DATE IN	SUSPENSE	ENGINEER	- 1013	, LOGGED IN	TYPE	APP NO

ABOVE THIS LINE FOR DIVISION USE ONLY

### NEW MEXICO OIL CONSERVATION DIVISION



		_	ering Bureau -	A 07505		
		1220 South St. Francis	o Drive, Santa Fe, Ni	4 8/303	7913 : 667	
		<b>ADMINISTRATIV</b>	E APPLICAT	TION CHE	ECKLIST	
7	THIS CHECKLIST IS M	IANDATORY FOR ALL ADMINISTRA WHICH REQUIRE PRO	ATIVE APPLICATIONS FOR			AND REGULATIONS
Appli	cation Acronym	s:				
		ndard Location]  [NSP-Nor nhole Commingling]     [C1	n-Standard Proration 'B-Lease Commingli		multaneous Do ool/Lease Com	
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		[WFX-Waterflood Expansion		e Maintenanc	-	
	[EOR-Qua	SWD-Salt Water Dis lified Enhanced Oil Recove		on Pressure in [PPR-Positive]	_	esponse]
[1]	TYPE OF AI	PPLICATION - Check The	ose Which Apply for	[A]		
	[A]	Location - Spacing Unit -		cation		
		∐ NSL ∐ NSP L	SD		RE	CEIVED P 2 0 2010
	Check	One Only for [B] or [C]			SF	P 9 4 2010
	[B]	Commingling - Storage -				2.0 2010
		☐ DHC ☐ CTB	PLC PC	☐ OLS [	- THAMO	CD ARTESIA
	[C]	Injection - Disposal - Pre			_ •	
		∐ WFX ∐ PMX	X SWD 🗌 IPI	EOR [	PPR	
	[D]	Other: Specify				
[2]	NOTIFICAT	ION REQUIRED TO: - C	theck Those Which	Apply, or $\square$ Do	es Not Apply	
	[A]	☐ Working, Royalty or		* * * *		
	[B]	X Offset Operators, Le	aseholders or Surface	e Owner		•
	[C]	X Application is One V	Vhich Requires Publ	ished Legal No	otice	,
	[D]	X Notification and/or C	Concurrent Approval ant - Commissioner of Public La	by BLM or SI ands, State Land Office	LO	
	[E]	X For all of the above, I	Proof of Notification	or Publication	is Attached, a	nd/or,
	[F]	☐ Waivers are Attache	đ			
[3]		CURATE AND COMPLIATION INDICATED ABO		ON REQUIRI	ED TO PROC	ESS THE TYPE
[4]	CERTIFICA	TION: I hereby certify that	t the information sub	mitted with thi	is application f	for administrative
appro	val is <b>accurate</b> a	nd complete to the best of	my knowledge. I als	o understand th	hat <mark>no action</mark> v	
applic		quired information and noti				
	Note	Statement must be completed	by an individual with ma	anagerial and/or s	supervisory capa	city.
Ann E. J		Mitch	ilks	Regulatory Age	ent	9-9-2010
Print (	or Type Name	Signature		Title		Date

ann.wtor@gmail.com (432 684-6381)

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
II.	OPERATOR: OGX Resources, LLC (Ogrid 217955)
	ADDRESS: c/o P.O. Box 953, Midland, TX 79702
	CONTACT PARTY: Ann Ritchie, Regulatory Agent PHONE: 432 684-6381
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>
*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.
	Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.
	NAME: Ann Ritchie TITLE: Regulatory Agent
	SIGNATURE: DATE: 09/09/2010
*	E-MAIL ADDRESS: <a href="mailto:ann.wtor@gmail.com">ann.wtor@gmail.com</a> 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: Updated filing requested by OCD02/26/2009

#### 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.



OXY USA INC. Box 4294, Houston, TX 77210

> Phone (713)350-4784-5757 Fax (713) 366-5200

June 22, 2010

Via Facsimile 505-476-3462 and US Mail

Mr. Mark 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

Da.

<u>Case No. 14339</u> Application of OGX Resources LLC for approval of a salt water disposal well, Latham Federal No. 1 SWD Well, located 1980' FSL and 1800' FEL of Section 15, T-25-S, R-29-E, N.M.P.M., Eddy County, New Mexico

Dear Mr. Fesmire:

OXY, USA, Inc. hereby withdraws its objection to the above referenced application filed by OGX Resources LLC seeking authorization to inject salt water in the Latham Federal No. 1 SWD Well, located 1980' FSL and 1800' FEL of Section 15, T-25-S, R-29-E, N.M.P.M., Eddy County, New Mexico.

Sincerely,

OXY USA Inc.

Name: Patrick S. Sparks Title: Landman

### BETTIS, BOYLE & STOVALL, INC.

P.O. BOX 1240 GRAHAM, TEXAS 76450 Off (940) 549-0780 ext. 123 Fax (940) 549-7405

July 19, 2010

Via Facsimile and U.S. Mail

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

Re: Case No. 14339 Application of OGX Resources LLC for approval of a salt water disposal well, Latham Federal No. 1 SWD Well, located 1980' FSL and 1800' FEL of Section 15, T25S, R29E, NMPM, Eddy County, New Mexico

Dear Mr. Fesmire.

Bettis, Boyle & Stovall, Inc. hereby withdraws its objection to the above referenced application filed by OGX Resources LLC seeking authorization to inject salt water in the Latham Federal No. 1 SWD Well, located 1980' FSL and 1800' FEL of Section 15, T25S, R29E, NMPM, Eddy County, New Mexico.

Yours truly, BETTIS, BOYLE & STOVALL, INC.

Brint Albritton Vice President

### **OGX Resources. LLC**

Latham Federal Well No. 1 Section 15, T25S, R29E NMPM 1980 FSL & 1800 FEL, Unit J API 30 015 22752 Eddy County, New Mexico

#### ATTACHMENT A

### III. Well Data

#### Section A:

- 1. Lease Name: Latham Federal, Well #1
- 2. Casing & Cement: Completion, Data Sheet w/wellbore attached
- 3. Tubing: 2 3/8" w/Baker AD-1 Tension packer, internally plastic coated set approximately 60' above top perforation @ 3306'.

#### Section B:

- 1. Injection formation: Bell & Cherry Canyon Pool: Undesignated; Delaware
- Injection Interval: Bell/Cherry Canyon @ 3306 4600'.
   Current status is P & A.
- 3. Original purpose of well: Drilled for production oil/gas.
- 4. No other perforated intervals.
- Next High oil/gas zone: Delaware: Lamar Next Lower oil/gas zone: Bone Springs below 5200'
- IV. This is not an expansion of an existing project.
- V. Area of review data is attached. The one well within the area is the Latham Federal No. 2 located in Unit P of Sec 15, production from the Delaware from 5223-5280'. This well is adequately cased & cemented as to preclude any migration of injected fluids.
- VI. Tabulation of wells within I/2 mile radius attached, along with map.

OGX Resources, LLC C-108 Well Data Page 2

### VII. Operation Data:

- 1. Proposed average daily injection volume: 2000 bbls/day Proposed maximum daily injection volume: 5000 bbls/day
- 2. The well will operate within a closed system.
- 3. Proposed average daily injection pressure: 0.2 psi/ft or 661 psi Proposed maximum daily injection pressure: if higher injection pressure is necessary OGX will conduct and submit a step rate test to OCD.
- 4. Sources of injection water will be OGX Resources, LLC area Bone Springs and Delaware production. Representative Delaware and Bone Springs formation water analysis attached. No compatibility problems are anticipated, but any scaling indications will be appropriately chemically treated.
- 5. Chlorides are as listed on the attached water analysis from area wells enclosed in this application. Injection is to occur into the Bell and Cherry Canyon members of the Delaware formation. There is offset Delaware production in Unit P of Sec 15 & Unit K of Sec 14; however, these wells are producing from a deeper Delaware horizon (5215-5280') and both wells are marginally productive. The proposed injection interval in the Latham Federal No. 1 is non-productive in this area, and injection into this interval will have no adverse affect on any offset production.

### VIII. Geological Data:

The Delaware Mountain Group, which is Guadalupian Age, consists of the Bell Canyon, Cherry Canyon and Brushy Canyon members. The top of the Bell Canyon interval in this well occurs at a depth of 3134' and is approximately 1050' thick. The Bell Canyon interval is composed of fine grained thin bedded sandstones with a number of limestone beds. The top of the Cherry Canyon interval in this well occurs at a depth of 4184'. The Cherry Canyon interval is composed of sandstones with some thin dark gray limestone beds.

According to the data from the New Mexico Office of the State Engineer, there is a fresh water well located within the NE/4 SW/4 of Section 15, T25S, R29E. This well is 200' deep and water is present in the wellbore at approximately 60'. Prior to commencing injection operations into the Latham Federal No. 1, OGX Resources, LLC will provide a water analysis from this well to the Oil Conservation Division.

OGX Resources, LLC OCD Forms C-108 Page 3

- IX: Stimulation Program: At this time there is no further stimulation program proposed for this injection interval.
- X. Logs: the log for this well was submitted to the Oil Conservation Division with the OGX Resources initial injection filing for this well on February 26, 2009.
- XI: The fresh water is estimated to be at approximately 200-300' in this area, as stated above in Section VIII.
- XII: Statement: To the best of current knowledge of this area there is no evidence of open faults or other hydrologic connection between the injection zone and any underground sources of drinking water.
- XIII: Proof of Notice: Newspaper notice and certification of publication attached.

XIV: Certification: See NMOCD form C-108 "Application for Authorization to Inject".

Ann E. Ritchie, Regulatory Agent

OGX Resources, LLC September 9, 2010

### INJECTION WELL DATA SHEET

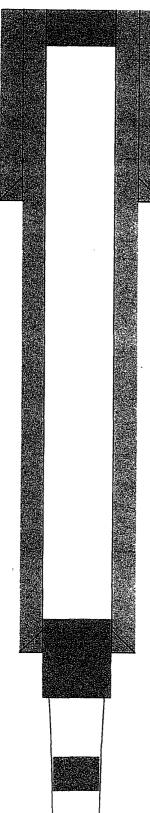
OPERATOR:	OGX Resources, LLC				
	UMBER: <u>Latham Federal No. 1 (A</u> :1980 <u>' FSL &amp; 1800' FEL</u> FOOTAGE LOCATION	<u>PI 30 015 22752)</u> J UNIT LETTER	15_ SECTION	25S TOWNSHIP	29E RANGE
	WELLBORE SCHEMATIC	OTAT BETTER	<u>WELL CONSTR</u>	•	RINGE
		Hole Size:1	4 3/4"	Casing Size:10	3/4" @ 353'
		Cemented with:	325 sx.	orcircula	tedft <sup>3</sup>
		Top of Cement: ci	rculated to surface	Method Determined pit.	d:circulated to
	•		Intermedi	ate Casing	
		Hole Size:9 5	/8"	Casing Size:7" @	9 3123'
		Cemented with: _	1325 sx.	or	ft <sup>2</sup>
		Top of Cement: _c	circulated to surface	Method Determined	d: circulated to pi
			Production (	Casing/Liner	
		Hole Size:6 1/2"	,	Casing Size:_4 1/2"	@ 5300'
		Cemented with: to surface.	_sufficient to circulate	orapprox. 800	sx Cl C;H/poz
		Top of Cement: _s	surface	Method Determined	d: _will circulate_
		Total Depth: 5300'			
		<u>Injection Interval</u> From: 3306		to 4600'	

(Perforated or Open Hole; indicate which)

### INJECTION WELL DATA SHEET

Tub	ing Size: _2 3/8" Lining Material: internally plastic coated
Ty	De of Packer:Baker AD-1 Tension Packer or similar type IPC injection packer
Pac	eker Setting Depth: _3250' or within 100' of uppermost injection perforations
Otl	ner Type of Tubing/Casing Seal (if applicable):None
	Additional Data
1.	Is this a new well drilled for injection? YesX_No
	If no, for what purpose was the well originally drilled? _Well drilled by Mobil Oil Corporation, Nov. 1978 to test Bell and Cherry Canyon formations. Well encountered no production in the Delaware formation and was P&A in Jan 1979.
2.	Name of the Injection Formation:Bell Canyon and Cherry Canyon members of the Delaware Formation
3.	Name of Field or Pool (if applicable): _West Corral Canyon-Delaware Pool (oil-13365) or a per NMOCD
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) usedWell was not perforated
5.	Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area: _The West Corral Canyon-Delaware Pool is the only oil or gas pool in Sec 15. This pool extends north into Sec 10 & east into Sections 13 &14. Within approximately 1 mile of Sec 15 are the Northwest Corral Canyon-Delaware Pool (Sec 2 & 11); Corral Draw-Morrow Gas Pool (Sec 14); Corral Draw-Wolfcamp Gas Pool (Sec 22); North Corral Draw-Wolfcamp Gas Pool (Sec 8 & 9); Rustler Bluff Atoka Gas Pool (Sec 4, 5 & 8) & the Rustler Bluff-Morrow Gas Pool (Sec 8, 9 & 10).

### **Current Wellbore Configuration**



15 Sx. @ Surface

### **OGX Resources, LLC**

Latham Federal Well No. 1 API No. 30-015-22752 1980' FSL & 1800' FEL (Unit J) Section 15, T-25 South, R-29 East, NMPM Eddy County, New Mexico

Date Drilled: November, 1978

14 ¾" Hole; Set 10 ¾" 30# Csg. @ 353' Cemented w/ 325 Sx. Class C. Cement circulated to surface.

Well was drilled in November, 1978 to test the Bell Canyon and Cherry Canyon members of the Delaware formation. The well encountered no commercial Delaware production and was subsequently plugged and abandoned in January, 1979.

Formation Tops (Well File)

Salado-780' Castile-1,598' Lamar-3,106' Bell Canyon-3,134' Cherry Canyon-4,184'

9 5/8" Hole; Set 7" 20# H-40 Csg. @ 3,123' Cemented w/1125 Sx. Howco Lite + 200 Sx. Class H. Cement Circulated to surface.

Set 50 Sx. cmt. @ 3,000'-3,320'

Set 35 Sx. cmt. @ 4,200'-4,396'

# **Proposed Wellbore Configuration OGX Resources, LLC** Latham Federal Well No. 1 API No. 30-015-22752 1980' FSL & 1800' FEL (Unit J) Section 15, T-25 South, R-29 East, NMPM **Eddy County, New Mexico** 14 3/4" Hole; Set 10 3/4" 30# Csg. @ 353' Cemented w/ 325 Sx. Class C. Cement circulated to surface. Formation Tops (Well File) Salado-780' Castile-1,598' Lamar-3,106' Bell Canyon-3,134' Cherry Canyon-4,184' 9 5/8" Hole; Set 7" 20 # H-40 Csg. @ 3,123'. Cemented w/1125 Sx. Howco Lite + 200 Sx. Class H. Cement circulated to surface. 2 3/8" IPC Tubing set in a packer @ 3,250'

Injection Perforations: 3,306'-4,600' Bell Canyon & Cherry Canyon

CIBP @ 4750'

6 ½" Hole. Propose to set 4 ½" Csg. @ 5,300'. Will cement with sufficient cement volume to circulate to surface.

### Affidavit of Publication

OUPLIFF LVIV O. VVIII

21336 STATE OF NEW MEXICO County of Eddy: Walter L. Green being duly sworn, says that he is the **Publisher** of the Artesia Daily Press, a daily newspaper of general circulation, published in English at Artesia, said county and state, and that the hereto attached **Legal Notice** was published in a regular and entire issue of the said Artesia Daily Press, a daily newspaper duly qualified for that purpose within the meaning of Chapter 167 of the 1937 Session Laws of the state of New Mexico for Consecutive weeks/days on the same day as follows: First Publication August 15, 2010 Second Publication Third Publication Fourth Publication Fifth Publication Subscribed and sworn to before me this 17th 2010 day of September OFFICIAL BEAL

Ny commission expire

Notary Public, Eddy County, New Mexico

### Copy of Publication:

Compared to the second

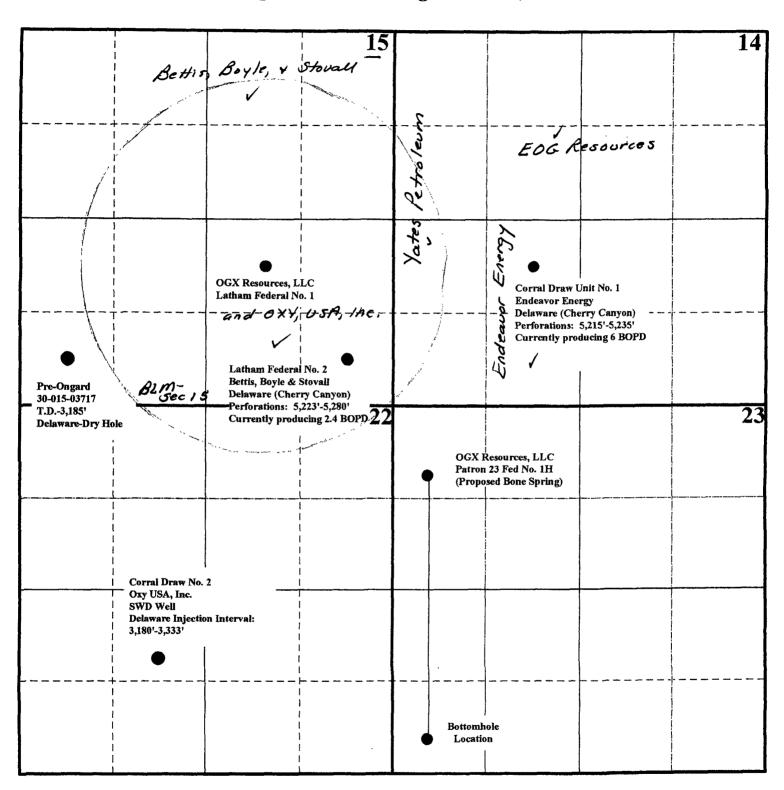
#### LEGAL NOTICES

NOTICE OF AUTHO-RIZATION FOR INJEC-TION APPLICATION OGX Resources, LLC. P.O. Box 953 Midland, TX 79702 will file the New Mexico Division Conservation Form C-106, Application for Authorization to Inject. with the NMOCD seeking administrative approval for water injection/disposinto their Letham Federal No. 1 well, 1980 FSL and 1800' FEL of Sec. 15, T25S, R29E in Eddy County, NM, located 14 miles southeest of Lovington, New Mexico: The proposed injection interval is from 3306-4800'. The average and will be 2,000 and 4,000 berrels of produced water per day and the average and meximum surface injection , pressure , is enticipated to be 861 psi. and 1050 psi, respective ly. The well will be utilized to dispose of Bone Spring and Morrow formation produced water from OGX Resources, LLC owned welle in the erea. Injection will accur into the Bail Canyon and Cherry Canyon members of the Deleware forma-

All interested parties opposing the application must file objection with the New Mexico Oil Conservation Division. 1220 South St. Francis Drive. Santa Fe NM 87505 within 15 days of this notice. Additional Information can be obtained by contacting Ann Ritchie, Regulatory Agent, OGX Resources, LLC., c/o P.O. Box 953, Midlend, TX 79702, (432) 684-6381. Published in the Artesia

Daily Press, Artesia, N.M. August 15, 2010. Legal No. 21336.

## Township 25 South, Range 29 East, NMPM



OGX Resources, LLC Latham Federal Well No. 1 Form C-108: ½ Mile Area of Review Map

### AREA OF REVIEW WELL DATA-OGX RESOURCES, LLC-LATHAM FEDERAL NO. 1

API NUMBER	OPERATOR	LEASE NAME	WELL	WELL	ST.	FTG.	N/S	FTG.	EW	UNIT	SEC.	TSHP	RNG	DATE	TOTAL	HOLE	CSG	SET AT	SX.		METHOD	COMPLETION
			NO.	TYPE		N/S		EΜ				L		DRILLED	DEPTH	SIZE	SIZE		CMT.	TOP		
30-015-24731	Bettis, Boyle & Stovall	Latham Federal	2	Р	Active	660,	8	530	Ε	P	15	258	29E	Mar-84	5,500	17 1/2"	13 3/8"	431'	460	Surface	Circ.	5,223'-5,280'-Cherry Canyon "Original TOC @ 500' by T.S. Cement was circulated via 1" tubing w/ 200 Sx.
												L					8 5/8"	3,104'		Surface	Circ."	*Original TOC @ 500' by T.S. Cement was
			$\Gamma$													7 7/8"	5 1/2"	5,497	1300	1,035'	T.S.	circulated via 1" tubing w/ 200 Sx.
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OGX Resources, LLC Latham Federal, Well No. 1 NMOCD C-108, Injection Application Section 15, T25S, R29E, NMPM 1980' FSL & 1800' FEL, Unit J Eddy County, NM

Operators within a 1/2 mile radius:

OXY USA, Inc., Box 4294, Houston, TX 77210

Bettis, Boyle & Stovall, Box 1240, Graham, TX 76450

EOG Resources, Inc., Box 2267, Midland, TX 79702

Endeavor Energy Resources, LP, 110 N. Marienfeld, #200, Midland, TX 79701

Yates Petroleum Corp., 105 S. 4th, Artesia, NM 88210

Bureau of Land Management, 620 E. Greene St., Carlsbad, NM 88220/Federal Lands

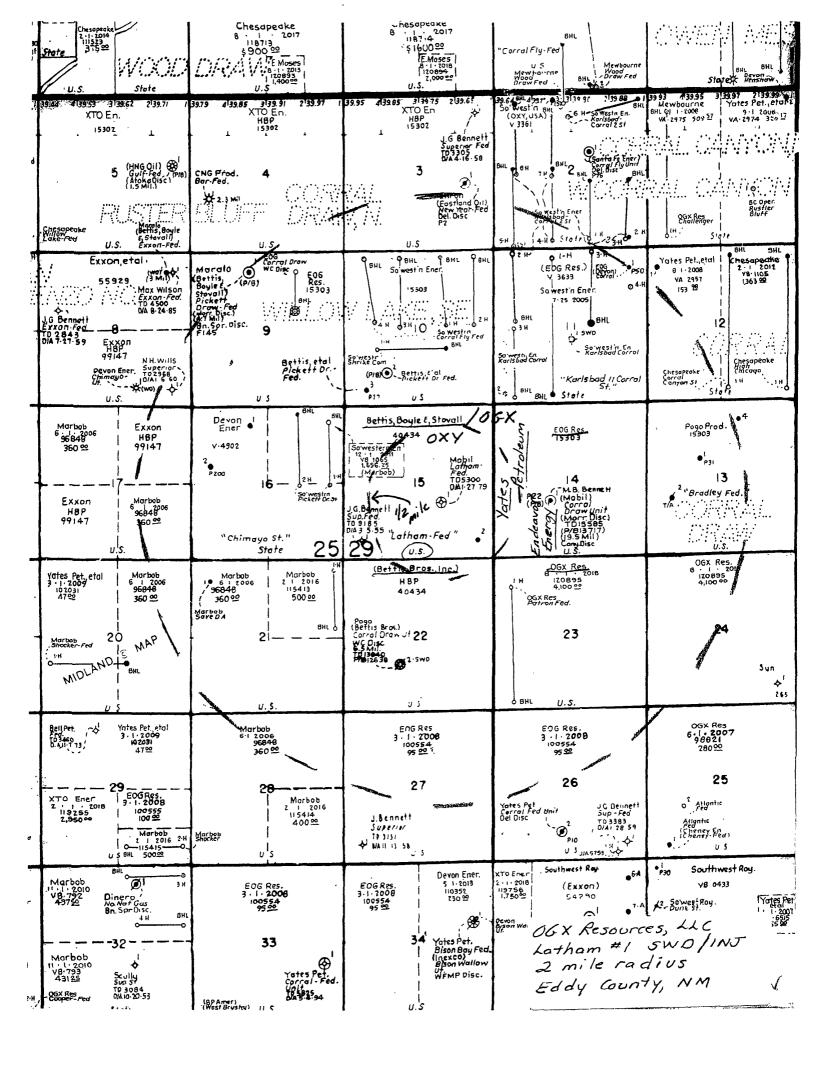
Surface Owner:

Surface Tenant is: Wayland Perry, P.O. Box 24, Cherokee, TX 76832

Certified mailings of the NMOCD Form C-108, Authorization for Injection Application, Data Sheet and maps have been sent the above stated parties on September 16, 2010.

Ann E. Ritchie, Regulatory Agent

**OGX Resources, LLC** 









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P.O. BOX 98 MIDLAND, TX. 79702 PHONE (432) 683-4521

### RESULT OF WATER ANALYSES

709 W. INDIANA MIDLAND, TEXAS 79701 FAX (432) 682-8819

	Mr. Joff Distructurals	LABORATORY NO.		209-122 2-9-09			
0:	Mr. Jeff Birkenbach	SAMPLE RECEIVED .					
BOX 1114	48, Midland, TX 79702	RESULTS REPORTED 2-13-09					
OMPANY_	OGX Resources		LEASE As	s listed			
TELD OR PO	OL						
ECTION	BLOCK SURVEY	COUNTY_	STAT	TE			
OURCE OF	SAMPLE AND DATE TAKEN:						
NO. 1	Repasado						
NO. 2	Cooper						
NO.3	Challenger			<del></del>			
NO.4					<del></del>		
		······································	····	<del></del>			
EMARKS: _							
<del></del>	C	HEMICAL AND PHYS					
		NO. 1	NO. 2	NO. 3	NO. 4		
Specific Gravity		1.1040	1.1240	1.1090			
pH When Samp							
pH When Recei Bicarbonate as	<del></del>	6.88		6.80			
Supersaturati		1,098	781	476			
Undersaturat							
Total Hardness		6,800	7,000	8,600			
Calcium as Ca		2,000		2,280			
Magnesium as	Mo	437		705			
Sodium and/or	<del></del>	62,064		70,284			
Bultate as 50,		642		793			
Chloride as CI		99,400		113,600			
Iron sa Fe		48.9		60.8			
Barium as Ba		0		0			
Turbidity, Elect	ric						
Color es Pt							
Total Solids, Ca	siculated	165,641	214.088	188,138			
Temperature *F	,						
Carbon Diexide							
Dissolved Oxyg							
Hydrogen Sulfic		0.0		0.0			
Resistivity, ohm	na/m at 77* F.	0.065	0.056	0.060			
Suspended Oil		<del></del>					
Fillrable Bolids				<del></del>			
Volume Filter	50, m	<del></del>	<del>-  </del>	<del></del>			
····			<del></del>				
			<del></del>	<del></del>			
		Results Reported As M	Illigrams Per Liter				
Additional Date	rminations And Remarks		certifies the above to be	true and correct to t	he best of		
	dge and belief.	<del></del>					
			<del></del>				
			———/—/ <del>~</del>				
				-,,			
em No. 3			By Je	4			

Reposado—Delaware Cooper—Bone Spring Challenger—Bone Spring

OGX Resources, LLC Form C-108; Latham Fed. No. 1 Produced Water Analysis OGX Resources, LLC
Form C-108
Latham Federal No. 1
API 30 015 22752, 1980' FSL and 1800' FEL (Unit J)
Section 15, T25S, R29E, NMPM
Eddy County, NM

**Affirmative Statement** 

Available geologic and engineering data have been examined by appropriate OGX Resources, LLC personnel and no evidence of open faults or hydrological connection between the disposal zone and any underground sources of drinking water has been found.

Ann E. Ritchie, Regulatory Agent

OGX Resources, LLC

09/09/2010

### New Mexico Office of the State Engineer **POD Reports and Downloads**

Township: 25S Range: 29E Sections: 15

NAD27 X: Y: Zone: Search Radius:

County: Basin: Number: Suffix:

Owner Name: (First) (Last) Non-Domestic Domestic

POD / Surface Data Report Avg Depth to Water Report

Water Column Report

Clear Form iWATERS Menu

AVERAGE DEPTH OF WATER REPORT 02/17/2009

(Depth Water in Feet)

Rng Sec Zone Х Y Wells Min Max 60 60 29E 15 60 25S 1

Record Count: 1

**OGX Resources, LLC** Form C-108; Latham Fed. No. 1 Fresh Water Well Data Office of the State Engineer

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

Back

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

Zone

POD Number C 02371 Tws Rng Sec q q q q 25S 29E 15 3 2

.

C 02371

Driller Licence: 1259 CAMPBELL DRILLING

Driller Name: MIKE CAMPBELL Drill Start Date: 01/12/1995

Log File Date: 02/01/1995

Pump Type: Casing Size: 8 Depth Well: 200 Source: Shallow

Drill Finish Date: 01/24/1995 PCW Received Date:

Pipe Discharge Size:
Estimated Yield: 20
Depth Water: 60

Water Bearing Stratifications:

**Top Bottom** 162 200

Description

Sandstone/Gravel/Conglomerate

Casing Perforations: Top

**Top Bottom** 140 200



# BHC A coustilog

FILE NO	COMPANY_	MOBIL OIL C	ORPORATION			
	WELL	LATHAM FEDE	RAL NO. 1			
	FIELD	CORRAL DRAW				
	COUNTY	EDDY	STATE_NE	M MEXICO		
	LOCATION:	C) - 10001F	-	Other Services CN/CDL/GR		
		'SL & 1800'FI		DLL/GR DIFL		
	s€c _15	TWP 25-S	AGE			
Parmament Datum	GROUND LEVI			KB 3065		
Log Mexicred from	<u>K. B.</u>	F1. Abo	ve Permanent Datum			
Orilling Versured from	K. 8.			GL 3054 _		
Date	12-13-78	12-21-78				
Fluin No.	ONE	TWO				
Depth Onlier	3123	5300				
Depth- Logger	3082	5299				
Bottom: ogged interval	3075	5293				
Top Logged Interval	324	3075				
Casing Orition	10 3/4@ 353	7" @3123	<b>@</b>	(9)		
Casing Logger	324	3114				
Blt Sizr	9 1/2"	6 174"				
Type Find in Hole	SALT GEL	CMC				
		@	<b>@</b>			
Density and Viscosity	10.2 33	9.0 28				
pH and Fluid Loss	9.2 26-30cc	9.0 cc	ca			
Source of Sample	CIRCULATED	FLOWLINE	ļ	<u> </u>		
Rm & Mass Temp.	-035 € 73 •	10 42 1 4 4 1	@ ·f			
Rmi - Meas Temp	.035 € 73 **	1,000	6 -1			
Ami i Mass. Temp.	- @ *F	,	<b>@</b> 'I	<b>6</b> • F		
Source of Rmf and Rmc	MEAS.	MEAS.				
Am (a) BHT		.056 €105 F				
Time Sence Circ.	7 HOURS	6 + HOURS	ļ	F		
Max, Rec. Temp. Deg. F.	95 °F					
Equip No. and Location Recorded By	MC ATEE	FRANKLIN-JA		<del></del>		
Witnessed Rv	MCG ASSON	EMANK - JA		<del> </del>		