E	A.	990N	MAGE	LEA	NM		JUSTIS	FUSSELMAN	163436		290	3780
SOUTH HUSTES WART #023C	3002511760	32.106728	-103.1184616	25 255	372	C	GSCN	2080W	LEA	NM		JUSTIS	FUSSELMAN	63817	35820	360	3442
CARLSON A #002	3002511764	12.100384	-103.1113434	25 255	376		23105	990€	LEA	NM		rostis	FUSSELMAN	208284	124000	510	3400
CARLSON B 25 8004	3002511784	32 096756	-103.1113434	25 255	37£	p	9905	990£	LEA	INM		IUSTIS	FUSSELMAN	184030	112900	68	1806

Water Well Map and Well Data



#### Legend

★ Proposed SWD

#### NMOSE PODs

#### Status

- Active (0)
- Pending (0)
- Change Location of Well (0)
- Capped (0)
- Plugged (0)
- Incomplete (0)
- Unknown (0)



SWD Water Wells Owner Available Contact Information Use Sampling Required	ALCO TA COST			Vista Disposal Solutions, LLC -		the second secon	
	Notes	Sampling Required	Use	Available Contact Information	Owner	Water Wells	SWD

**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 Worrill 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 Worrill 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 1,372' FNL & 1,903' FWL of Section 14, in T25-S and R31-E of Eddy 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 M3.1 that occurred on March 18<sup>th</sup>, 2012 and was located approximately 13.1 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 1.5 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 14.8 miles northwest 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. <a href="https://mrdata.usgs.gov/geology/state/state.php?state=NM">https://mrdata.usgs.gov/geology/state/state.php?state=NM</a> (accessed June 14, 2018).

Jones, Rebecca H. 2008. "The Middle-Upper Ordovician Simpson Group of the Permian Basin: Deposition, Diagenesis, and Reservoir Development." <a href="http://www.beg.utexas.edu/resprog/permianbasin/PBGSP\_members/writ\_synth/Simpson.pdf">http://www.beg.utexas.edu/resprog/permianbasin/PBGSP\_members/writ\_synth/Simpson.pdf</a> (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. <a href="https://earthquake.usgs.gov/earthquakes/search/">https://earthquake.usgs.gov/earthquakes/search/</a> (accessed June 14, 2018).

# **Exhibits**

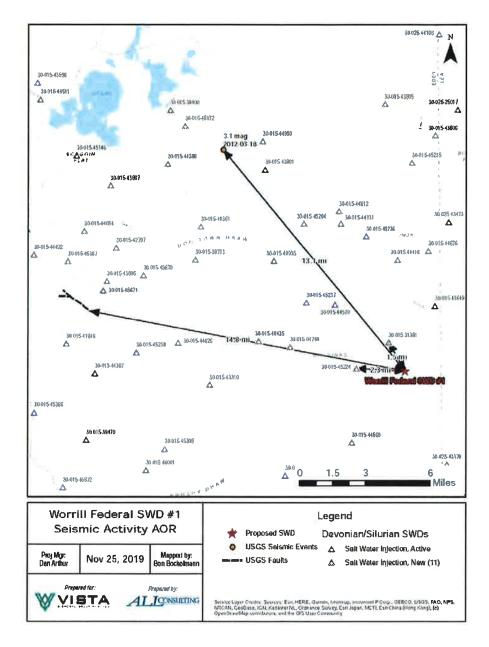


Exhibit 1. Map Showing the Distances from Known and Inferred Faults, Seismic Event, and Closest Deep Injection Well

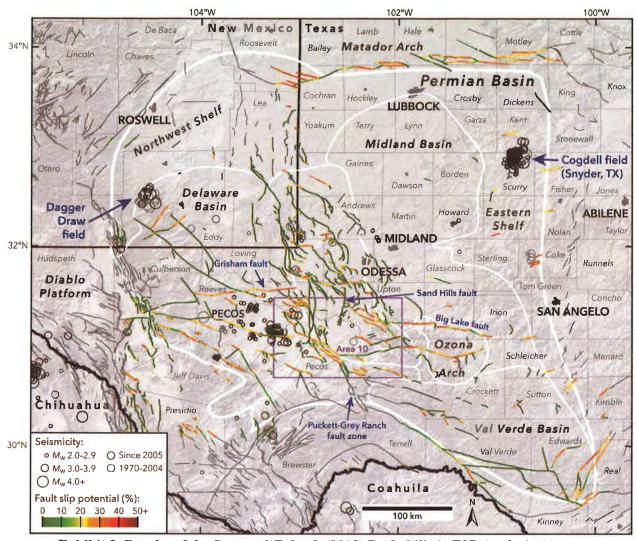


Exhibit 2. Results of the Snee and Zoback (2018) Probabilistic FSP Analysis Across the Permian Basin

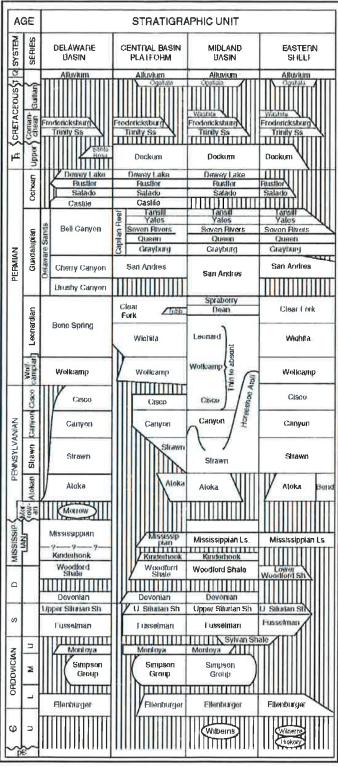


Exhibit 3. Delaware Basin Stratigraphic Chart (Ball 1995)

Public Notice Affidavit and Notice of Application Confirmations

#### APPLICATION FOR AUTHORIZATION TO INJECT

NOTICE IS HEREBY GIVEN: That Vista Disposal Solutions, LLC, 12444 NW 10<sup>th</sup> 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: Worrill Federal SWD #1

SE ½ NW ½, Section 14, Township 25S, Range 31E

1,372' FNL & 1,903' FWL

Eddy County, NM

NAME AND DEPTH OF DISPOSAL ZONE: Devonian – Silurian (16,775' – 18,140')

EXPECTED MAXIMUM INJECTION RATE: 40,000 Bbls/day

EXPECTED MAXIMUM INJECTION PRESSURE: 3,355 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.

# Carlsbad Current Argus.

#### Affidavit of Publication Ad # 0003910813 This is not an invoice

**ALL CONSULTING-CARL SBAD** 1718 SOUTH CHEYENNE AVENUE

**TULSA, OK 74119** 

I, a legal clerk of the Carlsbad Current Argus, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof on the date as follows, to wit:

November 21, 2019

APPLICATION FOR AUTHORIZATION TO INJECT NOTICEIS HEREBYGIVEN: 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 interred girmons of the injection well to the process of the injection with the contraction of the injection well to the process of the process of the injection well to the process of the injection well to the process of 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: Worrill Federal SWD #1 SE ¼ NW ¼, Section 14, Township 25S, Range 31E 1,372' FNL & 1,993' FWL

1,372' FNL & 1,903' FWL
Eddy County, NM
NAME AND DEPTH OF DISPOSALZONE: Devonian — Silurian
(16,775' – 18,140')
EXPECTED MAXIMUM INJECTION RATE: 40,000 Bbls/day
EXPECTED MAXIMUM INJECTION PRESSURE:
3,355 psi (surface)
Objections or requests for hearing must be filed with the
New Mexico Oil Conservation Division within filteen (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.
#3910813, Current-Argus, November 21, 2019

#3910813, Current-Argus, November 21, 2019

Legal Clerk

Subscribed and sworn before me this November 21, 2019:

ate of WI Sounty of Brown NOTARY PUBLIC

Ad # 0003910813 PO #: App for Injection # of Affidavits: 1

This is not an invoice

NANCY HEYRMAN Notary Public State of Wisconsin

Worrill Fo	deral SWD #1 - Notice of Application Rec	ipients		July est							
Entity	Address	City	State	Zip Code							
	Landowner & Mineral Owner										
New Mexico BLM	620 E Greene St.	Carlsbad	NM	88220							
	OCD District		-								
NMOCD District 2	811 S. 1st St.	Artesia	NM	88210							
	Leasehold Operators										
Chevron USA Inc. (Chevron USA INC)	6301 Deauville Blvd	Midland	TX	79706							
CTV Oil & Gas New Mexico, LLC	201 Main Street, Suite 2700	Fort Worth	TX	76102							
(CTV OG NM LLC)	201 Main Street, Suite 2700	FOR WORTH	1/	76102							
Devon Energy Production Company, LP	333 W. Sheridan Ave.	Oklahoma City	ОК	73102							
(DEVON ENERGY PROD CO LP)	555 W. Siteridan Ave.	Oklahoma City	Ŏ.	73102							
PRB II 1993C Oil & Gas New Mexico, LLC	251 Little Falls Dr.	Wilmington	DE	19808							
(PRB II 1993C OG NM LLC)	231 LICUE FAIIS DI	Willington	DE	15000							
SRBI O&G NM, LLC (SRBI OG NM LLC)	201 Main Street, Suite 3200	Fort Worth	TX	76102							
Thru Line Oil & Gas New Mexico, LLC	201 Main Street Sto 2700	Fort Worth	TX	76102							
(THRU LINE OG NM LLC)	201 Main Street, Ste 2700	Fort Worth	1.8	/6102							

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).

#### **Certified Mail® Labels**

**ALL Consulting** 1718 S. Cheyenne Ave. Tulsa, OK 74119

Place label at top of the center of the

envelope and fold at dotted line.

CERTIFIED MAIL CERTIFIED MAIL®

\$5.600

US POSTAGE

FIRST-CLASS FROM 74119 NOV 26 2019



Chevron USA Inc. 6301 Deauville Midland TX 79706-2964

> \$5.600 円 US POSTAGE FIRST-CLASS FROM 74119 NOV 26 2019 stamps

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

1718 S. Cheyenne Ave.

**ALL Consulting** 

Tulsa, OK 74119

©EBTIFIED MAIL® CERTIFIED MAIL®



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

Top of the page

Print postage using Stamps.com Template SDC-3610

**ALL Consulting** 1718 S. Cheyenne Ave. Tulsa, OK 74119

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

\$5.600 US POSTAGE FIRST-CLASS FROM 74119 NOV 26 2019 Stamps

CEBTIFIED MAIL® CERTIFIED MAIL®



CTV Oil & Gas New Mexico, LLC 201 Main Street, Suite 2700 Fort Worth TX 76102-3131

**ALL Consulting** 1718 S. Cheyenne Ave. Tulsa, OK 74119

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

\$5.60<u>0</u> ∭ **US POSTAGE** FROM 74119 NOV 26 2019 stamps

CEBTIFIED MAIL CERTIFIED MAIL®



9414 8118 9956 1361 1305 72

New Mexico BLM 620 E Greene St. Carlsbad NM 88220-6292

#### **Certified Mail® Labels**

**ALL Consulting** 1718 S. Cheyenne Ave. Tulsa, OK 74119

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

\$5.60⁰ ஜூ US POSTAGE FIRST-CLASS FROM 74119 NOV 26 2019 stamps

**ALL Consulting** 1718 S. Cheyenne Ave. Tulsa, OK 74119

Top of the page

Place label at top of the center of the

envelope and fold at dotted line.

\$5.600 Д US POSTAGE FIRST-CLASS FROM 74119 NOV 26 2019

Print postage using Stamps.com Template SDC-3610

©EBTIFIED MAIL CERTIFIED MAIL®



CERTIFIED MAIL®

CERTIFIED MAIL®

PRB II 1993C O&G NM LLC 251 Little Falls Dr.

Wilmington DE 19808-1674

NMOCD District 2 811 S. 1st St. Artesia NM 88210-2834

ALL Consulting 1718 S. Cheyenne Ave. Tulsa, OK 74119

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

\$5.600 US POSTAGE FIRST-CLASS NOV 26 2019 stamps

**ALL Consulting** 1718 S. Cheyenne Ave. Tulsa, OK 74119

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



CERTIFIED MAIL® CERTIFIED MAIL®



©ERTIFIED MAIL®

CERTIFIED MAIL®

SRBI O&G NM, LLC 201 Main Street, Suite 3200 Fort Worth TX 76102-3134



9414 8118 9956 1361 1387 21

Thru Line Oil & Gas New Mexico, LLC 201 Main Street, Ste 2700 Fort Worth TX 76102-3131