30-015-33975-00-00

STERLING SILVER 33 FEDERAL DEEP No. 009

Company Name: POGO PRODUCING CO

Location: Sec: 33 T: 23S R: 31E Spot:

Lat: 32.2590942632567 Long: -103.784843236315 **Property Name:** STERLING SILVER 33 DEEP FE

County Name: Eddy

String Information

Cement Information

Perforation Information

Top (ft sub)	Bottom (ft sub)	Shts/Ft	No Shts	Dt Sqz
0	0			

Formation Information

rormatio St Code	n Information Formation	Depth
Prust	Rustler	531
Psal	Salado	1003
Pbslt	Base of Salt	3987
Plals	Lamar Limestone	4210
Pbc	Bell Canyon	4243
Pcc	Cherry Canyon	5148
Pbrc	Brushy Canyon	6398
Pbs	Bone Spring	8033
Pbs3sd	3rd Bone Spring Sand	10943
Pwc	Wolfcamp	11390
PPst	Strawn	13265
Ppat	Atoka ,	13290
Ppmorc	Morrow Clastics	14423

Hole: Unknown

TD:

TVD: 0

PBTD:





Ocean Munds-Dry omundsdry@hollandhart.com

30-015-34163

March 28, 2006

HAND-DELIVERED

Mark E. Fesmire, P.E.
Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
1220 South Saint Francis Drive
Santa Fe. New Mexico 87505

RECEIVEL.

APR 0 3 7006

Re:

C-108 Application of FDW, Inc. for Authorization to Inject Produced Water into its CC Federal No. 5 Well, 2310 FSL and 1650 FWL of Section 9, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico

Dear Mr. Fesmire:

Please find attached FDW, Inc.'s (an affiliate of Nearburg Producing Company) Form C-108 Application for Authorization to Inject. FDW seeks authorization to dispose of off-lease disposal water by injecting into its CC Federal No. 5 Well. Also enclosed is the openhole log for the proposed injection well for your review.

On the date this application was filed, notice was provided to the owner of the surface of the land on which the disposal well is to be located and to each leasehold operator within one-half mile of the well by providing each with a copy of this application by certified mail and advising each that they have 15 days from the date of the notice letter to file an objection with the Santa Fe Office of the Oil Conservation Division and that, if no objection is received by the Division, the application will be approved.

A copy of the notice list and the letter are attached as <u>Exhibit A</u>. A notice affidavit is attached as <u>Exhibit B</u>.

Proof of publication as required in Division Rule 701(C) is attached as Exhibit C.

A copy of this application has also been sent to the Artesia District Office.



Your attention to this matter is appreciated.

Sincerely,

Ocean Murds-Dry Ocean Munds-Dry

Ocean Munds-Dry Attorney for FDW, Inc.

and Nearburg Producing Company

Enclosures

cc: Bob Shelton

Artesia District Office

ADMINISTRATIVE APPLICATION OF FDW, INC. FOR AUTHORIZATION TO INJECT PRODUCED WATER INTO ITS CC FEDERAL NO. 5 WELL, EDDY COUNTY, NEW MEXICO

EXHIBIT A

Bureau of Land Management Carlsbad Field Office 320 East Greene Street Carlsbad, New Mexico 88220

Devon Energy Corporation 20 North Broadway, Suite 1500 Oklahoma City, OK 73102

BP America Production Company P. O. Box 1089 Eunice, New Mexico 88231



March 28, 2006

<u>VIA CERTIFIED MAIL</u> RETURN RECEIPT REQUESTED

Land Owner:

Bureau of Land Management Carlsbad Field Office 320 East Greene Street Carlsbad, New Mexico 88220

APR 0 3 2006

Leasehold Operators:

Devon Energy Corporation 20 North Broadway, Suite 1500 Oklahoma City, OK 73102

BP America Production Company P.O. Box 1089 Eunice, New Mexico 88231

Re: Application of FDW, Inc. for Administrative Approval of Salt Water Disposal (CC Federal No. 5 Well), Eddy County, New Mexico

Ladies and Gentlemen:

This letter is to advise you that FDW, Inc., an affiliate of Nearburg Producing Company, is in the process of filing the enclosed application with the New Mexico Oil Conservation Division seeking authorization to dispose of produced water into its CC Federal No. 5 well at a surface location of 2310 feet from the South line and 1650 feet from the West line (Unit K) of Section 9, Township 18 South and Range 27 East, NMPM, Eddy County, New Mexico. The sources of the produced water will be from wells in the area that produce from the Red Lake Field Glorieta, Yeso and San Andres formations.

FDW proposes to convert the subject well to water disposal into the San Andres formation, which is currently under waterflood in the West Red Lake Unit whose boundaries are 1650 feet from the west and north of the well. The proposed initial injection will be at 800 pounds per square inch and a maximum surface injection pressure of 1536 pounds per square inch. The average daily injection rate will be 500 barrels of water and the maximum daily injection rate will be 1000 barrels of water.



If you have any questions concerning this application, you may contact Brian Huzzey at (432) 686-8235 (Ext. 206) or at Nearburg Producing Company, 3300 North "A" Street, Building 2, Suite 120, Midland, Texas, 79705.

Objections to this application or requests for hearing must be filed with the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico, 87505 within fifteen (15) days of the date of this letter. If no objection is received within fifteen (15) days after the Division Director receives this application, the application will be approved.

Sincerely.

Ocean Munds-Dry

Attorney for FDW, Inc. and Nearburg

Producing Company

Enclosures

cc: Mr. Bob Shelton

BEFORE THE OIL CONSERVATION DIVISION NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

C-108 APPLICATION OF FDW, INC. FOR AUTHORIZATION TO INJECT PRODUCED WATER INTO ITS CC FEDERAL NO. 5 WELL, EDDY COUNTY, NEW **MEXICO**

AFFIDAVIT

STATE OF NEW MEXICO)) ss. COUNTY OF SANTA FE)

Ocean Munds-Dry, attorney in fact and authorized representative of FDW, Inc., the Applicant herein, being first duly sworn, upon oath, states that notice of the above-referenced Application was mailed to the interested parties shown on Exhibit "A" attached hereto in accordance with Oil Conservation Division Rules, and that true and correct copies of the notice letter and proof of notice are attached hereto.

SUBSCRIBED AND SWORN to before me this 20 d

My Commission Expires:

Notary Public

EXHIBIT B

RECEIVED

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505 APR 0 3 2006 FORM C-108

OCU-APT TES Revised June 10, 2003

APPLICATION FOR AUTHORIZATION TO INJECT

i.	PURPOSE: Secondary Recovery Pressure Maintenance XX Disposal Storage Application qualifies for administrative approval? Yes No
II.	OPERATOR: Nearburg Producing Company
	ADDRESS: 3300 N A St., Bldg 2, Ste 120, Midland, TX 79705
	CONTACT PARTY: Brian Huzzey PHONE: 432/686-8235
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 XX 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: Brian Huzzey TITLE: Sr. Staff Engineer
	NAME: Brian Huzzey TITLE: Sr. Staff Engineer SIGNATURE: DATE: 3-20 (4)
*	E-MAIL ADDRESS: <u>bhuzzey@nearburg.com</u> 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:

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.

CC FEDERAL NO. 5 SAN ANDRES APPLICATION FOR AUTHORIZATION TO INJECT

APPLICATION FOR AUTHORIZATION TO INJECT (continuation)

III. WELL DATA

See attached "As Is" and "Proposed" Injection Well Data Sheets (Attachments 1-3)

IV. IS THIS AN EXPANSION OF AN EXISTING PROJECT?

No

V. MAP

See attached maps with ½ mile and 2 mile radius circles (Attachments 4-5)

VI. WELLS WITHIN THE AREA OF REVIEW

There are 37 wells that penetrate the proposed San Andres injection zone within the Area of Review. See the attached Area of Review well data tabulation sheet (Attachment 6) for the details on these wells including the wellbore diagrams on the four P&A wells (Attachments 7-10)

VII. PROPOSED OPERATIONS

Overall Objective:

Nearburg Producing Company is proposing the following work on the temporarily abandoned CC Federal No. 5 in Unit K, Section 9, T18S-R27E, Eddy County, New Mexico for the purpose of converting the well to water disposal in the San Andres.

- Retrieve the 5-1/2" cement retainer and clean out the wellbore to the top of the debris above the 35' cement plug and 5-1/2" CIBP at 2850'.
- o Perforate additional San Andres porosity intervals from 1995- 2117' OA.
- Break down the new (1995-2117' OA) and existing (2146-2226' OA) San Andres perforations using pin-point packers and acid.
- Fracture stimulate all perforations with a suitable frac fluid and proppant, if necessary.
- Run 2-7/8" internally coated tubing with a packer set within 100' of the topmost perforation at 1995'.
- Dispose of Yeso, Glorieta, and San Andres water from new wells to be drilled in Sections 32 and 33, T17S-R27E.

1. Proposed average and maximum daily rate and volume of fluids to be injected.

500 BWPD and 1000 BWPD, respectively

2. The system is closed or open.

Open

3. Proposed average and maximum injection pressure.

800 psi and 1536 psi, respectively

The above maximum pressure is based on an average 0.77 psi/ft wellhead pressure gradient to the top perforation at 1995'. It is requested that this pressure gradient be granted to Nearburg based on fracture gradient and wellhead pressure gradient data submitted by Devon on eight of their West Red Lake San Andres Waterflood Unit injection wells in 1997. The data submitted is contained in Division Order WFX-708 and resulted in the OCD granting Devon wellhead pressures ranging from 0.6 to 0.9 psi/ft for additional unit injection wells. The wells listed in their application offset CC Federal No. 5 to the northwest. Please see Attachment 11 that summarizes the data contained in Devon's injection applications and the resulting OCD Division Order.

4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than re-injected produced water.

Disposal water will come from new Red Lake Glorieta, Yeso (Glorieta-Yeso Pool), and San Andres wells drilled in Sections 32 and 33, T17S-R27E. The water will be injected into the San Andres formation in CC Federal No. 5. Attachments 12 and 13 report the water analyses for the Yeso, San Andres, and Glorieta-Yeso respectively. Overall, Nearburg has been advised by MCI Chemicals and Consulting that carbonate scaling and iron sulfides could be a problem, but both are easily dealt with and extremely economical to treat.

5. If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water.

Fifteen wells currently produce only from the San Andres within one half mile of CC Federal No. 5.

VIII. GEOLOGICAL DATA

Injection Zone:

Geologic Name: San Andres of the Red Lake Queen-Grayburg-San Andres Pool

Lithologic Detail: Porous Shelf Dolomite

Thickness: +/-1450'

Depth: Based on geologic reports from 8 wells within ½ mile of CC Federal No. 5, the top of San Andres occurs at an average subsea depth of +2020' (or 1515' average measured depth – the topography is relative flat in this area with an average KB elevation of 3534')

Oil/Water Contact: Unknown to Nearburg

Sources of Drinking Water Overlying the Proposed Injection Zone:

Geologic Names: Unknown to Nearburg

Depth to Bottom of Sources: The deepest fresh water well in T18S-R27E is 305' located in Section 31 according to the New Mexico Office of the State Engineer website. Other wells in the township have been drilled to +/- 90'.

Sources of Drinking Water Underlying the Proposed Injection Zone:

None

IX. PROPOSED STIMULATION PROGRAM

The existing San Andres perforations in CC Federal No. 5 have never been stimulated. Plans are to perforate additional San Andres porosity intervals, break down all perforations with pin-point packers and acid, and then fracture stimulate with a suitable frac fluid and proppant, if necessary.

X. LOGS AND TEST DATA

Well data has been filed with the OCD. Copies of the openhole logs are attached for the OCD. The following is a summary of the test data on the well:

San Andres Completion Attempt (11/2/05-11/4/05)

Perf'ed San Andres. Ran in with 5-1/2" full-bore tension packer on tubing. Set packer at 2042'. Tubing began to run over with water. Blew down to pit. Swabbed dry in 3 runs. Pumped down tubing and broke formation at 1750 psi. Pumped in at various rates up to a maximum of 1.5 bpm (2160 BPD) at 1150 psi. Blew well down to pit and measured 230 BWPD flowing. Unseated packer and pulled 44 joints. Next day found 700 psi casing pressure. Flowed no oil and 230 BWPD.

XI. ANALYSIS OF FRESH WATER WELLS WITHIN ONE MILE OF DISPOSAL WELL

No fresh water well is located within one mile of the proposed disposal well according to records obtained from the website of the New Mexico Office of the State Engineer.

XII. AFFIRMATIVE STATEMENT OF NON-COMMUNICATION BETWEEN DISPOSAL ZONE AND ANY UNDERGROUND SOURCES OF DRINKING WATER.

Re: Proposed CC Federal No. 5 San Andres Disposal Well

We have examined the available, seismic, geologic, and engineering data and find no evidence of open faults or any other hydraulic connection between the disposal zone and any underground source of drinking water.

Nearburg Producing Company

Date: 3-20-06

Senior Staff Engineering

Attachments

- 1. "As Is" injection well data sheet with wellbore diagram
- 2. "Proposed" injection well data sheet with wellbore diagram
- 3. Injection well data sheet
- 4. Map with well locations
- 5. Map with lease data
- 6. "Area of Review" tabulation sheet (5 pages)
- 7. Empire Abo Unit No. 4 wellbore diagram
- 8. Empire Abo Unit "N" No. 6 wellbore diagram
- 9. Empire Abo Unit "P" No. 7E wellbore diagram
- 10. Empire Abo Unit "N" No. 701 wellbore diagram
- 11. Summary of Devon's Application to Inject (4 pages)
- 12. Yeso and San Andres water analysis
- 13. Glorieta-Yeso water analysis (2 pages)

"AS IS" INJECTION WELL DATA SHEET

OPERATOR: Nearburg Producing Company

Side 1

WELL NAME & NUMBER:		CC Federal No. 5 (30-015-34163)	-34163)			
WELL LOCATION: 2310 FO	10 FSL FOOTAG	& 1650 FWL	K UNIT LETTER SE	9 SECTION	18S 27E TOWNSHIP RANGE	ZE GE
20" conductor (6) 40" with cement	"SI SA"	50		WELL CON	WELL CONSTRUCTION DATA	
12-1/4" bolc	manjor			Surface Cassing	a mis	
		unoum	Hole Size: 12-1/4		Casing Size: 8-5/8	
Circulated 138 sits to surface.	Mange	onume.	Cemented with: 525	SX.	or	#
	manya	dummi.	Top of Cement: Surface		Method Determined: Circulated	lated
	anninininininininininininininininininin	wawa		Intermediate Casing	asing	,
	unionen	·	Hole Size:		Casing Size:	
	mann	Junum	Cemented with:	SX.	or	f#
	; ;	5-1/2" cement relainer at 2050 (tested to 1000 ps)	Top of Cement:		Method Determined:	
Sen Andres Perfe (1 hole per foot)		anan		Production Casing	asing	
2146, 48, 30, 54, 59, 61, 73, 77, 82, g. su 2202, 04, 09, 18, 21, 24, g. 26	WANT.	wwww	Hole Size: 7-7/8		Casing Size: 5-1/2	
	monimi	·	Cemented with: 945	SX.	or	æ
	Ä	Top slips and wet cap from a second 5-1/2' cement retainer 5-1/2' cement retainer (unscrewed from set tool)	Top of Cement: Surface		Method Determined: Circulated	lated
		5-1/2" CIBP at 2850' with a 35' cap of cement on top (11/4/05)	Total Depth: 3334		oir: Chi indicate cmt and mici	cated bad microannulus
-	mumi	an a	Production. Million Interval	LINSONINA Inte	rom 1550-1946 rval	940
	allanda		2146	feet to	0 2226	
> 1/2" 15.5# & 17# 3-55 casing @ 3334" with 945 gks. Circulated to surface (note that the CB1 log indicated bad centent and micro-annulus from 1550 to 1946)		Initial PBTD: 3269 by tally	(Perforated	or Opporint Kales	(Perforated or Spicinitale indicate which)	

TD: 3334*

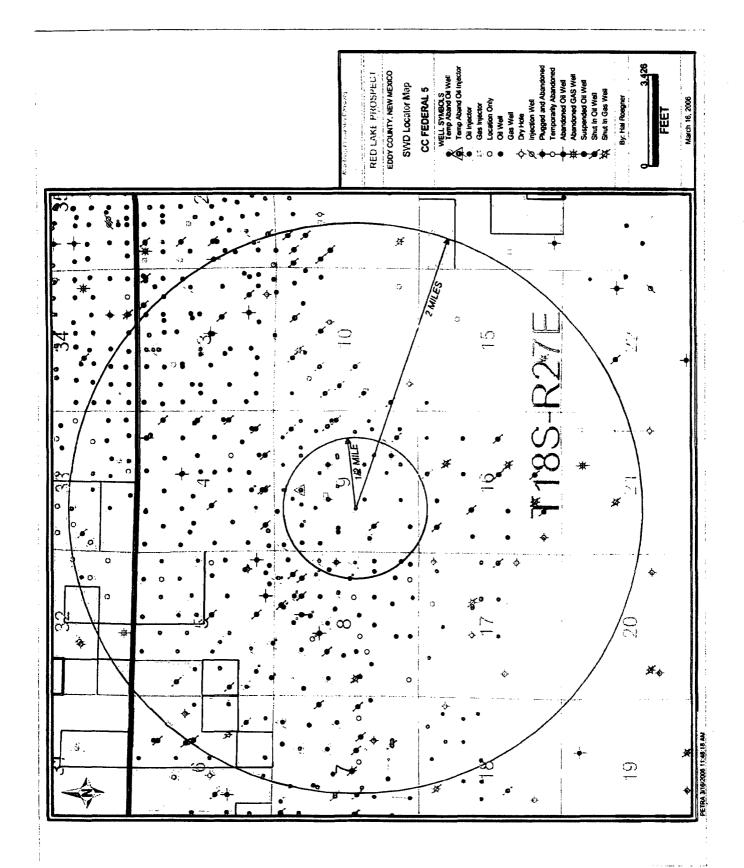
"PROPOSED" INJECTION WELL DATA SHEET

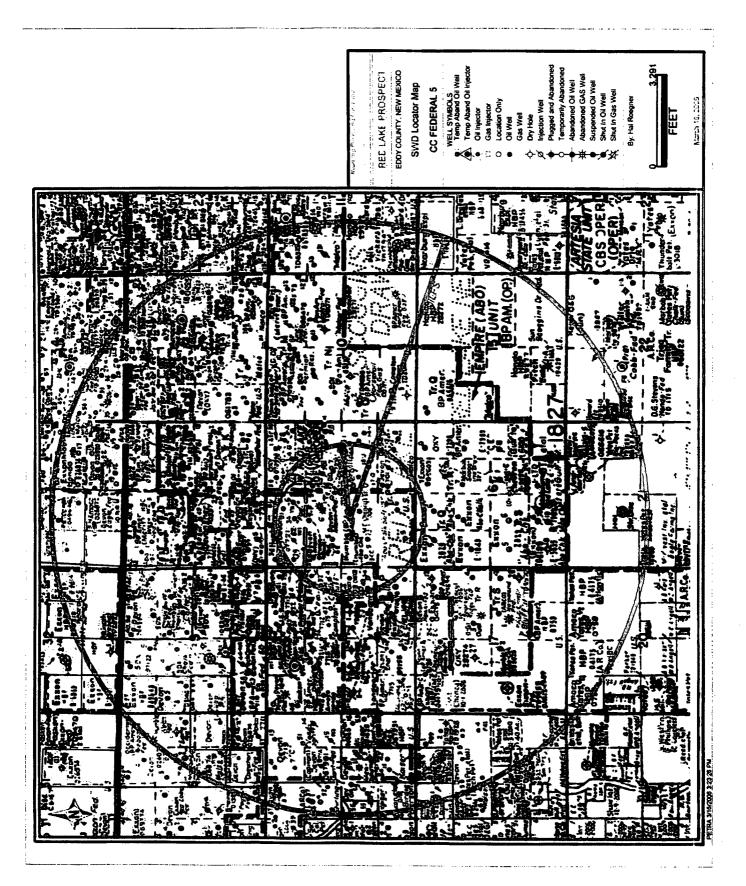
Side 1

OPERATOR: Nearburg	- 1	Producing Company			
WELL NAME & NUMBER:	22	Federal No. 5 (30-015-34163)	34163)		
WELL LOCATION: 2310 FO	FSL	1650 FWL LOCATION	K UNIT LETTER S	SECTION	18S 27E TOWNSHIP RANGE
20' conductor @ 40' with cement				WELL CONSTR	WELL CONSTRUCTION DATA Surface Casing
13-1/4" hole	ammi		Hole Size: 12-1/4		Casing Size: 8-5/8
8-/8" 24# 1-55 cusing @ 1186' with 525 sks. Circulated 138 sks to surface.	<i>Manage</i>		Cemented with: 525	SX.	orft
2,778° bole		auuauu	Top of Cement: Surface		Method Determined: Circulated
	munn			Intermediate Casing	Casing
		Back-side to be monitored.	Hole Size:		Casing Size:
	muunn	uuuus	Cemented with:	SX.	orff³.
Proposed Con andres Borfe (1 hole per feet)		2-7/8" x 5-1/2" AS 10K packer or equivalent set at 1947	Top of Cement:		Method Determined:
_	**************************************			Production Casing	asing
2146, 48, 29, 54, 29, 61, 73, 77, 27, 28, 29, 2202, 04, 09, 18, 21, 24, 26, 26, 27, 27, 27, 28, 28	==N4N4N===		Hole Size: 7-7/8		Casing Size: 5-1/2
	minan	uuuuu	Cemented with: 945	SX.	orft³
	M	Top slips and wet cap from a second 5-1/2" cament retainer 5-1/2" cament retainer (unscrewed from set tool)	Top of Cement: Surface		Method Determined: Circulated
	X		Total Depth: 3334	-	cat and micros
	munn	uuuuu	V	Injection Interval	rom 1330-1940 <u>erval</u>
	mann		1995	feet to	to 2226
5-172" 5,5# & 17# J-55 casing @ 3334" with 945 sts. Circulated to surface (note that the CBL log		tolial PBTD: 3269 by sally	(Perforat	ed oxOlipen Mok	(Perforated oxOpen 生的kyindicate which)
indicated bad cement and micro-annulus from 1550 to 1946)	TD: 3334"	_			

PROPOSED INJECTION WELL DATA SHEET

J	Tubing Size:	2-7/8	Lining Material: TK99 Plastic Coating	
ι –	Type of Packer:	2-7/8 x 5-1/2 "AS" 1	10K pkr or equivalent	
-	Packer Setting Depth: 1947'	Depth: 1947'		
O	Other Type of	f Tubing/Casing Seal (if applicable):	:(a	
		Addi	Additional Data	
	1. Is this a ne	Is this a new well drilled for injection?	Yes X No	
	If no, for w complete	what purpose was the well originally drilled? ed as a San Andres producer. well was Temporarily Abando	what purpose was the well originally drilled to 3334 and ed as a San Andres producer. The San Adres tested only water well was Temporarily Abandoned	d ter
7	2. Name of the	the Injection Formation: San Ar	Andres	
ς.	3. Name of F	ield or Pool (if applicable): $\overline{\mathrm{Re}_G}$	Field or Pool (if applicable): Red Lake Queen-Grayburg-San Andres	
4	4. Has the we intervals at	vell ever been perforated in any other zone(s)? List all such pe and give plugging detail, i.e. sacks of cement or plug(s) used.	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	
ν.	5. Give the na injection zo	name and depths of any oil or gas zone in this area:	name and depths of any oil or gas zones underlying or overlying the proposed zone in this area:	
	Underlyi Pennsylv	Underlying "Area of Review": Pennsylvanian	Yeso, Abo, Atoka, Morrow and	
	Overlyin	ng "Area of Review":	Premier	





"AREA OF REVIEW" WELL DATA TABULATION SHEET
TD Date TD Hole Casing
(PBTD) Reached Sizes Sizes Feet W/D/Y inches inches
9580 07/05/57 15 11-3/4 11 8-5/8 7-7/8 5-1/2
(5555) 10/31/60 11 (5555)
5576 1/17/61 11 (5545) 7-7/8
5768 5/10/60 11 (5740) NR
5666 05/06/60 11 (5639) NR
5700 06/07/60 11 (5677) NR
5703 02/27/60 11 NR
5717 2/2/60 11 (5686) NR

*On 4/15/94, perfed 4 holes at 3880' and squeezed with 630 sacks of cement. Circulated 113 sacks to the surface.	In 1974, a hole in the 4-1/2" casing between 4043' and 4105' was squeezed with 150 sacks of cement. In May 2004, a CIBP was set at 5273' and capped with 35' of cement to temporarily abandon the well.	In January 2005, the original perforations from 5710-5750' OA were abandoned below a RBP set at 5670' with 1 bag of sand on top.	"In August 1998, the 4-1/2" casing was perforated at 42.10" (hole found between 3286-3298') and squeezed with cement (number of sacks not reported), and then perforated at 1970 and squeezed with 100 sack of cement (circulated to surface). In June 2004, hole(s) between 4179-4273' were squeezed with cement (number of sacks not reported).	See attached wellbore diagram.	See attached wellbore diagram. Note that in February 1968, the well was deepened to 6112' and tested unsuccessfully in the lower Abo.	"In July 1968, perfed 2 holes at 5579" and squeezed with 100 sacks of cement. In March 1969, the original perforations from 5610-5640" were squeezed with 125 sacks of cement.	Very old well with no drilling or completion data reported in OCD Online. The data that is reported here came largely from an "Area of Review" table contained in Administrative Order WFX-708.
Active	Temporarily Abandoned	Active	Active	8 8	∀3	Active	Active
Abo Oil Producer	Abo Oil Producer and Gas Injector	Abo Oil Producer	Abo Oil Producer	Abo Oil Producer	Abo Oil Producer	Abo Oil Producer	San Andres Water Injector
5490-5682 OA	5330-5584 OA	5236-5602 OA	5056-5640 OA	5826-5884 OA	5496-5697 OA 5700-6112 Open Hole	5629-5742 OA	1884-2081 OA
1078' (TS) 3910' (TS)*	Surface 1400' (TS)	NR 980' (TS)	Surface 4240 (?)*	Surface NR	Surface	Surface NR*	Surface Surface (Est) NR Surface
350	700 820	700	3000	300	800 800	850 850	NR NR 325
1497 5789	1499	1484 5800	5709	1495 5950	1483 5700	1496 5835	580 1140 1336 2125
8-5/8 4-1/2	8-5/8 4-1/2	8-5/8 4-1/2	8-5/8 4-1/2 4-1/2	8-5/8	8-5/8	8-5/8 4-1/2	10 8-5/8 7 4-1/2
1. R	2 %	11 7-7/8	7-7/8	11 7-7/8	A A	A A	N N N N N N N N N N N N N N N N N N N
3/11/60	3/19/60	8/9/59	5/25/68	01/1/10	9/3/59	11/22/59	4/12/38
5790 (5761)	5670 (5641)	5800 (5765)	5709 (5652)	5950 (5915)	5700 6112	5835 (5804)	2125 (?)
660' FSL 1980' FWL 9-18S-27E Unit N	990' FNL 2310' FWL 9-18S-27E Unit C	1980' FSL 1980' FEL 9-18S-27E Unit J	2300' FNL 1642' FEL 9-18S-27E Unit G	986' FSL 1643' FEL 9-18S-27E Unit O	1980' FNL 1980' FEL 9-18S-27E Unit G	985' FSL 2297' FEL 9-18S-27E Unit O	2340' FSL 400' FEL 8-18S-27E Unit I
00837	00838	00845	20141	20310	00846	00849	00821
Empire Abo Unit No. 6B	Empire Abo Unit "M" No. 6C	Empire Abo Unit "O" No. 7B	Empire Abo Unit "N" No. 7D	Empire Abo Unit "P" No. 7E	Empire Abo Unit N No. 701	Empire Abo Unit No. 701P	West Red Lake Unit No. 26

Very old well with no drilling or completion data reported in OCD Online. The data that is reported here came largely from an "Area of Review" table contained in Administrative Order WFX-708.		Perfed, stimulated, tested, and squeezed off (240 total sacks of cement in 3 tries) the Premier sand from 1236-42 and 1300-13 in 6/84.	A Canadidate Extra Research Contraction (Contraction Contraction C			<u> </u>		
Active	Active	Active	Active	Active	Active	Active	Active	Active
San Andres Oil Producer	San Andres Oil Producer	San Andres Oil Producer	San Andres Oil Producer	San Andres Water Injector	San Andres Oil Producer	~^ Z Z U '	San Andres Oil Producer	San Andres Oil Producer
1943-1958 Open Hole	2066-2254 OA	1953-2055 OA	2052-2298 OA	1657-2104 OA	1868-2128 OA	1894-2132 OA	1689-2126 OA	1674-2128 OA
Surface (Est) 440' (Calc) 1375' (Est)	Surface NR	Surface	Surface	Surface 150' (Est.)	Surface	Surface	Surface Surface	Surface
75 100 100	53 475	300 900 625	550 590	655 430	550 375	200 460	550 460	500 425
1123 1568 1909	27 2350	353 2156	1105 2400	2999	1151 2249	2400	1033 2350	1095 2410
8-5/8 7 5-1/2	10-3/4 4-1/2	8-5/8 5-1/2	8-5/8 4-1/2	8-5/8 5-1/2	8-5/8 5-1/2	8-5/8 5-1/2	8-5/8 5-1/2	8-5/8 5-1/2
R R R	X X	7-7/8	12-1/4	12-1/4 7-7/8	12-1/4	12-1/4	12-1/4 7-7/8	12-1/4
10/27/49	1/15/62	12/6/83	8/3/90	8/25/93	2/21/95	4/2/96	4/16/96	8/18/96
(1973)	(7)	2156 (2109)	2409 (2362)	3000 (2903)	2249 (2191)	2400 (2357)	2350 (2311)	2411 (2364)
990' FNL 330' FWL 9-18S-27E Unit D	660' FNL 1980' FWL 9-18S-27E Unit C	1980' FNL 660' FEL 8-18S-27E Unit H	990' FNL 1770' FWL 9-18S-27E Unit C	1630' FNL 330' FEL 8-18S-27E Unit H	1650' FSL 710' FEL 8-18S-27E Unit I	990' FNL 990' FWL 9-18S-27E Unit D	2550' FSL 990' FEL 8-18S-27E Unit I	1650' FNL 330' FWL 9-18S-27E Unit E
00834	00833	24638	26422	27474	28277	28734	28782	29025
West Red Lake Unit No. 28	West Red Lake Unit No. 31	West Red Lake Unit No. 32	West Red Lake Unit No. 34	West Red Lake Unit No. 36	West Red Lake Unit No. 48	West Red Lake Unit No. 62	West Red Lake Unit No. 64	Hawk "9E" Federal No. 5

								The perfs from 1928-2057 OA were squeezed with 400 sacks of cement on 3/27/05 and then drilled out. Three CIBPs have been set in the well at 3065' (w/2 sacks cement on top), 2810' (w/3 sacks cement on top), and 1850' (no cement on top)	On 11/4/05, one CIBP was set at 2850' with 35' of cement on top, and one cement retainer was set at 2050' and tested to 1000 psi.
Active	Active	Active	Active	Active	Active	Active	Active	Temporarily	Temporarily Abandoned
San Andres Oil Producer	San Andres Oii Producer	San Andres Oil Producer	San Andres Oil Producer	San Andres Oil	San Andres Oil Producer	San Andres Oil Producer	San Andres Oil Producer	San Andres - Yeso Oil Producer	San Andres Oii Producer
1758-2190 OA	1580-2225 OA	1534-2288 OA	1877-2318 OA	1664-2362 OA	1580-2371 OA	1627-2437 OA	1576-2360 OA	San Andres 1928-2193 OA Yeso 3086-3184 OA	2146-2226 OA
Surface Surface	Surface	Surface Surface	Surface Surface	Surface Surface	Surface	Surface Surface	Surface Surface	Surface Surface	Surface Surface
500 450	200	500 575	200 200	250 550	550 525	550 550	550 500		525 945
1112 2399	2399	1065 2499	1062 2499	1153 2649	1151 2650	1156 2649	1184	3398	1186 3334
8-5/8 5-1/2	8-5/8 5-1/2	8-5/8 5-1/2	8-5/8 5-1/2	8-5/8 5-1/2	8-5/8 5-1/2	8-5/8 5-1/2	8-5/8 5-1/2	8-5/8 5-1/2	8-5/8 5-1/2
12-1/4	12-1/4	12-1/4	12-1/4 7-7/8	12-1/4 7-7/8	12-1/4	12-1/4	12-1/4	12-1/4	12-1/4
9/25/96	8/24/96	10/24/96	11/8/96	8/5/97	8/21/97	5/9/97	5/2/97	12/22/04	10/20/05
2400 (2352)	2400 (2352)	2500 (2454)	2500 (2444)	2649 (2609)	2650	2649 (2605)	2649 (2611)	3400 (3349)	3334 (3269)
2310' FNL 750' FWL 9-18S-27E Unit E	1500' FNL 1650' FWL 9-18S-27E Unit F	2310' FNL 2460' FWL 9-18S-27E Unit F	1650' FNL 2310' FEL 9-18S-27E Unit G	2310' FNL 1750' FEL 9-18S-27E Unit G	2180' FSL 2290' FEL 9-18S-27E Unit J	1630' FSL 1650' FEL 9-18S-27E Unit J	1170' FSL 2310' FEL 9-18S-27E Unit O	1822' FSL 532' FWL 9-18S-27E Unit L	2310' FSL 1650' FWL 9-18S-27E Unit K
29097	29026	29093	29155	29634	29516	29483	29484	33548	34163
Hawk "9E" Federal No. 6	Hawk "9F" Federal No. 7	Hawk "9F" Federal No. 8	Hawk "9G" Federal No. 9	Hawk "9G" Federal No. 10	Hawk "9J" Federal No. 15	Hawk "9J" Federal No. 16	Hawk "90" Federal No. 17	CC Federal No. 3	CC Federal No. 5

Mann Federal No. 1	25357	25357 1880' FNL 9811 2130' FWL (9480) 9-18S-27E Unit F	9811 (9480)	9/17/85	17-1/2 11 7-7/8	13-3/8 8-5/8 5-1/2	509 2100 9811	550 750 1675	Surface Surface 1000' (TS)	9251-9256	Atoka Gas Producer	Active	Morrow perfs from 9524-9623' OA were squeezed with 125 sacks of cement in 10/85.	
Horsetail "9" Federal No.1 34171	34171	Surface 1261' FSL 1144' FEL 9-18S-27E Unit P	9929 MD (9873 MD)	10/12/05	17-1/2 12-1/4 8-3/4	13-3/8 8-5/8 5-1/2	427 3105 9915	530 1630 695	Surface Surface Surface	9628-9875 OA	Morrow Gas Producer	Active		
Constitution of the second sec	The section of the se	्रा है। जनसङ्ख्या के स्थापन के स्थापन के स्थापन के स्थापन के जिल्ला है। जनसङ्ख्या के स्थापन के स्थापन के स्थाप	Administration of the American	TOWNSON OF	The second second	- 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1			and the fact that the second of	of the second of the second		Mark the terms of an e	The second of th	
		¹ Top of cement abbreviations:	nt abbrevi	ations:										
		TS = Temperature Survey	Serature S	urvey		_								-
		Calc = Calculated	culated								_			
		Est = Estimated	nated				:							-
		? = How de	etermined	? = How determined not recorded	7									-
		NR = Not recorded	ecorded											_

Attachment 7

FIELD: WELL:

Red Lake

OPERATOR: SEC:

Empire Abo Unit No. 4

cement at 3960' by initial temperature survey.

18S RGE:

BP America Production Company

27E

COMPLETED:

P&A - 8/12/04

BY: Roegner - 1/13/06

30-015-00823

KB: GL:

KB Ele:

LOCATION: 2260' FNL and 400 FEL, Unit H

API#:

Circulated cement around outside of annulus through perfs at 60' Perfs at 60'. 15" hole Squeezed perfs at 780' with 50 sacks of cement. Top of cement tagged at 640' 11-3/4" casing @ 570' with 750 sacks. Cement to surface. Squeeze perfs at 780' Squeezed perfs at 2900' with 50 sacks of cement. Top of 11" hole cement tagged at 2615' Squeeze perfs at 2900' Squeezed perfs at 3140' with 130 sacks of cement. Top of 8-5/8" casing @ 3088' with 1100 sacks. cement tagged at 2940' Cement to surface. Squeeze perfs at 3140' 7-7/8" hole Cement plug (25 sacks) spotted on top of CIBP. Top of plug calculated to be at 4886' CIBP at 5138' **Abo Perforations:** 5176-5186 OA CIBP at 5235' Abo Perforations: Parts of a CIBP reamed, pushed, and drilled to 5770' 1 sack of cement on top of CIBP. Top of cement at 9343'. CIBP at 9350' Pennsylvanian Perforations: 9505-9555 OA Initial PBTD: 9579' 5-1/2" casing @ 9580' with 1090 sacks. Top of

FIELD:

Red Lake

COMPLETED:

P&A - 10/2/92

WELL:

Empire Abo Unit "N" No. 6

BY:

Roegner - 1/12/06

OPERATOR:

Arco Oil & Gas Company 18S: RGE: TWP:

27F.

KB: GL:

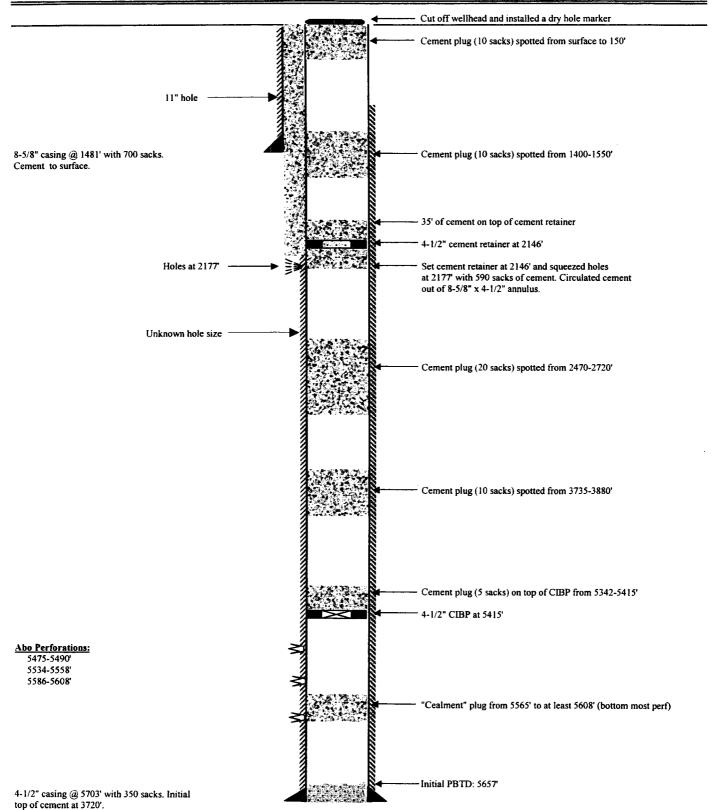
KB Ele:

SEC: LOCATION:

1980' FNL and 1980' FWL, Unit F

<u>API #:</u>

30-015-00836



FIELD:

Empire Abo

COMPLETED:

P&A - 12/23/88

WELL:

Empire Abo Unit "P" No. 7E

KB:

Roegner - 3/14/06

OPERATOR: SEC:

Arco Oil & Gas Company RGE: TWP: 185

27E

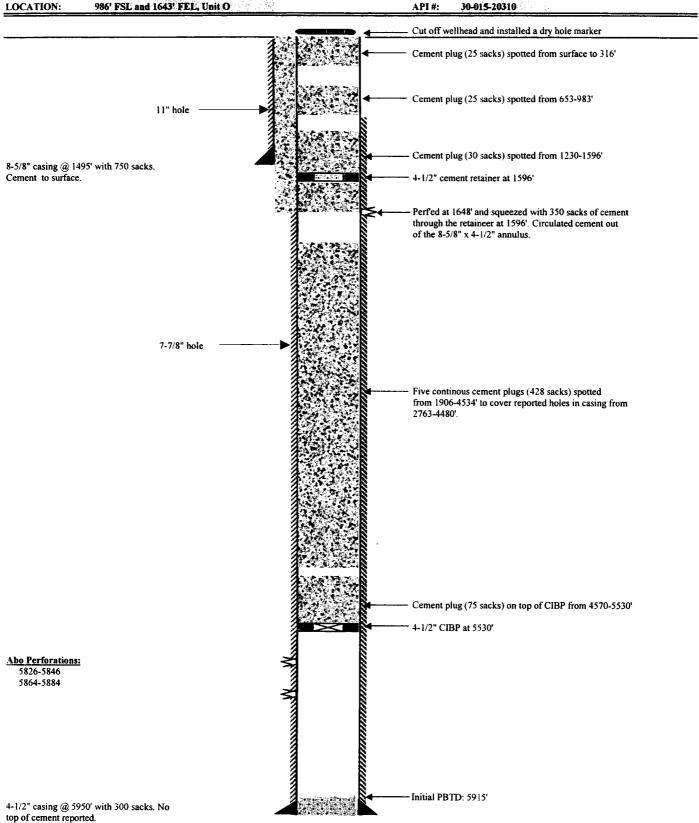
35081

LOCATION:

986' FSL and 1643' FEL, Unit O

GL:

KB Ele:



FIELD:

Empire Abo

COMPLETED:

P&A - 2/20/05

WELL:

Empire Abo Unit "N" No. 701

BY:

Roegner - 3/14/06

Subsequent TD at 6112' on 1/27/68

OPERATOR: SEC:

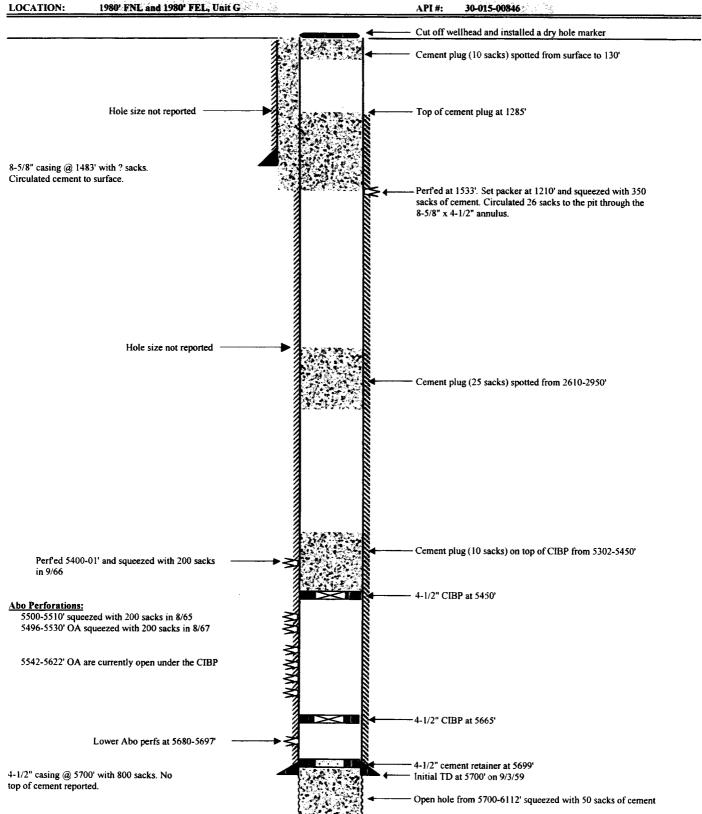
BP America Production Company 188 RGE:

27E

KB: GL: 3547

LOCATION:

KB Ele:



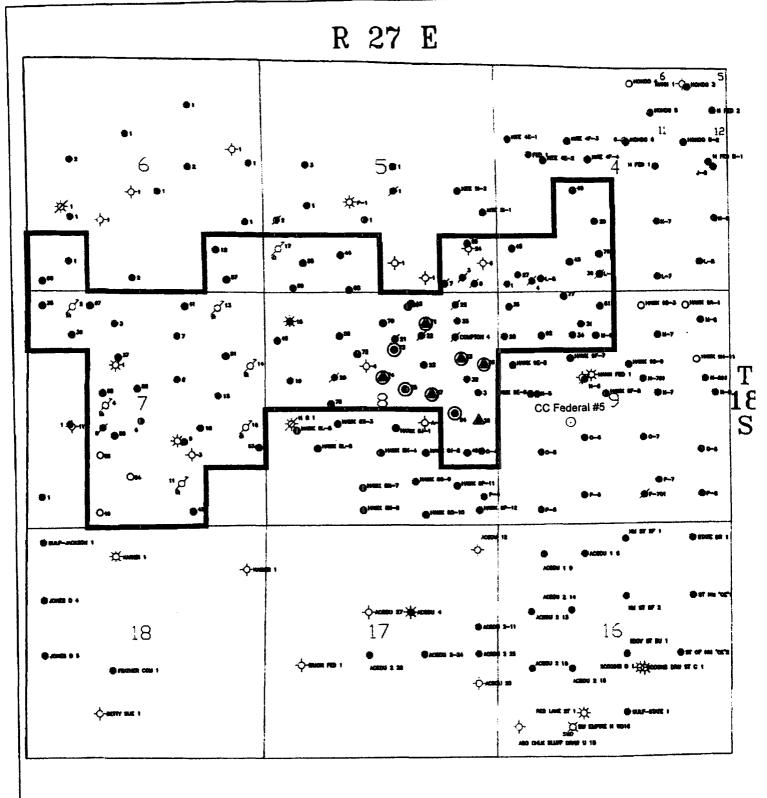
SUMMARY OF DEVON'S APPLICATIONS TO INJECT AT PRESSURES ABOVE 0.2 PSI/FT IN THEIR WEST RED LAKE WATERFLOOD UNIT

Table 1 was attached to a January 28, 1997 cover letter from Devon to the OCD that contained their "Applications for Authorization to Inject" into six additional San Andres wells in the West Red Lake Waterflood Unit. Devon stated in that cover letter that the data contained in this table were based on the frac gradients obtained from stimulation treatments on eight wells in the area.

Figure 1 was also attached to Devon's January 28, 1997 cover letter and shows the locations of the eight wells from which frac gradient information was obtained and reported on their Table 1. The location of CC Federal No. 5 has been added to their map to show its proximity to the eight wells with frac gradient data.

Exhibit "A" was attached to a March 12, 1997 Administrative Order No. WFX-708 approving Devon's applications to inject into six additional San Andres wells in their West Red Lake Waterflood Unit. The table provides for well specific injection pressure gradients ranging from 0.6 psi/ft to 0.9 psi/ft.

	TA	BLEI		
AVERAGE INJEC	TION WELLH	EAD PRES	SURE GRADIENTS	
	WEST RE	D LAKE UN	IT	
W. RED LAKE UNIT WELL NO.	DEPTH TO TOP PERF (FT)	FRAC GRADIENT (PSI/FT)	WELLHEAD PRESSURE GRADIENT (PSI/FT)	
36	1657	1.22	0.75	
47	1656	1.11	0.64	
63	1656	1.24	0.77	
64	1689	1.25	0.78	
71	1194	1.23	0.76	
73	1552	1.19	0.72	
74	1196	1.41	0.94	
75	1580	1.32	0.85	
Average	1522	1.24	0.77	



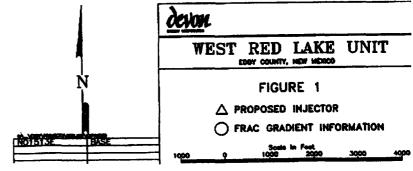
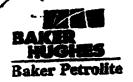


EXHIBIT "A"
DIVISION ORDER NO. WFX-708
WEST RED LAKE UNIT WATERFLOOD PROJECT
APPROVED INJECTION WELLS

	A TOTANS	Andrew Strong Control of the Control	The state of the s	مامندس ورابعي ويد	annia asisassanasa pinaisilaassasak ahifamatakatan penta jirtahassiria Prajing Ordon, jirtasthulitasta	Aligary In the State	Comment of the Commen	HEREN WATER	Presime Gradient.	is ful earlone Presente.
West Red Lake Unit	26	2340' FSL & 400' FEL	I	8-18S-27E	N/A	1972'-2081'	1875'	2 3/8"	.75 psi/ft	1479 PSIG
West Red Lake Unit	36	1630' FNL & 330' FEL	Н	36-18S-27E	1290'-1298'	1657'-2104'	1575'	2 3/8"	.71 psi/ft	1176 PSIG
West Red Lake Unit	47	2310' FNL & 1510' FEL	Ü	8-18S-27E	N/A	1656'-2068'	1575'	2 3/8"	.60 psi/ft	994 PSIG
West Red Lake Unit	83	1500' FNL & 850' FEL	Ħ	8-18S-27E	N/A	1656'-2065'	1575'	2 3/8"	.75 psi/ft	1242 PSIG
West Red Lake Unit	11	710' FNL & 1650' FEL	Æ	8-18S-27E	1194'-1196'	1268'-1996'	1200,	2 3/8"	.72 psi/ft	913 PSIG
West Red Lake Unit	74	1930' FNL & 2600' FEL	ß	8-18S-27E	1196'-1225'	1517'-1996'	1450'	2 3/8"	.90 psi/ft	1365 PSIG

All wells in Eddy County, New Mexico



Analysis: 24190

Water Analysis Report from Baker Petrolite

	Summary of Mixing W	aters
Sample Number	133534	112098
Company	DEVON ENERGY	CEVON ENERGY
Lease Well Sample Location	METTHEAD METTHEAD METTHEAD	HAWK'S BATTERY SAN ANDRES FWKO
Anions (mg/L)		
Chioride	106,253	99,569
Bicarbonate	573	497
Carbonate	0.00	0.00
Sulfate	3,912	4,489
Phosphate	0.00	0.00
Borate	0.00	0.00
Silicate	0.00	0.00
Cations (mg/L)		
Sodium	67,918	63,725
Magnesium	369	509
Calcium	1,749	1,770
Strontium	36.0	49.0
Barium	0.06	0.10
Iron	48.0	0.40
Potassium	523	269
Aluminum	0.00	0.00
Chromium	0.00	0.00
Copper	0.00	0.00
Lead	0.00	0.00
Manganese	0.00	0.00
Nickel	0.00	0.00
Anion/Cation Ratio	1,00	1.00
TDS (mg/L)	181,381	170,877
Density (g/cm)	1.12	1.11
Sampling Date	10/28/99	7/28/99
Account Manager	CURRY PRUIT	CURRY PRUIT
Analyst	JOANNA RAGAN	JOANNA RAGAN
Analysis Date		8/4/99
pH at time of sampling	5.90	7.90
pH at time of analysis pH used in Calculations	5.90	7.90



MILLER CHEMICALS, INC.

Post Office Box 298 Artesia, N.M. 88211-0298 (505) 746-1919 Artesia Office (505) 392-2893 Hobbs Office (505) 746-1918 Fax mci@plateautel.net

WATER ANALYSIS REPORT

Company : Nearburg
Address :

Date : 1/25/06 Date Sampled : 1/25/06

Lease : Analysis No. :

Well :

Sample Pt. : Glorietta Yeso

mg/L * meg/L ANALYSIS 6.0 1. pH 2. H2S 0 3. Specific Gravity 1.105
4. Total Dissolved Solids
5. Suspended Solids 157232.7 6. Dissolved Cxygen 7. Dissolved CO2 8. Oil In Water 9. Phenolphthalein Alkalinity (CaCO3) 10. Methyl Orange Alkalinity (CaCO3) 878.4 HCO3 11. Bicarbonate HCO3 14.4 12. Chloride Cl 92868.0 Cl 2619.7 13. Sulfate SO4 3125.0 SO4 65.1 14. Calcium
15. Magnesium
16. Sodium (calculated)
17. Iron
18. Barium 279.4 80.2 Ca 5600.0 Ca Mg 975.3 Mg 53784.8 Na 2339.5 Na Гe 1.3 0.0 Вa 19. Strontium Sr 0.0 18000.0 20. Total Hardness (CaCO3)

PROBABLE MINERAL COMPOSITION

*milli equivalents per Liter	Compound	Equiv wt	X meq/L	= mg/_
++				
279 *Ca < *HCO3 14	Ca (HCO3) 2	81.0	14.4	1167
/>	CaSO4	68.1	65.1	4429
80 *Mg> *SO4 65	CaCl2	5 5. 5	200.0	11096
<	Mg (HCO3) 2	73.2		
2339 *Na> *Cl 2620	MgSO4	60.2		
++	MgCl2	47.6	80.2	3320
Saturation Values Dist. Water 20 C	NaHCO3	84.0		
CaCO3 13 mg/L	Na2SO4	71.0		
CaSO4 * 2H2O 2090 mg/L	NaCl	58.4	2339.5	136720
BaSO4 2.4 mg/L				

REMARKS:



MILLER CHEMICALS, INC.

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SCALE TENDENCY REPORT

Company : Nearburg Date : 1/25/06

Address : Date Sampled : 1/25/06 Lease : Analysis No. :

Well: Analyst:

Sample Pt. : Glorietta Yeso

STABILITY INDEX CALCULATIONS (Stiff-Davis Method) CaCO3 Scaling Tendency

S.I. = 0.4 at 70 deg. F or 21 deg. C S.I. = 0.5 at 90 deg. F or 32 deg. C S.I. = 0.6 at 110 deg. F or 43 deg. C S.I. = 0.6 at 130 deg. F or 54 deg. C S.I. = C.7 at 150 deg. F or 66 deg. C

CALCIUM SULFATE SCALING TENDENCY CALCULATIONS (Skillman-McDonald-Stiff Method) Calcium Sulfate

S = 3152 at 70 deg. F or 21 deg C S = 3363 at 90 deg. F or 32 deg C S = 3508 at 110 deg. F or 43 deg C S = 3570 at 130 deg. F or 54 deg C S = 3580 at 150 deg. F or 66 deg C

Respectfully submitted, Josh Miller

Page 2.