STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

APPLICATION OF NGL WATER SOLUTIONS PERMIAN, LLC TO APPROVE SALT WATER DISPOSAL WELL IN EDDY COUNTY, NEW MEXICO.

CASE NO. 21568

APPLICATION

NGL Water Solutions Permian, LLC ("NGL"), OGRID No. 372338, through its undersigned attorneys, hereby makes this application to the Oil Conservation Division pursuant to the provisions of N.M. Stat. Ann. § 70-2-12, for an order approving drilling of a salt water disposal well in Eddy County, New Mexico. In support of this application, NGL states as follows:

- (1) NGL proposes to drill the Buckeye SWD #1 well at a surface location 420 feet from the North line and 210 feet from the East line of Section 33, Township 20 South, Range 29 East, NMPM, Eddy County, New Mexico for the purpose of operating a salt water disposal well.
- (2) NGL seeks authority to inject salt water into the Devonian-Silurian formation at a depth of 13,095' to 14,276'.
- (3) NGL further seeks approval of the use of 7 inch tubing inside the surface and intermediate casings and 5 ½ inch tubing inside the liner and requests that the Division approve a maximum daily injection rate for the well of 50,000 bbls per day.
- (4) NGL anticipates using an average pressure of 1,964 psi for this well, and it requests that a maximum pressure of 2,619 psi be approved for the well.
 - (5) A proposed C-108 for the subject well is attached hereto in Attachment A.

(6) The granting of this application will avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.

WHEREFORE, NGL requests that this application be set for hearing before an Examiner of the Oil Conservation Division on June 13, 2019; and that after notice and hearing, the Division enter its order approving this application.

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

Deana Bennett

Post Office Box 2168

500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800 Attorneys for Applicant

CASE NO. 2066. Application of NGL Water Solutions Permian, LLC for approval of salt water disposal well in Eddy County, New Mexico. Applicant seeks an order approving disposal into the Silurian-Devonian formation through the Buckeye SWD #1 well at a surface location 420 feet from the North line and 210 feet from the East line of Section 33, Township 20 South, Range 29 East, NMPM, Eddy County, New Mexico for the purpose of operating a salt water disposal well. NGL seeks authority to inject salt water into the Devonian-Silurian formation at a depth of 13,095' to 14,276'. NGL further seeks approval of the use of 7 inch tubing inside the surface and intermediate casings and 5 ½ inch tubing inside the liner and requests that the Division approve a maximum daily injection rate for the well of 50,000 bbls per day. Said location is approximately 12.1 miles northeast of Carlsbad, New Mexico.

RECEIVED:	REVIEWER:	TYPE:	APP NO:	
		ABOVE THIS TABLE FOR OCD (SKAIZION OZE ONFA	
	- Geolog	CO OIL CONSERV ical & Engineering trancis Drive, Sant	g Bureau –	
	ADMINIST	RATIVE APPLICATI	ON CHECKLIST	
THIS CH	ECKLIST IS MANDATORY FOR		ATIONS FOR EXCEPTIONS	
10 4 5520 555	ED COLUMNOUS BED. 44.4.4			
pplicant: NGL WAT Vell Name: BUCKEY	ER SOLUTIONS PERMIAN L YE SWD #1	IX:	OGR API: 1	ID Number: 372338
ool: SWD; DEVONIAN				Code: 97869
SUBMIT ACCURA	TE AND COMPLETE IN	IFORMATION REQU		THE TYPE OF APPLICATION
•	ATION: Check those - Spacing Unit – Simu SL NSP	ultaneous Dedicatio	on	ISD
[1] Comn [II] Inject NOTIFICATION A. Offset 6	ion – Disposal – Pres	PLC PC C sure Increase – Enh SWD IPI E k those which appl olders	anced Oil Recov EOR PPR y.	ery FOR OCD ONLY Notice Complete Application
D. Notifica E. Notifica F. Surface	of the above, proof	rent approval by S rent approval by B	LM	Content Complete
administrative understand the	: I hereby certify that approval is accurate at no action will be to e submitted to the D	e and complete to aken on this applic	the best of my kn	
Not	e: Statement must be comp	oleted by an Individual wil	h managerial and/or su	pervisory capacity.
			5 13 3	2019
CHRIS WEYAND	····		Date *	·
Print or Type Name	Λ 1		512-600-1764 Phone Number	er
Signature		EXHIBIT	CHRIS@LONQ e-mail Address	

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
13.	OPERATOR: NGL WATER SOLUTIONS PERMIAN, LLC
	ADDRESS: 1509 W WALL ST // STE 306 // MIDLAND, TX 79701
	CONTACT PARTY: SARAH JORDAN PHONE: (432) 685-0005 x 1989
111.	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:
	 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.	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: Christopher B. Weyand, SIGNATURE: DATE: Sonsulting Engineer DATE: 5 13 2019 E-MAIL ADDRESS: chris@longuist.com
*	If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be resubmitted. Please show the date and circumstances of the earlier submittal:

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

III. WELL DATA

- A. The following well data must be submitted for each injection well covered by this application. The data must be both in tabular and schematic form and shall include:
 - (1) Lease name; Well No.; Location by Section, Township and Range; and footage location within the section.
 - (2) Each casing string used with its size, setting depth, sacks of cement used, hole size, top of cement, and how such top was determined.
 - (3) A description of the tubing to be used including its size, lining material, and setting depth.
 - (4) The name, model, and setting depth of the packer used or a description of any other seal system or assembly used.

Division District Offices have supplies of Well Data Sheets which may be used or which may be used as models for this purpose. Applicants for several identical wells may submit a "typical data sheet" rather than submitting the data for each well.

- B. The following must be submitted for each injection well covered by this application. All items must be addressed for the initial well. Responses for additional wells need be shown only when different. Information shown on schematics need not be repeated.
 - (1) The name of the injection formation and, if applicable, the field or pool name.
 - (2) The injection interval and whether it is perforated or open-hole.
 - (3) State if the well was drilled for injection or, if not, the original purpose of the well.
 - (4) Give the depths of any other perforated intervals and detail on the sacks of cement or bridge plugs used to seal off such perforations.
 - (5) Give the depth to and the name of the next higher and next lower oil or gas zone in the area of the well, if any.

XIV. PROOF OF NOTICE

All applicants must furnish proof that a copy of the application has been furnished, by certified or registered mail, to the owner of the surface of the land on which the well is to be located and to each leasehold operator within one-half mile of the well location.

Where an application is subject to administrative approval, a proof of publication must be submitted. Such proof shall consist of a copy of the legal advertisement which was published in the county in which the well is located. The contents of such advertisement must include:

- (1) The name, address, phone number, and contact party for the applicant;
- (2) The intended purpose of the injection well; with the exact location of single wells or the Section, Township, and Range location of multiple wells;
- (3) The formation name and depth with expected maximum injection rates and pressures; and,
- (4) A notation that interested parties must file objections or requests for hearing with the Oil Conservation Division, 1220 South St. Francis Dr., Santa Fe, New Mexico 87505, within 15 days.

NO ACTION WILL BE TAKEN ON THE APPLICATION UNTIL PROPER PROOF OF NOTICE HAS BEEN SUBMITTED.

NOTICE: Surface owners or offset operators must file any objections or requests for hearing of administrative applications within 15 days from the date this application was mailed to them.

INJECTION WELL DATA SHEET

OPERATOR: <u>NGL WATER SOLUTIONS PERMIAN, LLC</u>

WELL NAME & NUMBER: BUCKEYE SWD #1

WELL LOCATION: 420' FNL & 210' FEL FOOTAGE LOCATION

UNIT LETTER

SECTION

TOWNSHIP

RANGE

WELLBORE SCHEMATIC

WELL CONSTRUCTION DATA

Surface Casing

Hole Size: 30.000"

Casing Size: 26.000"

Cemented with: 598 sx.

or _____ ft

Top of Cement: Surface

Method Determined: Circulation

1st Intermediate Casing

Hole Size: 24.000"

Casing Size: 20.000"

Cemented with: 1,020 sx.

or _____ ff

Top of Cement: Surface

Method Determined: Circulation

2st Intermediate Casing

Hole Size: <u>17.500"</u>

Casing Size: <u>13.375</u>"

Cemented with: 2,278 sx.

or ______ ft³

Top of Cement: Surface

Method Determined: Circulation

Production Casing

Hole Size: <u>12.250"</u>	Casing Size: <u>9.625"</u>
Cemented with: 2,561 sx.	• • • • • • • • • • • • • • • • • • •
Top of Cement: Surface	Method Determined: Circulation
	Production Liner
Hole Size: <u>8.500"</u>	Casing Size: <u>7.625</u> "
Cemented with: 307 sx.	<i>or</i> f
Top of Cement: 8,900'	Method Determined: Logged
Total Depth: 14,276'	
	Injection Interval
	13,095 feet to 14,276 feet
	(Open Hole)

INJECTION WELL DATA SHEET

Tubing Size: 7", 26 lb/ft, P-110, TCPC from 0'- 8,800' and 5.500", 17 lb/ft, P-110 TCPC from 8,800' – 13,035' Lining Material: <u>Duoline</u>
Type of Packer: 7-5/8" x 5-1/2" TCPC Permanent Packer with High Temp Elastomer and Full Inconel 925 trim
Packer Setting Depth: 13,035'
Other Type of Tubing/Casing Seal (if applicable):
Additional Data
1. Is this a new well drilled for injection? X Yes No
If no, for what purpose was the well originally drilled? N/A
2. Name of the Injection Formation: <u>Devonian, Silurian, Fusselman and Montoya (Top 100')</u>
3. Name of Field or Pool (if applicable): <u>SWD; Devonian-Silurian</u>
4. Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) used. No, new drill.
5. Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area: Delaware: 2,900' Bone Spring: 5,921' Wolfcamp: 9,291' Strawn: 10,378' Atoka: 10,756' Morrow: 11,403'

Buckeye SWD

Location - Sec 33, Twp 205, R 29E

14,276

Directions to Site - From Carlsbad travel NE 13.7 miles along Hwy 62. Turn N on Burton Flats Road and travel 6miles to location. Lat/Long - 32.5356012,-104.072141

Eddy County NM

Vertical Injection - Devonlan Silurian Fusselman Montova

Drilling and Complete Cost - \$8.79MM

TD

Energy Pariners CP	Vertical Injection - Devonian, Silurian, Fusselman, Montoya		Oming and Complete Cost - \$6.75 William		GL	. 3,271	location. Lat/Long - 32.5356012,-104.0/21			
Geologic Tops (MD ft)			Section Objectives	Drilling Problems	Drilling Fluid	Logging	Casing	Cement	Injection String
Rustler Salado Surface TD	127 400		-	Surface - Isolate Groundwater from salt. Drill 400' of 30" hole, set 26" casing	Losses, Hole Cleaning Wellbore stability in the Red Beds	Spud Mud MW< 9.0	No Logs, MWD	400 of 26' , X42 casing	598 sx of Halcem 14.8ppg 3hr TT 75% Excess 1000psi CSD after 10hrs	
1st int TD	870			1st Intermediate - Isolate Salt and from Aquiflers Drill 470' of 24" Hole to 870' Set and Cement 20" Casing	Anhydrite in the Rustler, Salt	Saturated Brine	No Logs. MWD. ML on site by 870'	870' of 20", 106.5#, J55, BTC Centralizers - bottom 2 joints and every 3rd jt thereafter. NU Rotating Head and Diverter	Lead - 499 sx of HES Extenda Cem, 13.7ppg, 4.5hrs TT Tall - 521 sx of Halcem 3hr TT 75% Excess 1000psi CSD after 10hrs	8800' of 7"
Yates(E Delaware) 7 Rivers (E Del)	896 1309			2nd Intermediate - Isolate the Capitan Reef Drill 2030' of 17" Hole		Fresh water	MWD GR,	5M A Section Wellhead. 2900' of 13-3/8" 68# HCL80 BTC	Lead - 846sx Neocem 12.9ppg 60% Excess. 1000psi CSD after 10hrs	P110 26# TCPC
Capitan 2nd Int TD -	1599 2900			870-2900' Set and Cement 13-3/8" Casing	Possible Losses	Gel Polymer	Triple Combo	Centralizers - bottom jt, every 3rd joint in open hole and 2 jt inside the surface casing.	Tail - 1432sx of Halcem 14.8ppg 60% Excess 1000psi CSD after 10hrs	4235' of 5-1/2" P110 17# TCPC
Delaware	2900				Hard Drilling in the Brushy Canyon Seepage to Complete Loss Water Flows	·	MWD GR Triple	10M B Section 9400' of 9-5/8" 53.5# P110 BTC Special Drift to 8.535" Externally Coat 2600' Between DV Tools	Stage 3: 0% Excess Lead 442sx Neocem 12.9 ppg Tail 201sx Halcem 14.8 ppg 1000psi CSD after 10 hrs Cement to Surface Stage 2: 25% Excess	Duoline Internally Coated Injection Tubing
DV Tool - Bone Spring -	5800 5921		 -	12-1/4" Hole 2900' - 9400' Set and Cement 9-5/8" Casing and Cement in 3	Some Anhydrite H2S possible Production in the Bone Spring and Wolfcamp Ballooning is possible in	Cut Brine	combo + CBL of 13- 3/8" Casing	DV tool at at 5800' ECP DV Tool 15' Inside Previous Casing Centralizers - bottom jt, 100' aside of DV tool, every 3rd joint in	Lead 456sx Neocem 12.9 ppg Tail 384 sx Halcem 14.8ppg 1000psi CSD after 10 hrs Stage 1: 25% Excess	
3rd int Liner Top - Wolfcamp - 2nd int TD -	8,900 9291 9,400			stages	Cherry Canyon and Brushy If Broken Down			open hole and 5 within the surface casing	Lead 608sx Neocem 12.9 ppg Tail 471sx Halcem 14.8ppg. 1000psi CSD after 10hrs	
Strawn - Atoka - Morrow - Miss Lst -	10378 10756 11403 12501			4th Intermediate Liner - to Isolate the Atoka Drill 3695' of 8-1/2" Hole	High Pressure (up to 15ppg) and wellbore instability (fracturing) expected in the Atoka	12.5 ppg OBM	MWD GR Triple combo,	4195' of 7-5/8" 39# P110 - USS FMJ Flush Joint (Gas Tight) VersaFlex Packer Hanger	Single Slurry 307sx Neocem 13.7ppg, 35% Excess. 1000psi CSD after 10hrs	7-5/8" x 5-1/2" TCPC Permanent Packer with High Temp
Woodford - Perm Packer -	12988 13,035 13,095			9400' - 13,095' Set 7-5/8" Liner and Cement in Single Stage	150 target radius Hard Drilling in the Morrow Clastic	UBD/MPD Drilling Choke	CBL of 9- 5/8" Casing	Centralizers on and 1 jt above shoe Jt and then every 2nd jt.		Elastomer and full Inconel 925 trim
Devonian - 1 Montoya - 1 TD - 1	3,075 4,176'			Injection Interval Drill 1,181 ' of 6-1/2" hole 13,095' - 14,276'	Chert is possible Loss of Circulation is expected H2S encountered on the Striker 3 well BHT estimated at 280F	hozzinie ilows	MWD GR Triple Combo with FMI, CBL of 7-5/8" Liner	Openhole completion	Displace wellbore with Clean Brine after running Injection String	

NGL Water Solutions Permian, LLC

Buckeye SWD No. 1

FORM C-108 Supplemental Information

III. Well Data

A. Wellbore Information

1.

Well information				
Lease Name Buckeye SWD				
Well No.	1			
Location	S-33 T-20S R-29E			
Footage Location	420' FNL & 210' FEL			

2.

a. Wellbore Description

Casing Information								
Type	Surface	Intermediate 1	Intermediate 2	Production	Liner			
OD	26"	20"	13.375"	9.625"	7.625"			
WT	0.75"	0.500"	0.455"	0.545"	0.500"			
ID	24.500"	19.000"	12.415"	8.535"	6.625"			
Drift ID	24.500"	18.872"	12.259"	8.535"	6.500"			
COD	26"	21.00"	14.375"	10.625"	7.625"			
Weight	202 lb/ft	106.5 lb/ft	68 lb/ft	53.5 lb/ft	39 lb/ft			
Grade	X42	J-55	HCL-80	P-110	P-110			
Hole Size	30"	24"	17.5"	12.25"	8.5"			
Depth Set	400'	870′	2,900'	9,400'	8,900' - 13,095'			

b. Cementing Program

Cement Information							
Casing String	Surface	Intermediate 1	Intermediate 2	Production	Liner		
Lead Cement	Halcem	Extenda Cem	Neocem	Neocem, Neocem, Neocem	Neocem		
Lead Cement Volume	598	499	846	Stage 1: 608 sx Stage 2: 456 sx Stage 3: 442 sx	339		
Tail Cement	N/A	Halcem	Halcem	Versacem C, Halcem, Halcem	N/A		
Tail Cement Volume	N/A	521	1,432	Stage 1: 471 sx Stage 2: 384 sx Stage 3: 201 sx	N/A		
Cement Excess	75%	75%	60%	25%	35%		
тос	Surface	Surface	Surface	Surface	8,900'		
Method	Circulate to Surface	Circulate to Surface	Circulate to Surface	Circulate to Surface	Logged		

3. Tubing Description

Tubing Information						
OD	7"	5.5"				
WT	0.362"	0.304"				
ID	6.276"	4.892"				
Drift ID	7.875"	6.050"				
COD	6.151"	4.653"				
Weight	26 lb/ft	17 lb/ft				
Grade	P-110 TCPC	P-110 TCPC				
Depth Set	0'-8,800'	8,800′ -13,035′				

Tubing will be lined with Duoline.

4. Packer Description

7-5/8" x 5-1/2" TCPC Permanent Packer with High Temp Elastomer and Full Inconel 925 trim

B. Completion Information

- 1. Injection Formation: Devonian, Silurian, Fusselman, Montoya (Top 100')
- 2. Gross Injection Interval: 13,095' 14,276'

Completion Type: Open Hole

- 3. Drilled for injection.
- 4. See the attached wellbore schematic.
- 5. Oil and Gas Bearing Zones within area of well:

Formation	Depth
Delaware	2,900'
Bone Spring	5,921'
Wolfcamp	9,291'
Strawn	10,378'
Atoka	10,756'
Morrow	11,403′

VI. Area of Review

No wells within the area of review penetrate the proposed injection zone.

VII. Proposed Operation Data

1. Proposed Daily Rate of Fluids to be Injection:

Average Volume: 40,000 BPD Maximum Volume: 50,000 BPD

- 2. Closed System
- 3. Anticipated Injection Pressure:

Average Injection Pressure: 1,964 PSI (surface pressure)
Maximum Injection Pressure: 2,619 PSI (surface pressure)

- 4. The injection fluid is to be locally produced water. It is expected that the source water will predominantly be from the Bone Spring and Wolfcamp formations. Attached are produced water sample analyses taken from the closest wells that feature samples from the Delaware, Bone Spring, Wolfcamp, Strawn, Atoka, and Morrow formations.
- 5. The disposal interval is non-productive. No water samples are available from the surrounding area.

VIII. Geological Data

The Devonian formation is a dolomitic ramp carbonate that occurs below the Woodford shale and above the Fusselman formation. Strata found in the Devonian formation include two major groups, the Wristen Buildups and the Thirtyone Deepwater Chert, with the Wristen being more abundant. The Wristen Groups is composed of mixed limestone and dolomites with mudstone to grainstone and boundstone textures. Porosity in the Wristen group is a result of both primary and secondary development. Present are moldic, vugular, karstic (including collapse breccia) features that allow for higher porosities and permeabilities. The Thirtyone Formation contains two end-member reservoir facies, skeletal packstones/grainstones and spiculitic chert, with most of the porosity and permeability found in the coarsely crystalline cherty dolomite. These particular characteristics allow for this formation to be a tremendous Salt Water Disposal horizon.

A. Injection Zone: Siluro-Devonian Formation

Formation	Depth
Rustler Anhydrite	0'
Salado	127′
Yates ·	896′
Seven Rivers	1,309′
Capitan Reef	1,599′
Delaware	2,900′
Bone Spring	5,921′
Wolfcamp	9,291'
Strawn	10,378′
Atoka	10,756′
Morrow	11,403′
Mississippian	12,501′
Woodford	12,988′
Devonian	13,075′
Montoya	14,176′

B. Underground Sources of Drinking Water

Within 1-mile of the proposed Buckeye SWD #1 location, there is one water well. This water well has been reported to have a depth of 205 ft and a water depth of 90 ft. Water wells in the surrounding area have an average total depth of 180 ft and an average water depth of 116 ft generally producing from the Santa Rosa. The upper Rustler may also be another USDW and will be protected. The Capitan reef and corresponding aquifer has been identified as a protectable water source, so an additional casing string will be set in the well to isolate the Capitan.

IX. Proposed Stimulation Program

Stimulate with up to 50,000 gallons of acid.

X. Logging and Test Data on the Well

There are no logs or test data on the well. During the process of drilling and completion resistivity, gamma ray, and density logs will be run.

XI. Chemical Analysis of Fresh Water Wells

There is one water well that exists within one mile of the well location. If samples can be obtained, analysis results will be provided as soon as possible. A map and Water Right Summary from the New Mexico Office of the State Engineer is attached for water well CP-00759.

XII. Affirmative Statement of Examination of Geologic and Engineering Data

Based on the available engineering and geologic data we find no evidence of open faults or any other hydrologic connection between the disposal zone (in the proposed <u>Buckeye SWD #1</u>) and any underground sources of drinking water.

NAME: John C. Webb

TITLE: Sr. Geologist

SIGNATURE: John CWoll

DATE: May 7, 2019

District.1
1623 N. French Dr., Hobbs, NN1 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District.II
811 S. Firm St., Antenia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District.III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 3476-178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Sonta Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico

Form C-101 Revised July 18, 2013

Energy Minerals and Natural Resources

Oil Conservation Division

☐AMENDED REPORT

1220 South St. Francis Dr.

Santa Fe, NM 87505

			perator Name an ER SOLUTIONS				,	OGRID Numb 372338	
··· • • · · · ·		ISU	MIDLAND, TX	PERMIAN, LLC STE 306 79701				API Number TBD	
* Property	/Code			* Property Na Buckeye SW	me D			- V. W.	ell No.
				¹ Surface Loc	ation				
· 1	1	rnstrip	Range	Lot Idn Feet from		S Line	Feet From	E/W Line	Сошну
Α .	33 20	08	29E	N/A 420'		ORTH	210'	EAST	EDDY
7.5.		· · · ·		* Proposed Bottom					1 2
UL - Lot	Section Tow	nship -	Range	Lot Idn Feet from	a	S Line	Feet From	E/W Line	County -
·				* Pool Inform	ation				
				Pool Name					Pool Code
				SWD; DEVONIAN-SILURIA	<u>IN</u>				97869
- W				Additional Well In					
11. Work	Гуре	••	Well Type SWD	13. Cable/Ros	ary		ease Type M Surface	'* Gro	and Level Elevation 3,270.6
¹⁶ Multi N	iple	17. P	Proposed Depth	18 Formati Devonian-Sil		19. (Contractor TBD	†	Spud Date ASAP
	Ground water		T	Distance from nearest fresh s			· · · · · · · · · · · · · · · · · · ·	lance to nearest sur	
	116.			3,880'	Yeur non		1	> 1 mile	Ste was.
1We will be 1	using a closed	-loop syste	em in lieu of	ined pits					
J · · ·	<u>-</u>			Proposed Casing and (Cement Pr	oaram		4	
Туре	Hole Size	Ca	sing Size	Casing Weight/ft		g Depth	Sacks of C	ement	Estimated TOC
Surface	30"	-	26"	202 Ib/ft		00'	598	une	Surface
Intermediate 1	24"	十二	20"	106.5 Ib/f t	8	70'	1,020		Surface
Intermediate 2	17.5"		13.375"	68 lb/ft	2,9	900,	2,278		Surface
Production	12.25"		9.625"	53.5 lb/ft		400'	2,56		Surface
Prod. Liner	8.5"		7.625"	39 Ib/ft		- 13.095'	307		8,900'
Tubing	N/A	<u> </u>	7"	26 lb/fl		8,800'	N/A		N/A
Tubing	N/A		5.5"	17 lb/ft		- 13,035'	N/A		N/A
See attached schem	-aria		Casınş	//Cement Program: A	dditionar	Comments			
XX BUOLING S	Buc.	-		_					
			,	Proposed Blowout Pre	vention Pr	ogram			 -
	Туре		W	orking Pressure	Test Pressure			Manufacturer	
Double ny	lydrualic/Blinds, P	, tbc	<u> </u>	10,000 psi	1	8,000 psi	1	IBU-	Schaffer/Cameron
23. I hereby certi of my knowleds		nnation giv	en above is true	e and complete to the best		OIL C	ONSERVAT	ION DIVIS	SION
I further certif	ly that I have o			(A) NMAC 🔲 and/or				10	
19.15.14.9 (B) Signature:	NMAC ⊠, ii :	applicable.			Approved B	By:			•
	hi h	M			<u> </u>		 -		
Printed name: C	Thristopher B. \	Weyand			Title:				
Title: Consultin	ig Engineer				Approved [Date:	E	spiration Date:	
E-mail Address	:: chris@lonqui	st.com			ſ				
D-1- £222:2			Phone: (\$12) 6	00 1764	Conditions	of Approval A	toched		
Date: 5/7/2019 Phone: (512) 600-1764				B C ODDITIONS	יה וגויטיטעה נט				

DISTRICT II 811 6. MRST ST., ARTESIA, NM 68210 Phone: (676) 746-1283 Fax: (676) 746-9720

DISTRICT 1
1825 N. 722NCE DR. HOBES, NA 88840 Energy, Minerals & Natural Resources Department
Phonon (676) 503-5101 Fazz (670) 033-5720 OIL CONSERVATION DIVISION
1220 SOUTH ST. FRANCIS DR.

Form C-102

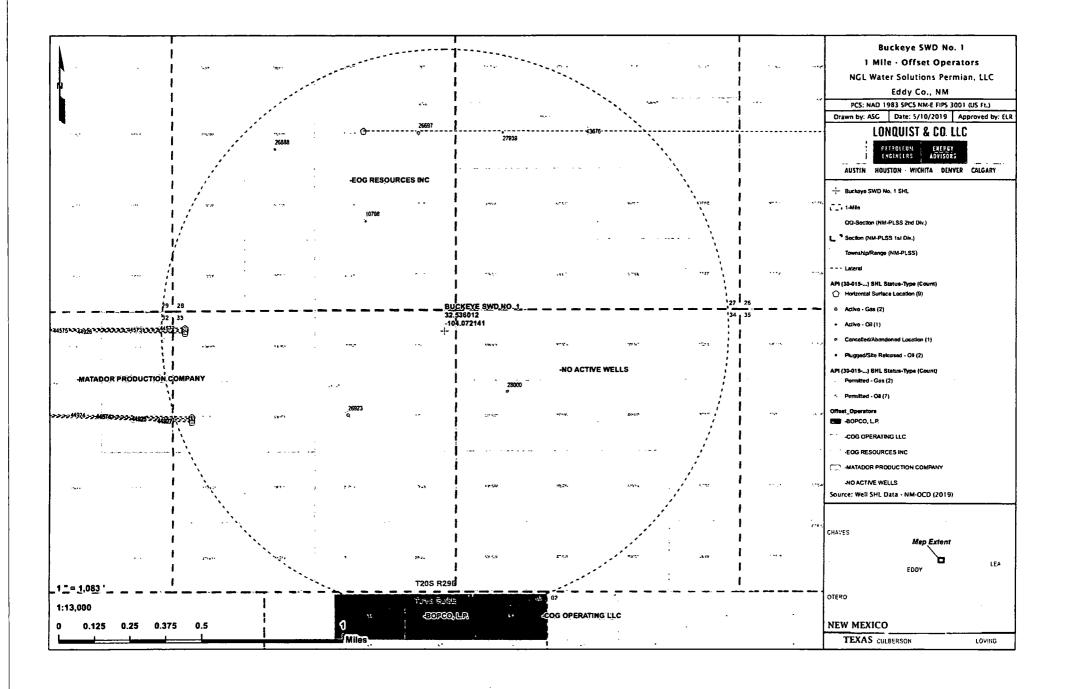
Revised August 1, 2011
Submit one copy to appropriate
District Office

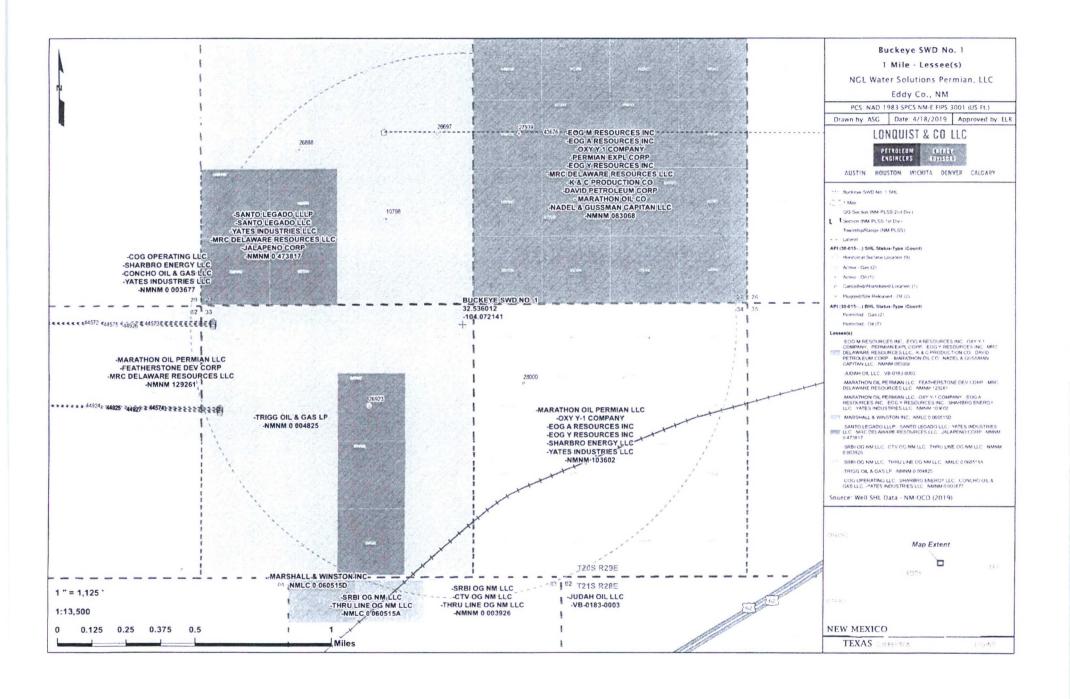
DISTRICT III 1000 RIO BRAZOS B Phone: (508) 834-817	D., AZTEC, N	M 87410	S	Santa F	e, New Mea	kico 87505		Distri	et omee			
DISTRICT IV								□ AMENDE	ED REPORT			
····					AND ACREA	GE DEDICATION	ON PLAT		····			
API	Number		'	Pool Code 97869		sw	URIAN					
Property (Code				Property Nam		Well Number					
ACRES AL					BUCKEYE S			1				
OGRID No 372338	D.	i		NGL WA	Operator Name ATER SOLUTIONS			Blovatio 3270				
		<u> </u>			Surface Loca	ation						
UL or lot No.	Section	Township	Range	lot idn	Peet from the	North/South line	Feet from the	East/West line	County			
Α	33	20-S	29-E		420	NORTH	210	EAST	EDDY			
			Bottom	Hole Loc	ation If Diffe	rent From Sur	face					
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Peet from the	East/West line	County			
Dedicated Acre	s Joint o	e begin Co	neolidation	Code On	der No.	<u> </u>		ļ	<u> </u>			
present acre			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		uci nu.							
NO ALLO	OWABLE V	TILL BE A	SSIGNED	TO THIS	COMPLETION 1	JNTIL ALL INTE	RESTS HAVE B	EEN CONSOLIDA	ATED			
· · .		OR A I	NON-STAN	DARD UN	IIT HAS BEEN	APPROVED BY	THE DIVISION					
				FOR CERTIFICA	ATION							
	1			i	1	420.	hareto la trus	certify that the int	o best of			
	l			1	ı	s.L.Q	organization of unlessed n	and belief, and the lither owns a workin ineral interest in the	i tois g interest he land			
1							including the or has a righ	proposed bottom had to drill this well a contract was mineral or working	le location t this			
	·				i		owner of such	mineral or working lary pooling agreeme	interest,			
L				<u> </u>			compulsory po	mineral or working tary pooling agreeme coling order beretate a.	re eplered			
}	i				B3 MUE		1/2-11	h/ 5	13/2019			
				SURFA	O 83 NME CE LOCATION		Signature	, p	ate ^l			
				X=6.	58830.4 N 21829.6 E		Printed Nar					
1	1				12.53601 <i>2</i> ° N 104.072141° W		chris@lonqui		i			
				ı	1		B-mail Addre	OR CERTIFICA	TION			
<u> </u>				+ -	-			y certify that the we s piet was pictled fr al surveys made by				
	,	I			• 1		Under my sup	al surveys made by pervision, and that t sect to the best of n	he same is			
				l			1 1	RCH 14, 2019	-			
				1	1			Date of Survey				
				1	!		Signature &	Seal of Profession	el garvehot			
						,	03/03/2019	NO L. HARCRO	A.			
 -			 -		<u> </u>			~~ ~~ \				
				i	.}			(17777))	20 20			
				1			LICENSER	$\setminus \bigcup f_{i}$	REYOR			
		l		1				ESSIONAL S				
							MAA	Mattition	4/8/19			
		i			i		Certificate W.O. # 19	No. CHAD HARCROY				

-			_												-				ī								· · · · · · · · · · · · · · · · · · ·
1			1 .		<i>t.</i> .	~ }	• •			•	•	•••	** .	. ·••	 a	, Q	• -	- •	1		٠.	٠	•	• .	.,	- !	Buckeye SWD No. 1
A mi	***		1		**,**		,-			.]	<i>n</i> .		٠٠;	,et·	, v	' <u>¦</u>			į .	110.	. 7.25	C.Sr		-61*	۸.,	,	2 Mile Area of Review
12 07			_ <u>ٿ</u> اب			,	9 -			· _i	10				11	- -			12 -				07				NGL Water Solutions Permian, LLC
13 18			17	٠,) we	!	16	.,	•	!!	15	٠,		***	114	-	,.		I 13			***	§ 15			!	Eddy Co., NM
			ì			,									!	;			1			,	•				PCS: NAD 1983 SPCS NM-E FIPS 3001 (US Ft.)
•	·- ·		1 6			1	F14 -			1	****	٠.	٠.	,				• • •	1	~~	FUE	۰. ا	١.	*** /		ا ٠٠,٠٠١	Drawn by: ASC Date: 4/17/2019 Approved by: EL
						- !				-						至			!			ļ	:			- 1	LONQUIST & CO. LLC
	• •		1			!	****		•	1			• •	,	""	- 86	ro***	4 '	1		• • •	••			"		PETROLEUM EMERGY ENGINEERS ADVISORS
1			i			į				- 1					1 5	ġ			į							1	·- · · · · · · · · · · · · · · · · · ·
	** -	, · · ·	1	••	,	· i	Cat !	1.7	•	ര		•	*, *		7	271.0			i '`	~·.			:	•••	7.9%		AUSTIN HOUSTON WICHITA DENVER CALGARY
24 19			20			;·		φ <u> </u>	7	271.1	<u>-</u> -	· 			173 g	- I			24				19	· - ·		;	
	1.00		1	1511		**** p1	φ	8	2	"}i			• • • • • • • • • • • • • • • • • • • •		L 🤄	- "			1	ζ		.,,,		415 .		۳۰۰ ا	7 1/2-Mile
			i.			4	89 ´	ج 1 21387 ھ	14 "				٠						Ι.,			1	•		- 1	1	TILL 1-Mile
1		•	1			~~ L	<u></u>	5 L. 1.20	Ť	8 1	23885		•						ı			. (•	. 1	[
ա ∎ ա			1				9.	¥	3		•				ļ.,	0365	3	,	l ve	.~.	.,1	. m i	m I	1500			QQ-Section (NM-PLSS 2nd Div.)
120S R29E			D4	168 - 4320	 		i	ĺ	\$ 1 ,,.						1 :	• •	· .		!		•	 R298	182			į	1 _ Section (NM-PLSS 1st Div.)
SS			ľ	•		į	82	1 10	0	<u>¦</u> į		43866 - ~	,	,-,-	j}		1.20		100	. 54	• 11	SO	205			·	Township/Range (NM-PLSS)
				4185 = 4415			<u>-</u>	<u>:</u> _	· <u>/-</u> -	إند .					<u>.</u>		<u>.</u> _ `-		<u>:</u>			_ <u>~</u> '	ا ۔ ۔ ا	- - .	,		Latera)
75 ▮ 30	···,		129	03668	32552	!	28	٠		دلاء.	27		• • • • •	*170	26			`	I 25	4. 1.4.		'	30	***		ا بہ	API (30-015) SHL Status-Type (Count)
•			T 🗡			ı	40404	أسمري		1		ু``			•		-	λ,	ı			l	•			1	C Horizontal Surface Location (40)
			1 4	·- ·		400	10401	26888		26697	27939	43678	-34		L.,,,.			````	ł	••••	•-••	ا ہے۔	ł	~·		I	O Active - Gas (4)
ŧ			U			!	.,,,	* 26888	V J					`.	!			- 'i	!			!	!			!	- Active - Oli (2)
1						- i	.'	٠.,	19798	,,				3,	1000				į \cdots		- • •.	*:**			4.4		Active - SWD (2)
i			3 07601	,	mess	,				ļ.,		***		``	!				;				•				Cancelled/Abandoned Location (3)
, , <u>j</u>	,			•	•	- ,		, . , , .	· · ·	Bu	CKEYE 81 536012	ND NO. 1		- 1	¦ -~				i 😘	****	****		1-	٠,		ا . ح	Permitted - SWD (1)
36 🛭 31		0	3674 — — •-44572	- 44578 -4	4020 445			-:-			4.072141	-:-		$-\frac{1}{34}$. 03676.			; -	1 36				31			:	> Plugged/Site Released - Gas (2)
3013.	****	٠. ٠.					.,	111	1		·· .	Test.			·		~ ·		1 36	1		5,15		457	r		Plugged/Site Released - Oil (14)
•						· .		``	26923	•	2600	٠,٠		:	:		~ ;	10043	•			ľ				· ·	API (30-015) BHL Status-Type (Count)
	ν.	•	44574-	21718	4927 ~ 4492	5-44924	Ω		٩	.01	11A¥	, y f.,	127	100	1/25	77.4	· .	$\geq t$		• **	•••	-2.47	• • •	575 S	1.4 -	ur e	○ Active - Gas (1)
- :			i,			- 1	``		``.	· L				1	;		\$		1			ì				ì	Adive - Ot (6)
		"	11/2 11				AVE W				1 / #26*		· 2.5	,,,,,,,	1 240 1		- 93 -40	4334	1 ~ 3	N±1 7	,			****	1 41		© Cancelled/Abandoned Location (6)
						20008	``,	· ·		. !	-				i	•			ľ		-,		<u> </u>	•	**= 1		Permitted - Gas (6)
20S R28E	1		32		4.		33	120	S R29	Εį	,_		ance.	,	***		- ·	100		••••	T205 R2	9E		T20S	R30E	777	Permitted - Oil (24)
21S R28E			·',		* *	'		721	IS R28	E			7					,		- י	T21S R2	9E		T21S	R29E		Source: Well SHL Data - NM-OCD (2019)
				싟			. '					! :	.;			- :				!	•			1			
•	. B		•	L.			1		36593			I in	141	, -	*	. !			- ,-	1 .,				Ι.		-	SZ
	-			1 %		•	,			,	2323 to	6	2734	6 26	8853	-[,				!				!			Map Extent
	İ		•	1					٠.		-	16	2			.1	4270	•		֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓֓	.,						
	i			i	•					02460		8	- 425		ممر			•		R29 1 2	·			į			EDDY LEA
	i	•		i	•	```				.•	2	3100	45535	تومن	•		,	*1	9	ūΙõ	. 0			;			
1 " = 2,958 '	į			i			`			2285	9		¦	٠.		ŀ			Ş	212				}			5.8.C
1:35,500	.	• • • •	•	1 1/2			٠٠. ا					4-3	73			· [`				1	****	*17"	ų <i>••</i>		.4	4.00	, io
0. %. %.		4 .		1	2 ·) ·					:			i I		_	_	ı				į			NEW MEXICO
J. 74. 72.	06 05	1		04	1		- 1	03		1:1#		_0. _0.	_ &			02 0	1	r* •		"ا	· • ; ·	* .					_
	07		0	a l 09	- Mile	es ·	=:	7	7,7,	7.4		77.5	,	447	,	11	<u>.</u>		1.74	2 -	<u>,</u> -		,-	1 05 		<u></u>	TEXAS CULBERSON LOVING

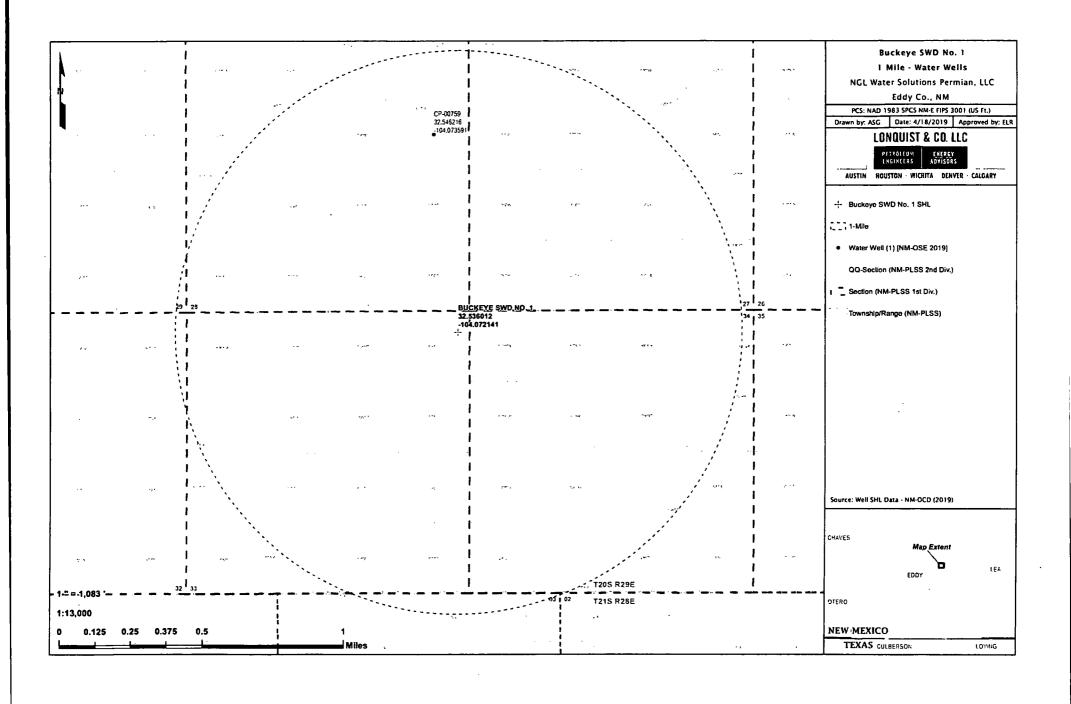
Buckeye SWD No. 1 1 Mile Area of Review List

API (30-015)	WELLNAME	WELL TYP.	WELL TYPE STATUS	OPERATOR	TVD (FT.)	LATITUDE (NAD83 DD)	TVD (FT.) LATITUDE (NAD83 DD) LONGITUDE (NAD83 DD) SPUD DATE	SPUD DATE	LIETO
76697	TRIGG AIN FEDERAL #001	9	٧	EOG RESOURCES INC	12135	32.5462379000	-104 073700000	1661/62/9	(73800) BURTON FLAT, STRAWN, FAST (GAS)
26923	CHAMOIS AKE FEDERAL COM #001	9	A	EOG RESOURCES INC	12220	32.53171920000	104 07800290000	4/13/1993	[84960] SCANION, STRAWN (GAS)
27939	ZINNIA BKC FEDERAL #001	0	A	EOG RESOURCES INC	12273	32 5462379000	.104 068603500	12/17/1994	(73400) BURTON FLAT, STRAWN, FAST (GAS), 173480) BURTON FLAT, WOLCAMP, FAST (GAS), (77400) GETTY, MORROW (GAS); (96588) SCANLON, DELAWARE, FAST
28000	GOA AGA FEDERAL #001	9	0	EOG Y RESOURCES, INC.	0	32.5329056580	-104 068348394	12/31/9999	
44573	PENNZOIL 32 FEDERAL #121H	0	z	MATADOR PRODUCTION COMPANY	0	32.5361672000	-104.087887900	12/31/9999	[27470] GETTY, BONE SPRING
44572	PENNZOIL 32 FFDERAL #111H	0	z	MATADOR PRODUCTION COMPANY	0	32 5362495000	-104 087887700	6666/11/21	[27470] GETTY, BONE SPRING
44575	PENNZOIL 32 FEDERAL #131H	0	2	MATADOR PRODUCTION COMPANY	0	32 5360846000	-104.087887900	12/31/9999	(27470) GETTY, BONE SPRING
44927	PENNZOIL 32 FEDERAL #202H	0	z	MATADOR PRODUCTION COMPANY	0	32.5314123000	.104.087459800	12/31/9999	[73480] BURTON FLAT, WOLCAMP, EAST (GAS)
44574	PENNZOIL 32 FEDERAL #122H	0	z	MATADOR PRODUCTION COMPANY	0	32 5315775000	-104.087459700	12/31/9499	[27470] GETTY, BONE SPRING
44925	PENNZOSE 32 FEDERAL #137H	0	2	MATADOR PRODUCTION COMPANY	0	32 5314949000	-104 087469980	13/31/9999	[27470] GFTY, RONE SPRING.
44924	PENNZOIL 32 FEDERAL #112H	0	2	MATADOR PRODUCTION COMPANY	0	32.5316598000	-104.087470000	12/31/9999	[27470] GETTY, BONE SPRING
44926	PENNZOIL 32 FEDERAL #201H	9	z	MATADOR PRODUCTION COMPANY	0	32.5360023000	-104-087882700	12/31/9999	[73480] BURTON FLAT, WOLCAMP, EAST (GAS)
26888	PHE-UNGARD WELL #002	0	a.	PRE-ONGARD WELL OPERATOR	0	32.5454063000	-104 082443200	1/1/1900	
10798	PRE-UNGARD WELL MODI	0	d	PRE-ONGARD WELL OPERATOR	0	32.5416985000	.104 076919600	1/1/1900	
43676	SOBEP BEZ FEDERAL COM	0	z	EOG RESOURCES INC	0	32.3247970000	104 947614090	1/1/1900	





							Buckeye	SWD	#1: Offsett	ing Produced V	/ater Analysis						_	
wellname	api	section	township	range	unit	county	formation	ph	tds_mgL	sodium_mgt.	calcium_mgl.	iron_mgL	magnesium_mgL	manganese_mgl.	chloride_mgL	bicarbonate_mgl.	suifate_mgl.	co2_mgl
BIG EDDY FEDERAL #098	3001524707	7	215	28E	F	EDDY	DELAWARE	8.4	153408	55912.7	6545.31	17.696	1954.3		103522	718.9	247,744	
GOLDEN D FEDERAL #002	3001527060	8	215	29€	0	EDDY	DELAWARE	6.9	242051	59394.7	39587.6	103.95	3865.79		173806	281.82	781.935	
CHAPARRAL ST #002	3001503612	32	195	29E	Ď	EDDY	BONE SPRING		33760						15600	290	5500	
STONEWALL DS FEDERAL COM #002	3001521640	29	205	28E	J_	EDDY	BONE SPRING	8	142444	45649.6	10949.3	5.455	1820.88		93828.2	678.602	1878.7	
BERYL 33 FEDERAL COM #002H	3001539806	33	195	29E	N	EDDY	BONE SPRING 2ND SAND	6.5	211695.4	65998.6	10786.1	36.5	2077		129141.8		628.5	3400
JASPER 32 STATE COM #004H	3001538476	32	195	29E	Α	EDDY	BONE SPRING 2ND SAND	6.8	203063	60960.2	10275.7	45.5	1680	l	127494.9		669.3	360
TURQUOISE PWU 27 #010H	3001543321	28	195	29€	H	EDDY	BONE SPRING 3RD SAND	7.1	105001	35623.7	3951	18.3	690.1		62695.3		684.5	1200
DIAMOND PWU 22 #011H	3001542809	21	195	29E	ı	EDDY	BONE SPRING 3RD SAND	7.7	117584.8	38612.9	4526.1	39.4	774		71782.3		549.7	190
STATE AC COM #001	3001522299	21	205	28E	J.	EDDY	WOLFCAMP	6.2	43441						26100	446	100	
FED UNION #001	3001502416	22	205	28E	0	EDDY	WOLFCAMP	6.7	55965						32400	252	2260	
TRIGG AIN FEDERAL #001	3001526697	28	205	29E	н	EDDY	STRAWN	6.1	90200.5		8440	15	248.5		55380	244	12.5	
YATES FEDERAL #001	3001520008	32	20\$	29E	Р	EDDY	STRAWN	5.9	108466						66700	146	270	
BIG EDDY UT #001	3001502475	36	215	28E	С	EDDY	ATOKA		31911						18000	1220	887	
STATE #001	3001503625	2	20S	29E	0	EDDY	MORROW		31170								L	1
DOOLEY #001	3001510044	24	20S	29E	М	EDDY	MORROW		11718						4466	1634	1441	





New Mexico Office of the State Engineer **Point of Diversion Summary**

(quarters are 1=NW 2=NE 3=SW 4=SE)

(quarters are smallest to largest)

(NAD83 UTM in meters)

Well Tag

POD Number

Q64 Q16 Q4 Sec Tws Rng

CP 00759

28 20S 29E

586984 3601360*

Driller License: 421

Driller Company: GLENN'S WATER WELL SERVICE

Driller Name:

GLENN, CLARK A. "CORKY" (LD)

Drill Start Date: 04/29/1991

Drill Finish Date:

04/29/1991

Plug Date:

Log File Date:

05/02/1991

PCW Rcv Date:

Depth Well:

Source:

Shallow

Pump Type: **Casing Size:**

6.63

Pipe Discharge Size:

205 feet

Depth Water:

Estimated Yield: 150 GPM

90 feet

Water Bearing Stratifications:

Top Bottom Description

172 Limestone/Dolomite/Chalk

148 172

175 Other/Unknown

Casing Perforations:

Top Bottom

144

205

CASE NO. _____: Application of NGL Water Solutions Permian, LLC for approval of salt water disposal well in Eddy County, New Mexico. Applicant seeks an order approving disposal into the Silurian-Devonian formation through the Buckeye SWD #1 well at a surface location 420 feet from the North line and 210 feet from the East line of Section 33, Township 20 South, Range 29 East, NMPM, Eddy County, New Mexico for the purpose of operating a salt water disposal well. NGL seeks authority to inject salt water into the Devonian-Silurian formation at a depth of 13,095' to 14,276'. NGL further seeks approval of the use of 7 inch tubing inside the surface and intermediate casings and 5 ½ inch tubing inside the liner and requests that the Division approve a maximum daily injection rate for the well of 50,000 bbls per day. Said location is approximately 12.1 miles northeast of Carlsbad, New Mexico.