

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

APPLICATION OF FAE II OPERATING,  
LLC FOR REINSTATEMENT OF INJECTION  
AUTHORITY AND AUTHORIZATION TO CONVERT  
PRODUCING WELLS TO INJECTORS  
FOR WATERFLOOD OPERATIONS,  
LEA COUNTY, NEW MEXICO

CASE NO. 22133

**HEARING EXHIBITS**

**Exhibit A                    Self-Affirmed Statement of Stephen Lehrbass**

- A-1                    Curriculum Vitae of Stephen Lehrbass
- A-2                    Application & Proposed Notice of Hearing
- A-3                    Plat of Tracts, Tract Ownership, Pooled Party, Unit Recapitulation
- A-4                    Area of Review Map
- A-5                    Application for Authorization to Inject (Form C-108)
- A-6                    Hearing Notice Letter and Return Receipts
- A-7                    Affidavit of Publication

**Exhibit B                    Self-Affirmed Statement of Jessica LaMarro**

- B-1                    Type Log of the Seven Rivers-Queen Injection Interval
- B-2                    Structure Map
- B-3                    Cross-Section
- B-4                    Cross-Section
- B-5                    Produced Water Analysis

**Exhibit C                    Self-Affirmed Statement of Huxley Song**

- C-1                    Production Curve
- C-2                    Incremental Production and Economic Summary

STATE OF NEW MEXICO  
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LEA COUNTY, NEW MEXICO

CASE NO. 22133

**SELF-AFFIRMED STATEMENT OF STEVEN LEHRBASS**

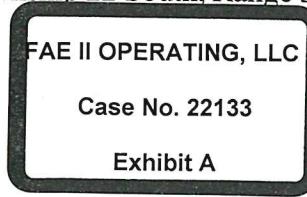
1. I am over 18 years of age and am competent to provide this Self-Affirmed Statement. I have personal knowledge of the matters addressed herein. I am the Director of Land at FAE II Operating, LLC (“FAE”). I have not previously testified before the New Mexico Oil Conservation Division (“Division”). A copy of my curriculum vitae is attached as **Exhibit A-1**.

2. I am familiar with the Application in this case and with the land matters pertaining to this Application. Copies of the application and proposed notice are attached as **Exhibit A-2**.

3. FAE did not receive notice of any objections to its Application.

4. FAE’s Application seeks an order: (1) reinstating injection authority for its State “A” A/C No. 65, 67, 69 and 71 wells within its Blackbeard North Waterflood Project (“Project”) within the Seven Rivers and Queen formations comprised of portions of Sections 5, 7, 8 and 9, Township 22 South, Range 36 East, Lea County, New Mexico; and (2) authorizing FAE to convert its State “A” A/C No. 64, 68, 70 and 72 producing wells to injectors for waterflood operations.

5. On March 14, 1967, the Oil Conservation Commission (“Commission”) entered Order No. R-3200 in Case No. 3531. Order No. R-3200 established the Project in the South Eunice pool and authorized the injection of water into the Seven Rivers and Queen formations through six wells located in Sections 5, 8 and 9 of Township 22 South, Range 36 East. On September 15, 1970,



the Commission entered Order No. R-3200-A in Case No. 4418. Order No. R-3200-A authorized the substitution of the wells in Order No. R-3200 with six different wells located in Sections 8 and 9 of T22S-R36E. The Division entered Administrative Order No. WFX-518 on September 6, 1983, authorizing the expansion of the Project to include injection operations in the State "A" A/C 2 No. 65, 67, 69, and 71 wells in Sections 8 and 9 of T22S-R36E. On September 11, 1984, the Division entered Administrative Order No. WFX-530 authorizing the expansion of the Project to include injection operations in the State "A" A/C 2 No. 64, 68, 70, and 72 wells in Sections 8 and 9 of T22S-R36E (collectively the "Orders").

6. The approved Project area is comprised of the following described State lands located in Township 22 South, Range 36 East, Lea County, New Mexico:

Section 5:	W/2, SE/4
Section 7:	E/2, SW/4
Section 8:	all
Section 9:	N/2, SW/4

7. The following wells ("Wells") authorized under the Orders are located within the South Eunice pool of the Seven Rivers and Queen formations:

<b>Well Name (API: 30-025-)</b>	<b>Location within T22S-R36E</b>	<b>Injection interval</b>
State "A" A/C 2 No. 64 (28273)	Unit A, 1250 FNL & 1250 FEL, Sec. 8	3720' - 3885'
State "A" A/C 2 No. 65 (28274)	Unit E, 1345 FNL & 25 FWL, Sec. 9	3695' - 3875'
State "A" A/C 2 No. 67 (28276)	Unit K, 2615 FSL & 1345 FWL, Sec. 9	3660' - 3850'
State "A" A/C 2 No. 68 (28277)	Unit E, 2570 FNL & 70 FWL, Sec. 9	3695' - 3885'
State "A" A/C 2 No. 69 (28278)	Unit I, 2615 FSL & 1295 FEL, Sec. 8	3700' - 3890'
State "A" A/C 2 No. 70 (28279)	Unit P, 1295 FSL & 1295 FEL, Sec. 8	3725' - 3890'
State "A" A/C 2 No. 71 (28280)	Unit M, 1295 FSL & 25 FWL, Sec. 9	3715' - 3890'
State "A" A/C 2 No. 72 (28281)	Unit K, 1410 FSL & 1440 FWL, Sec. 9	3675' - 3875'

8. The "unitized interval" was defined by Order R-12496-A as the South Eunice pool, which has a depth of 3,269' to 3,983' in the State A A/C 2-39 (API: 3002508858) log.

9. The State "A" A/C 2 No. 64, 68, 70, and 72 wells were initially drilled as producers within the Seven Rivers and Queen formations. The State "A" A/C 2 No. 65, 67, 69, and 71 wells were initially drilled as injectors within the Seven Rivers and Queen formations.

10. FAE acquired the Project in June 2021 and has been designated operator of the Wells.

11. Prior to FAE's acquisition of the Project, production within the Project was maintained, but injection authority for certain Wells expired at various times.

12. FAE proposes to convert its State "A" A/C No. 64, 68, 70 and 72 wells from producers to injectors for waterflood operations and reinstate injection into its State "A" A/C No. 65, 67, 69 and 71 wells for waterflood operations. FAE plans to inject water through a closed system of perforations at depths of 3,599' to 3,950' within the Seven Rivers and Queen formations.

13. **Exhibit A-3** contains a plat of the Unit that identifies the ownership interests by tract and includes the lease numbers.

14. **Exhibit A-4** is a map of the Project that depicts the injection wells and producing wells.

15. **Exhibit A-5** includes a copy of FAE's Application for Authorization to Inject (Form C-108). I am generally familiar with the content provided in the Form C-108.

16. Pages 10-17 of Form C-108 contain location maps depicting the proposed Wells and other wells within the ½ mile radius areas of review that penetrate the proposed injection zone. Pages 18-25 of Form C-108 provide detailed well information for the wells within the areas of review.

17. Page 46 of Form C-108 identifies the affected parties entitled to notice.

18. FAE conducted a diligent, good-faith effort to identify the correct addresses of persons entitled to notice and has complied with the Division's notice requirements.

19. At FAE's direction, notice of the Division's hearing was provided to all affected parties, including the New Mexico State Land Office, at least 20 days prior to the hearing date. A sample of the hearing notice letter and the associated return receipts are attached as **Exhibit A-6**.

20. Notice of the hearing was also published more than ten business days prior to the hearing date. The affidavit of publication is attached as **Exhibit A-7**.

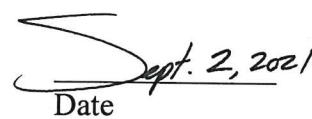
21. The exhibits referenced above were either prepared by me or under my supervision or were compiled from company business records.

22. In my opinion, the granting of FAE's application would serve the interests of conservation, the prevention of waste, and the protection of correlative rights.

23. I understand this Self-Affirmed Statement will be used as written testimony in this case. I affirm that my testimony in paragraphs 1 through 22 above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.



Steven Lehrbass



Sept. 2, 2021  
Date

**Steven Lehrbass, JD**  
11757 Katy Freeway, Suite 725  
Steven@faenergyus.com  
210-262-7117

**T-O Land & Minerals, Inc.**, New Orleans, Louisiana  
*Field Title Supervisor & Field Head of Legal*

*April, 2014 - September, 2016*

- Oversaw and managed a team of approximately 35 landmen in a 48,000+ acre acquisition;
- Provided final field approval of bonus payments after review of full title on over 1,400 unique tracts of land;
- Researched and advised our client with regard to relevant legal, statutory, and regulatory matters;
- Determined curative methods; drafted, reviewed, negotiated, and approved curative instruments; negotiated with landowners' legal counsel concerning title-related matters;
- Coordinated efforts with Leasing Agents & the Leasing Manager.

**Landrith, Lehrbass, Suazo, & Goos, L.L.P.**, Houston, Texas  
*Partner/Oil & Gas Attorney*

*September, 2013 - April, 2014*

- Oversaw and managed the law firm's Oil & Gas/Real Estate Department;
- Conducted in-house and stand-up title examinations in Texas and New Mexico;
- Provided clients with information regarding regulatory concerns associated with the drilling of new wells;
- Negotiated and drafted the terms of Oil & Gas Leases, Assignments of leasehold interests, and title curative;
- Rendered Oil & Gas division order royalty payment audits on behalf of private landowners.

**Kilburn Law Firm, P.L.L.C.**, Houston, Texas  
*(A Martindale Hubbell AV Preeminent rated Law Firm)*  
*Senior Associate Oil & Gas Attorney*

*May, 2012 - September, 2013*

- Drafted original drilling title opinions, supplemental title opinions, and division order title opinions;
- Trusted with drafting numerous trial title opinions for new and/or prospective clients;
- Extensive experience with highly complex tract ownership as well as unitized leasehold interests;
- Trained new attorneys, and reviewed associate and contract attorney title opinions prior to their issuance.

**The Law Office of Harry L. Blomquist, III, P.C.**, San Antonio, Texas  
*Of Counsel Oil & Gas Attorney*

*October, 2011 - May, 2012*

- Drafted original drilling title opinions, supplemental title opinions, and division order title opinions;
- Calculated complex unitized/communitized leasehold interests.

**B. R. Allen & Associates, L.L.P.**, Boerne, Texas  
*Associate Oil & Gas Attorney*

*June, 2011 - October, 2011*

- Conducted stand-up and in-house title review in numerous counties in the Eagle Ford Shale play in the preparation and drafting of original drilling title opinions.

**Abstract & Title Resources, Inc.**, Boerne, Texas  
*(A subsidiary of B. R. Allen & Associates, L.L.P.)*  
*Oil & Gas Petroleum Landman*

*January, 2011 - June, 2011*

- Conducted courthouse research in the preparation of: original and supplemental runsheets; created surface, mineral and leasehold ownership reports; deed plotted tracts; created flowcharts visually depicting the ownership history of tracts of land; and, supervised and managed a team of seven (7) field landmen.

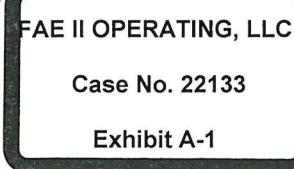
## **EDUCATION**

**St. Mary's University, School of Law**, San Antonio, Texas  
*Juris Doctorate*

*August 2007 - May 2010*

**University of Texas at San Antonio**, San Antonio, Texas  
*Bachelor of Liberal & Fine Arts in Psychology*

*August 2003 - December 2006*



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

**APPLICATION OF FAE II OPERATING,  
LLC FOR REINSTATEMENT OF INJECTION  
AUTHORITY AND AUTHORIZATION TO CONVERT  
PRODUCING WELLS TO INJECTORS  
FOR WATERFLOOD OPERATIONS,  
LEA COUNTY, NEW MEXICO**

**Case No. 22133**

**APPLICATION**

Pursuant to 19.15.26.8 NMAC and Oil Conservation Division (“Division”) Order No. R-3200, FAE II Operating, LLC (“FAE”) (OGRID No. 329326) applies for an order: (1) reinstating injection authority for its State “A” A/C No. 65, 67, 69 and 71 wells within its Blackbeard North Waterflood Project (“Project”) within the Seven Rivers and Queen formations comprised of portions of Sections 5, 7, 8 and 9, Township 22 South, Range 36 East, Lea County, New Mexico; and (2) authorizing FAE to convert its State “A” A/C No. 64, 68, 70 and 72 producing wells to injectors for waterflood operations. In support of its Application, FAE states the following.

1. On March 14, 1967, the Oil Conservation Commission (“Commission”) entered Order No. R-3200 in Case No. 3531 establishing the Project in the South Eunice pool by injection of water into the Seven Rivers and Queen formations through six wells located in Sections 5, 8 and 9 of Township 22 South, Range 36 East. On September 15, 1970, the Commission entered Order No. R-3200-A in Case No. 4418 authorizing the substitution of the wells in R-3200 with six different wells located in Sections 8 and 9 of T22S-R36E. On September 6, 1983, the Division entered Administrative Order No. WFX-518 authorizing the expansion of the Project to include injection operations in the State “A” A/C 2 No. 65, 67, 69, and 71 wells in Sections 8 and 9 of T22S-R36E. On September 11, 1984, the Division entered Administrative Order No. WFX-530

**FAE II OPERATING, LLC**  
**Case No. 22133**  
**Exhibit A-2**

authorizing the expansion of the Project to include injection operations in the State "A" A/C 2 No. 64, 68, 70, and 72 wells in Sections 8 and 9 of T22S-R36E (collectively the "Orders").

2. The approved Project area is comprised of the following described State lands located in Township 22 South, Range 36 East, Lea County, New Mexico:

Section 5:	W/2, SE/4
Section 7:	E/2, SW/4
Section 8:	all
Section 9:	N/2, SW/4

3. The following wells ("Wells") authorized under the Orders are located within the South Eunice pool of the Seven Rivers and Queen formations:

Well Name (API: 30-025-)	Location within T22S-R36E	Injection interval
State "A" A/C 2 No. 64 (28273)	Unit A, 1250 FNL & 1250 FWL, Sec. 8	3720'- 3885'
State "A" A/C 2 No. 65 (28274)	Unit E, 1345 FNL & 25 FWL, Sec. 9	3695'- 3875'
State "A" A/C 2 No. 67 (28276)	Unit K, 2615 FSL & 1345 FWL, Sec. 9	3660'- 3850'
State "A" A/C 2 No. 68 (28277)	Unit E, 2570 FNL & 70 FWL, Sec. 9	3695'- 3885'
State "A" A/C 2 No. 69 (28278)	Unit I, 2615 FSL & 1295 FEL, Sec. 8	3700'- 3890'
State "A" A/C 2 No. 70 (28279)	Unit P, 1295 FSL & 1295 FEL, Sec. 8	3725'- 3890'
State "A" A/C 2 No. 71 (28280)	Unit M, 1295 FSL & 25 FWL, Sec. 9	3715'- 3890'
State "A" A/C 2 No. 72 (28281)	Unit K, 1410 FSL & 1440 FWL, Sec. 9	3675'- 3875'

4. The "unitized interval" was defined by Order R-12496-A as the South Eunice pool, which has a depth of 3,269' to 3,983' in the State A A/C 2-39 (API: 3002508858) log.

5. FAE acquired the Project in June 2021 and has been designated operator of the Wells.

6. Prior to FAE's acquisition of the Project, production within the Project was maintained, but injection authority for certain Wells expired at various times.

7. FAE proposes to convert its State "A" A/C No. 64, 68, 70 and 72 wells from producers to injectors for waterflood operations and reinstate injection into its State "A" A/C No.

65, 67, 69 and 71 wells for waterflood operations. FAE plans to inject water through a closed system of perforations at depths of 3,599' to 3,950' within the Seven Rivers and Queen formations.

8. The proposed average injection pressure through the Wells is expected to be approximately 700 psi. The expected maximum injection pressure will be calculated relative to the depth of the highest perforation, using a factor of 0.2 psi/ft. The proposed Wells will have perforation depths of approximately 3,640' and 3,599' (or 728 psi and 720 psi maximum injection pressure, respectively). Pending results of a step rate test, the maximum injection pressure could potentially be increased to a factor of 0.6 psi/ft (or 2,184 psi at 3,640' and 2,160 psi at 3,599').

9. The proposed average injection rate is expected to be approximately 600 barrels of water per day. The maximum daily injection rate will be 1,000 barrels of water per day or as permitted by the Division.

10. The source of the water to be injected will be produced water from other Seven Rivers and Queen wells within the vicinity of the Project and water transfer lines.

11. Injection will be into the Seven Rivers and Queen formations.

12. FAE's proposed injection operations can be conducted in a safe and responsible manner without causing waste, impairing correlative rights or endangering fresh water, public health or the environment.

13. Granting FAE's application will protect correlative rights and prevent waste.

14. A copy of FAE's C-108 Application for Authorization to Inject is attached as

#### **Exhibit A.**

WHEREFORE, Applicant requests this Application be set for hearing before a duly appointed examiner of the Oil Conservation Division on September 9, 2021, and that after notice and hearing as required by law, the Division enter an Order authorizing FAE to convert its State "A" A/C No. 64, 68, 70 and 72 wells from producers to injectors and reinstating injection authority

for FAE's State "A" A/C No. 65, 67, 69 and 71 wells at the intervals, pressures, volumes and rates indicated.

Respectfully submitted,

HINKLE SHANOR LLP

/s/ Dana S. Hardy

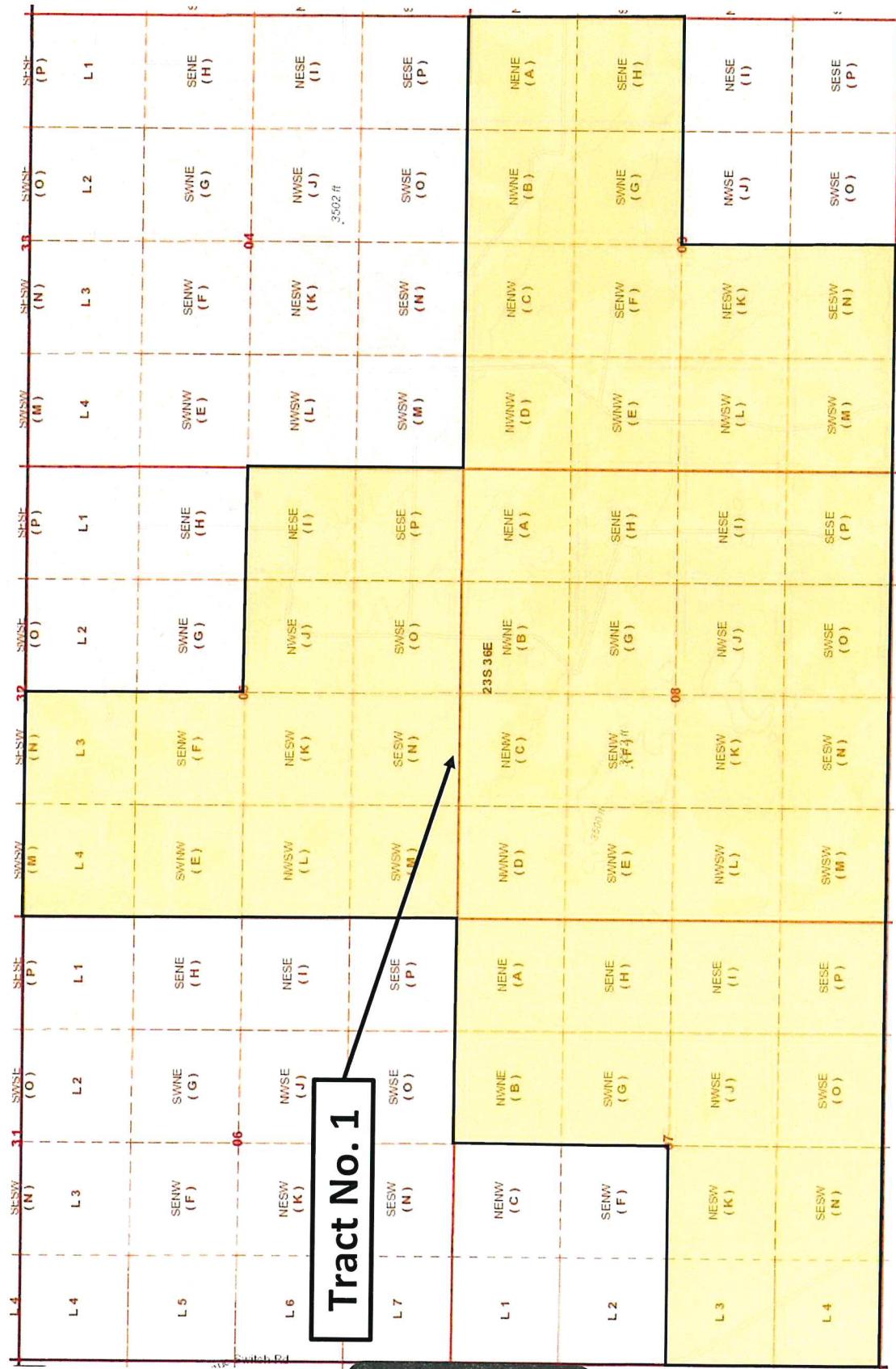
Dana S. Hardy  
Michael Rodriguez  
P.O. Box 2068  
Santa Fe, NM 87504-2068  
Phone: (505) 982-4554  
Facsimile: (505) 982-8623  
[dhardy@hinklelawfirm.com](mailto:dhardy@hinklelawfirm.com)  
[mrodriguez@hinklelawfirm.com](mailto:mrodriguez@hinklelawfirm.com)  
*Counsel for FAE II Operating*

**Application of FAE II Operating, LLC for Reinstatement of Injection Authority and Authorization to Convert Producing Wells to Injectors for Waterflood Operations, Lea County, New Mexico.** Applicant applies for an order: (1) reinstating injection authority for its State "A" A/C No. 65, 67, 69 and 71 wells within its Blackbeard North Waterflood Project ("Project") within the Seven Rivers and Queen formations comprised of portions of Sections 5, 7, 8 and 9, Township 22 South, Range 36 East, Lea County, New Mexico; and (2) authorizing FAE to convert its State "A" A/C No. 64, 68, 70 and 72 producing wells to injectors for waterflood operations. The following wells ("Wells") authorized under the Orders are located within the South Eunice pool of the Seven Rivers and Queen formations:

Well Name (API: 30-025-)	Location within T22S-R36E	Injection interval
State "A" A/C 2 No. 64 (28273)	Unit A, 1250 FNL & 1250 FEL, Sec. 8	3720'- 3885'
State "A" A/C 2 No. 65 (28274)	Unit E, 1345 FNL & 25 FWL, Sec. 9	3695'- 3875'
State "A" A/C 2 No. 67 (28276)	Unit K, 2615 FSL & 1345 FWL, Sec. 9	3660'- 3850'
State "A" A/C 2 No. 68 (28277)	Unit E, 2570 FNL & 70 FWL, Sec. 9	3695'- 3885'
State "A" A/C 2 No. 69 (28278)	Unit I, 2615 FSL & 1295 FEL, Sec. 8	3700'- 3890'
State "A" A/C 2 No. 70 (28279)	Unit P, 1295 FSL & 1295 FEL, Sec. 8	3725'- 3890'
State "A" A/C 2 No. 71 (28280)	Unit M, 1295 FSL & 25 FWL, Sec. 9	3715'- 3890'
State "A" A/C 2 No. 72 (28281)	Unit K, 1410 FSL & 1440 FWL, Sec. 9	3675'- 3875'

Applicant proposes to convert its State "A" A/C No. 64, 68, 70 and 72 wells from producers to injectors for waterflood operations and reinstate injection into its State "A" A/C No. 65, 67, 69 and 71 wells for waterflood operations. FAE plans to inject water through a closed system of perforations at depths of 3,599' to 3,950' within the Seven Rivers and Queen formations. The proposed average injection pressure through the Wells is expected to be approximately 700 psi. The expected maximum injection pressure will be calculated relative to the depth of the highest perforation, using a factor of 0.2 psi/ft. The proposed Wells will have perforation depths of approximately 3,640' and 3,599' (or 728 psi and 720 psi maximum injection pressure, respectively). Pending results of a step rate test, the maximum injection pressure could potentially be increased to a factor of 0.6 psi/ft (or 2,184 psi at 3,640' and 2,160 psi at 3,599'). The proposed average injection rate is expected to be approximately 600 barrels of water per day. The maximum daily injection rate will be 1,000 barrels of water per day or as permitted by the Division. The Unit acreage is located approximately 7.5 miles southwest of Eunice, New Mexico.

## Exhibit A-3



FAE II OPERATING, LLC

Case No. 22133

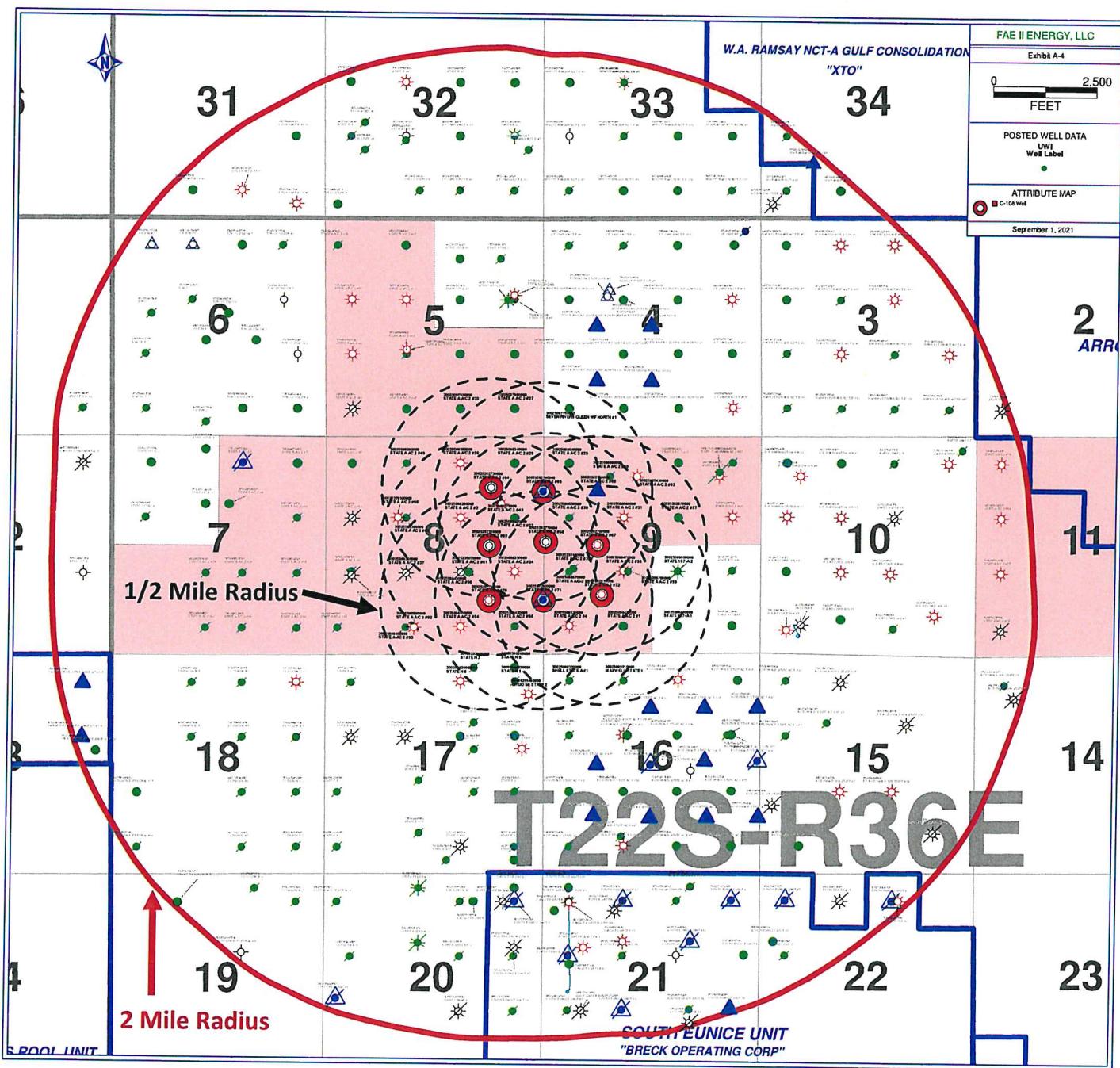
Exhibit A-3

**Exhibit A-3**

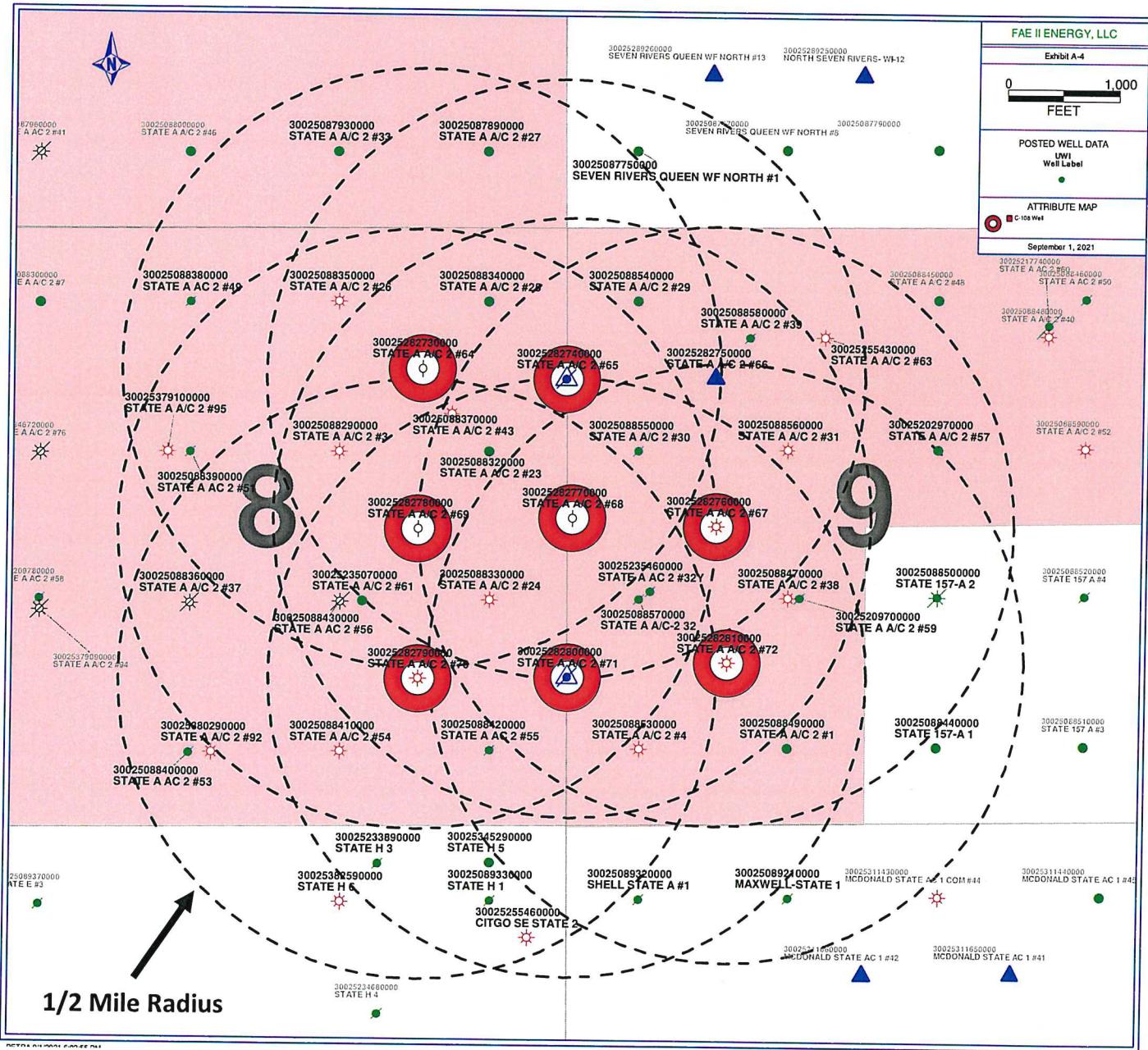
(Continued)

Tract #	Owner Name	Subject Lease	Interest Type	Working Interest	Net Revenue Interest	Section	Township	Range	County	State	Legal Description	Acreage	Depths
1	FAE II, LLC 11757 Katy Freeway, Suite 725 Houston, Texas 77079	State of New Mexico AO-0983-0004	WI	0.95756250	0.78999908	5	22S	36E	Lea	NM	W2 & SE E2 & SW All	480.00 480.00 640.00	Surface to the base of the San Andres Formation
1	Southwest Royalties, Inc. PO Box 53570 Midland, Texas 79373	State of New Mexico AO-0983-0004	WI	0.04243750	0.03713280	5	22S	36E	Lea	NM	N2 & SW	480.00	
1	Commissioner of Public Lands PO Box 2308 Santa Fe, New Mexico 87524	State of New Mexico AO-0983-0004	RI	0.00000000	0.12500000	5	22S	36E	Lea	NM	W2 & SE E2 & SW All	480.00 480.00 640.00	Surface to the base of the San Andres Formation
				1.00000000	0.95212138	9	22S	36E	Lea	NM	N2 & SW	480.00	2,080.00

# Blackbeard North Waterflood Project



# Blackbeard North Waterflood Project



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       Disposal       Storage  
 Application qualifies for administrative approval?       Yes       No

- II. OPERATOR: FAE II Operating, LLC

ADDRESS: 11757 Katy Freeway, Suite 725, Houston, TX 77079

CONTACT PARTY: Jessica LaMarro      PHONE: (832) 706-0049

- 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       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:

1. Proposed average and maximum daily rate and volume of fluids to be injected;
2. Whether the system is open or closed;
3. Proposed average and maximum injection pressure;
4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and,
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 (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 Overlying 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: Jessica LaMarro      TITLE: Geologist

SIGNATURE: \_\_\_\_\_ DATE: 07/26/2021

E-MAIL ADDRESS: Jessica@faenergyus.com

- XV. 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

FAE II OPERATING, LLC
Case No. 22133
Exhibit A-5

## III. Well Data

## INJECTION WELL DATA SHEET

OPERATOR: FAE II OPERATING LLC

API: 30-025-28273

WELL NAME &amp; NUMBER: State A A/C 2 #64

WELL LOCATION: 1250 FNL 1250 FEL

A

8

22S

36E

FOOTAGE LOCATION

UNIT LETTER

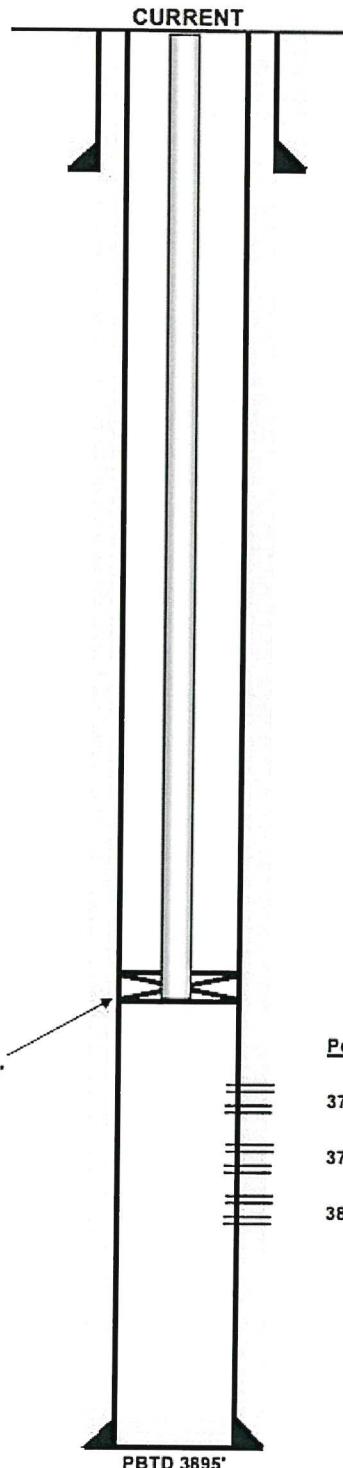
SECTION

TOWNSHIP

RANGE

CURRENT WELBORE SCHEMATIC

<u>Surface Csg</u>	
Size:	8-5/8"
Wt.&Thrd:	24#, STC
Grade:	
Set @:	579'
Sxs cmt:	375
Circ:	Yes
TOC:	
Hole Size:	12-1/4"



<u>Production Csg</u>	
Size:	5-1/2"
Wt.&Thrd:	17#, LTC
Grade:	
Set @:	3900'
Sxs Cmt:	1100
Circ:	
TOC:	Surface
Hole Size:	7-7/8"

WELL CONSTRUCTION DATASurface Casing

Hole Size:	12-1/4"
Casing Size:	8-5/8"
Depth Set:	579'
Top of Cement:	surface
Cement with	375 sx
Method Determined:	circulated

Production Casing

Hole Size:	7-7/8"
Casing Size:	5-1/2"
Depth Set:	3,900'
Top of Cement:	surface
Cement with	1100 sx
Method Determined:	circulated

Proposed Injection Interval

Queen Inj. Zone  
~3,720' to 3,885'

Zone will be Perforated

Tubing

Tubing Size:	2-3/8"
Lining Material:	Cement
Type of Packer:	Onis Perma-Latch
Packer Depth Set:	~3815'

Additional Data

1. NOT a new well.
  1. Originally an oil well.
  2. Converted to an injection well in 1984.
  3. Currently TA'd.
2. Injection Formation: Queen
3. Pool: EUNICE;SEVEN RIVERS-QUEEN, SOUTH
4. Well has NOT been perforated in another zone.
5. Overlying Oil Zone: Seven Rivers
  - Depth of Overlying Zone: 3,322'
- Underlying Oil Zone: Grayburg
  - Depth of Underlying Zone: ±4000'

## III. Well Data

## INJECTION WELL DATA SHEET

OPERATOR: FAE II OPERATING LLC

API: 30-025-28274

WELL NAME &amp; NUMBER: STATE A A/C 2 #065

WELL LOCATION: 1345 FNL & 25 FWL E 9 22S 36E  
FOOTAGE LOCATION UNIT LETTER SECTION TOWNSHIP RANGECURRENT WELLCORE SCHEMATIC

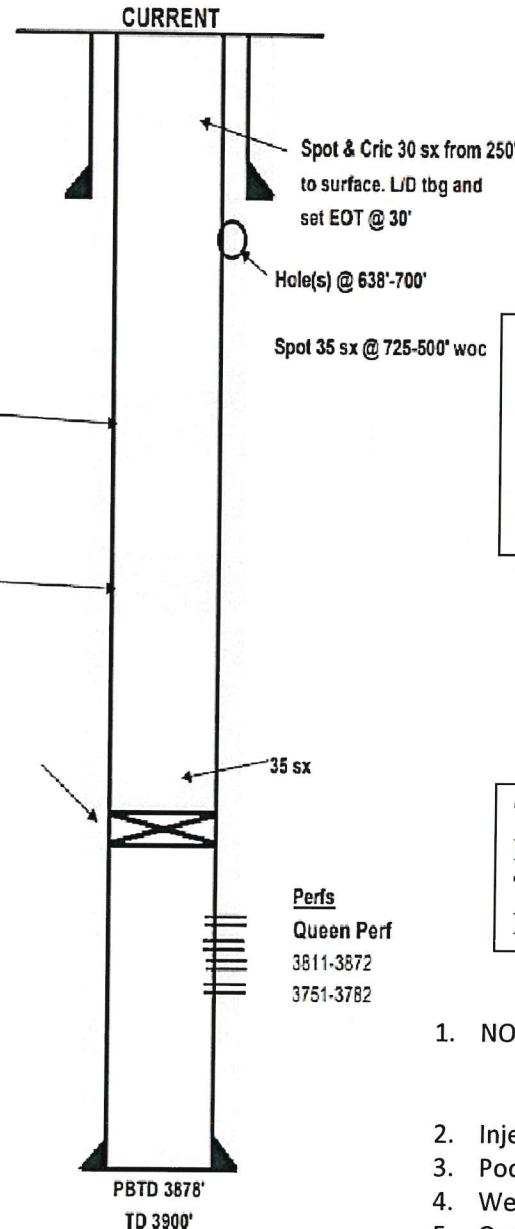
<u>Surface Csg</u>	
Size:	8-5/8"
Wt.&Thrd:	24#, STC
Grade:	J55
Set @:	598'
Sxs cmt:	375
Circ:	
TOC:	Surface
Hole Size:	12-1/4"

T/S spot 25sx @ 1575'

B/S spot 25sx cmt @ 2990'

CIBP set @ 3605 on 2/9/2009

<u>Production Csg</u>	
Size:	5-1/2"
Wt.&Thrd:	14#, LTC
Grade:	J55
Set @:	3900'
Sxs Cmt:	950
Circ:	
TOC:	Surface
Hole Size:	7-7/8"



TD: 3,900

WELL CONSTRUCTION DATASurface Casing

Hole Size:	12-1/2"
Casing Size:	8-5/8"
Depth Set:	598'
Top of Cement:	surface
Cement with	375 sx
Method Determined:	circulated

Production Casing

Hole Size:	7-7/8"
Casing Size:	5-1/2"
Depth Set:	3,900'
Top of Cement:	surface
Cement with	950 sx
Method Determined:	circulated

Proposed Injection Interval

Queen Inj. Zone  
~3,695' to 3,875'  
Zone will be Perforated

Tubing

Tubing Size:	2-3/8"
Lining Material:	Cement
Type of Packer:	Rlse
Packer Depth Set:	~3606'

Additional Data

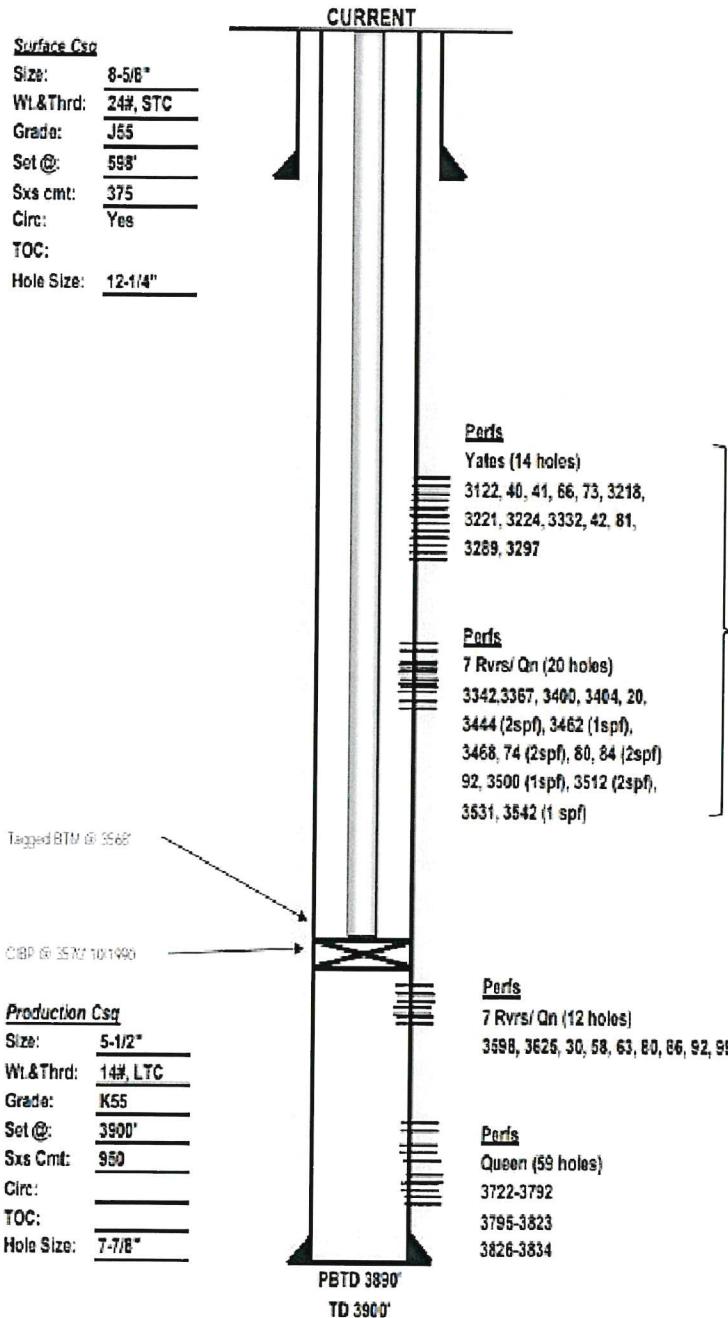
- NOT a new well.
  - Originally an injection well.
  - Currently plugged.
- Injection Formation: Queen
- Pool: EUNICE;SEVEN RIVERS-QUEEN, SOUTH
- Well has NOT been perforated in another zone.
- Overlying Oil Zone: Seven Rivers Formation
  - Depth of Overlying Zone: 3,310'

Underlying Oil Zone: Grayburg

- Depth of Underlying Zone: ±4000'

## III. Well Data

## INJECTION WELL DATA SHEET

OPERATOR: FAE II OPERATING LLCAPI: 30-025-28276WELL NAME & NUMBER: STATE A A/C 2 #067WELL LOCATION: 2615 FSL & 1345 FWL K 9 22S 36E  
FOOTAGE LOCATION UNIT LETTER SECTION TOWNSHIP RANGECURRENT WELLCORE SCHEMATIC

TD: 3,900

WELL CONSTRUCTION DATASurface Casing

Hole Size:	<u>12-1/2"</u>
Casing Size:	<u>8-5/8"</u>
Depth Set:	<u>598'</u>
Top of Cement:	<u>surface</u>
Cement with	<u>375 sx</u>
Method Determined:	<u>circulated</u>

Production Casing

Hole Size:	<u>7-7/8"</u>
Casing Size:	<u>5-1/2"</u>
Depth Set:	<u>3,900'</u>
Top of Cement:	<u>surface</u>
Cement with	<u>950 sx</u>
Method Determined:	<u>circulated</u>

Frac'd  
together  
1/2005:

Proposed Injection Interval  
Queen Inj. Zone  
~3,660' to 3,850'  
Zone will be Perforated

Tubing

Tubing Size:	<u>2-7/8"</u>
Lining Material:	<u>Cement</u>
Type of Packer:	<u>OTIS perma-latch</u>
Packer Depth Set:	<u>~3570'</u>

Additional Data

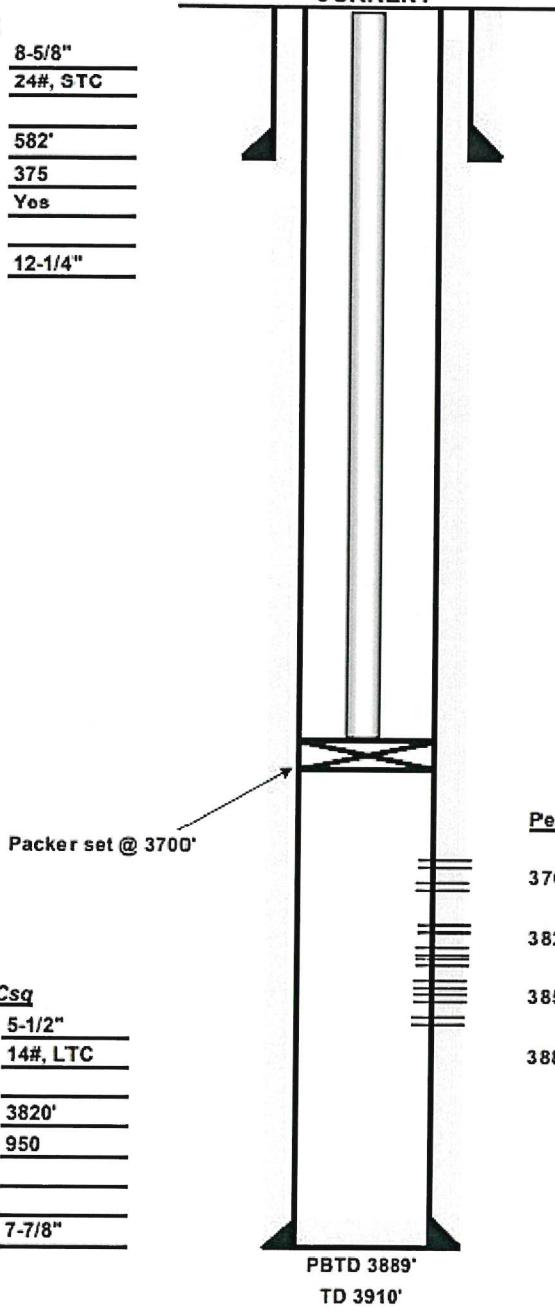
1. NOT a new well.
  1. Currently a gas well.
2. Injection Formation: Queen
3. Pool: EUNICE;SEVEN RIVERS-QUEEN, SOUTH & JALMAT;TAN-YATES-7 RVRS (GAS)
4. Planned injection interval is plugged with a CIBP and Jalmat perfs are open (see WBD).
5. Overlying Oil Zone: Seven Rivers Formation
  - Depth of Overlying Zone: 3,303'
- Underlying Oil Zone: Grayburg
  - Depth of Underlying Zone: ±4000'

## III. Well Data

## INJECTION WELL DATA SHEET

OPERATOR: FAE II OPERATING LLCAPI: 30-025-28277WELL NAME & NUMBER: STATE A A/C 2 #068WELL LOCATION: 2570 FNL & 70 FWL E 9 22S 36E  
FOOTAGE LOCATION UNIT LETTER SECTION TOWNSHIP RANGECURRENT WELLCORE SCHEMATIC

<u>Surface Csg</u>	
Size:	<u>8-5/8"</u>
Wt.&Thrd:	<u>24#, STC</u>
Grade:	
Set @:	<u>582'</u>
Sxs cmt:	<u>375</u>
Circ:	<u>Yes</u>
TOC:	
Hole Size:	<u>12-1/4"</u>

CURRENTWELL CONSTRUCTION DATASurface Casing

Hole Size:	<u>12-1/2"</u>
Casing Size:	<u>8-5/8"</u>
Depth Set:	<u>582'</u>
Top of Cement:	<u>surface</u>
Cement with	<u>375 sx</u>
Method Determined:	<u>circulated</u>

Production Casing

Hole Size:	<u>7-7/8"</u>
Casing Size:	<u>5-1/2"</u>
Depth Set:	<u>3,820'</u>
Top of Cement:	<u>surface</u>
Cement with	<u>950 sx</u>
Method Determined:	<u>circulated</u>

Proposed Injection Interval

Queen Inj. Zone  
~3,695' to 3,885'  
Zone will be Perforated

Tubing

Tubing Size:	<u>2-3/8"</u>
Lining Material:	<u>Cement</u>
Type of Packer:	<u>OTIS perma-latch</u>
Packer Depth Set:	<u>~3700'</u>

Additional Data

1. NOT a new well.
  1. Originally an oil well.
  2. Converted to an injection well in 1984.
  3. Currently TA'd.
2. Injection Formation: Queen
3. Pool: EUNICE;SEVEN RIVERS-QUEEN, SOUTH
4. Well has NOT been perforated in another zone.
5. Overlying Oil Zone: Seven Rivers Formation
  - Depth of Overlying Zone: 3,318'
- Underlying Oil Zone: Grayburg
  - Depth of Underlying Zone: ±4000'

## III. Well Data

## INJECTION WELL DATA SHEET

OPERATOR: FAE II OPERATING LLC

API: 30-025-28278

WELL NAME &amp; NUMBER: STATE A A/C 2 #069

WELL LOCATION: 2615 FSL & 1295 FEL I 8 22S 36E  
FOOTAGE LOCATION UNIT LETTER SECTION TOWNSHIP RANGECURRENT WELBORE SCHEMATIC

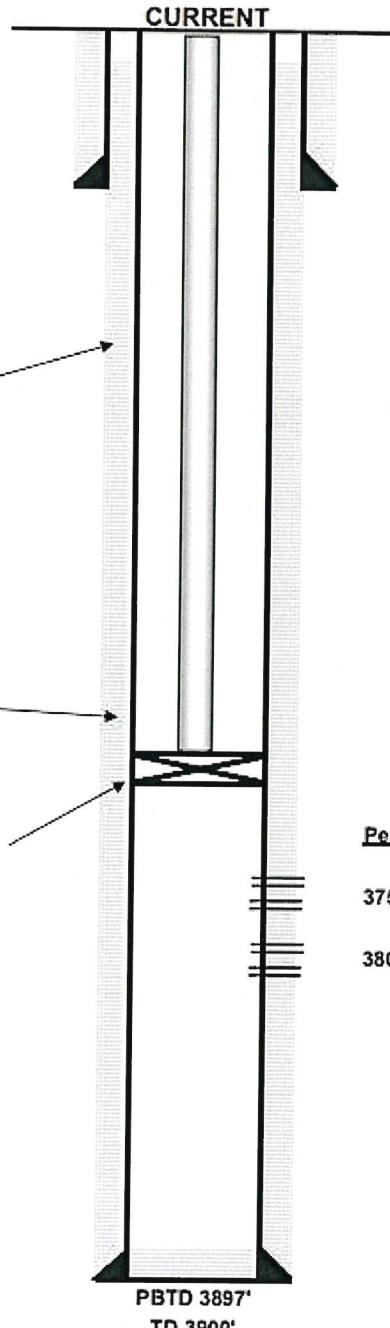
<u>Surface Csg</u>	
Size:	8-5/8"
Wt.&Thrd:	24#, STC
Grade:	
Set @:	557'
Sxs cmt:	375
Circ:	
TOC:	Surface
Hole Size:	12-1/4"

Spot 91 sx @ 1409'

Spot 25 sx @ 3708'

Packer @ 3710'

<u>Production Csg</u>	
Size:	5-1/2"
Wt.&Thrd:	14#, STC
Grade:	
Set @:	3900'
Sxs Cmt:	800
Circ:	
TOC:	Surface
Hole Size:	7-7/8"

WELL CONSTRUCTION DATASurface Casing

Hole Size:	12-1/2"
Casing Size:	8-5/8"
Depth Set:	557'
Top of Cement:	surface
Cement with	375 sx
Method Determined:	circulated

Production Casing

Hole Size:	7-7/8"
Casing Size:	5-1/2"
Depth Set:	3,900'
Top of Cement:	surface
Cement with	800 sx
Method Determined:	circulated

Proposed Injection Interval

Queen Inj. Zone  
~3,700' to ~3,890'  
Zone will be Perforated

Tubing

<u>Perfs</u>	Tubing Size: 2-3/8"
3750-3802	Lining Material: Cement
3808-3862	Type of Packer: OTIS perma-latch
	Packer Depth Set: ~3710'

Additional Data

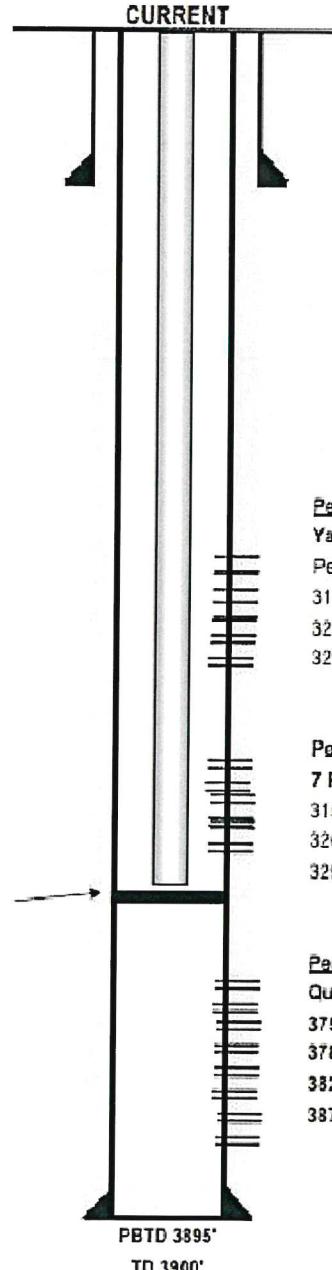
1. NOT a new well.
    1. Originally an injection well.
    2. Currently TA'd.
  2. Injection Formation: Queen
  3. Pool: EUNICE;SEVEN RIVERS-QUEEN, SOUTH
  4. Well has NOT been perforated in another zone.
  5. Overlying Oil Zone: Seven Rivers Formation
    - Depth of Overlying Zone: 3,356'
- Underlying Oil Zone: Grayburg
- Depth of Underlying Zone: ±4000'

## III. Well Data

## INJECTION WELL DATA SHEET

OPERATOR: FAE II OPERATING LLCAPI: 30-025-28279WELL NAME & NUMBER: STATE A A/C 2 #070WELL LOCATION: 1295 FSL & 1295 FEL P 8 22S 36E  
FOOTAGE LOCATION UNIT LETTER SECTION TOWNSHIP RANGECURRENT WELBORE SCHEMATIC

<u>Surface Csa</u>	
Size:	<u>8-5/8"</u>
Wt.&Thrd:	<u>24#, STC</u>
Grade:	<u>J-55</u>
Set @:	<u>573'</u>
Sxs cmt:	<u>375</u>
Circ:	<u>Yes</u>
TOC:	
Hole Size:	<u>12-1/4"</u>

WELL CONSTRUCTION DATASurface Casing

Hole Size:	<u>12-1/2"</u>
Casing Size:	<u>8-5/8"</u>
Depth Set:	<u>573'</u>
Top of Cement:	<u>surface</u>
Cement with	<u>375 sx</u>
Method Determined:	<u>circulated</u>

Production Casing

Hole Size:	<u>7-7/8"</u>
Casing Size:	<u>5-1/2"</u>
Depth Set:	<u>3,900'</u>
Top of Cement:	<u>surface</u>
Cement with	<u>800 sx</u>
Method Determined:	<u>circulated</u>

Proposed Injection Interval

Queen Inj. Zone  
~3,725' to ~3,890'  
Zone will be Perforated

Tubing

Tubing Size:	<u>2-3/8"</u>
Lining Material:	<u>Cement</u>
Type of Packer:	<u>OTIS perma-latch</u>
Packer Depth Set:	<u>~3700'</u>

Additional Data

1. NOT a new well.
  1. Currently a gas well.
2. Injection Formation: Queen
3. Pool: EUNICE;SEVEN RIVERS-QUEEN, SOUTH & JALMAT;TAN-YATES-7 RVRS (GAS)
4. Planned injection interval is plugged with a CIBP and Jalmat perfs are open (see WBD).
5. Overlying Oil Zone: Seven Rivers Formation
  - Depth of Overlying Zone: +3,730'
  - Underlying Oil Zone: Grayburg
    - Depth of Underlying Zone: ±4000'

## III. Well Data

## INJECTION WELL DATA SHEET

OPERATOR: FAE II OPERATING LLCAPI: 30-025-28280WELL NAME & NUMBER: STATE A A/C 2 #071WELL LOCATION: 1295 FSL & 25 FWLM922S36E

FOOTAGE LOCATION

UNIT LETTER

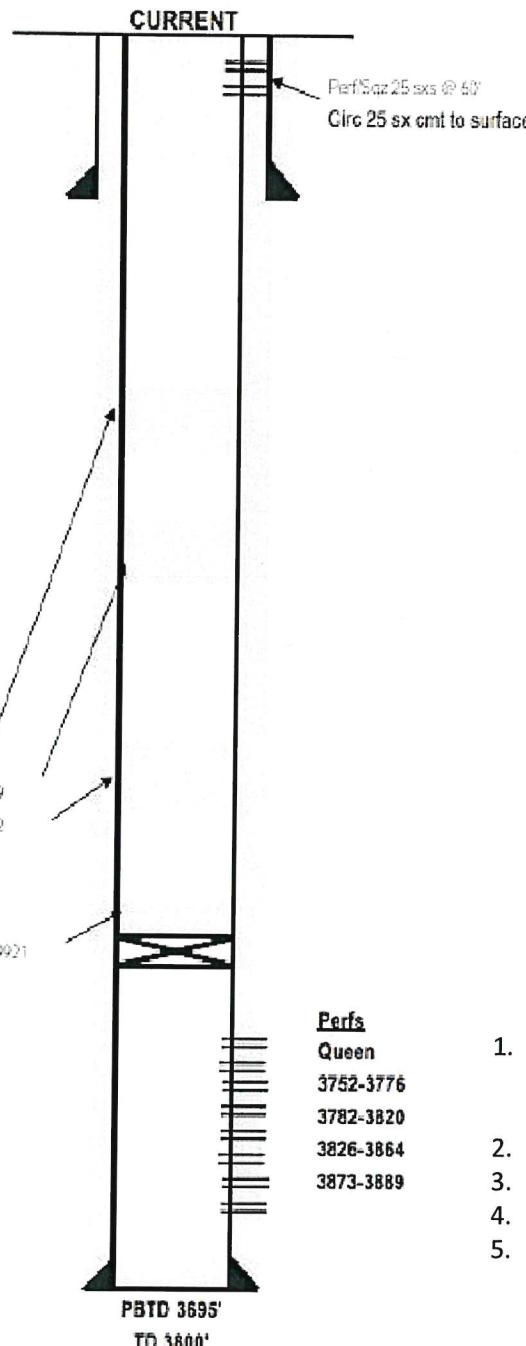
SECTION

TOWNSHIP

RANGE

CURRENT WELBORE SCHEMATICWELL CONSTRUCTION DATA

Surface Csg
Size: <u>8-5/8"</u>
Wt.&Thrd: <u>24#, STC</u>
Grade: <u>J55</u>
Set @: <u>588'</u>
Sxs cmt: <u>375</u>
Circ:
TOC:
Hole Size: <u>12-1/4"</u>



Surface Casing	
Hole Size:	<u>12-1/4"</u>
Casing Size:	<u>8-5/8"</u>
Depth Set:	<u>588'</u>
Top of Cement:	<u>surface</u>
Cement with	<u>375 sx</u>
Method Determined:	<u>circulated</u>

Production Casing	
Hole Size:	<u>7-7/8"</u>
Casing Size:	<u>5-1/2"</u>
Depth Set:	<u>3,900'</u>
Top of Cement:	<u>surface</u>
Cement with	<u>950 sx</u>
Method Determined:	<u>circulated</u>

Proposed Injection Interval	
Queen Inj. Zone	<u>~3,715' to ~3,890'</u>
Zone will be Perforated	

Tubing	
Tubing Size:	<u>2-3/8"</u>
Lining Material:	<u>Cement</u>
Type of Packer:	<u>OTIS perma-latch</u>
Packer Depth Set:	<u>~3710'</u>

- Additional Data
1. NOT a new well.
  1. Originally an injection well.
  2. Currently plugged.
  2. Injection Formation: Queen
  3. Pool: EUNICE;SEVEN RIVERS-QUEEN, SOUTH
  4. Well has NOT been perforated in another zone.
  5. Overlying Oil Zone: Seven Rivers Formation
    - Depth of Overlying Zone: 3,333'
  - Underlying Oil Zone: Grayburg
    - Depth of Underlying Zone: ±4000'

## III. Well Data

## INJECTION WELL DATA SHEET

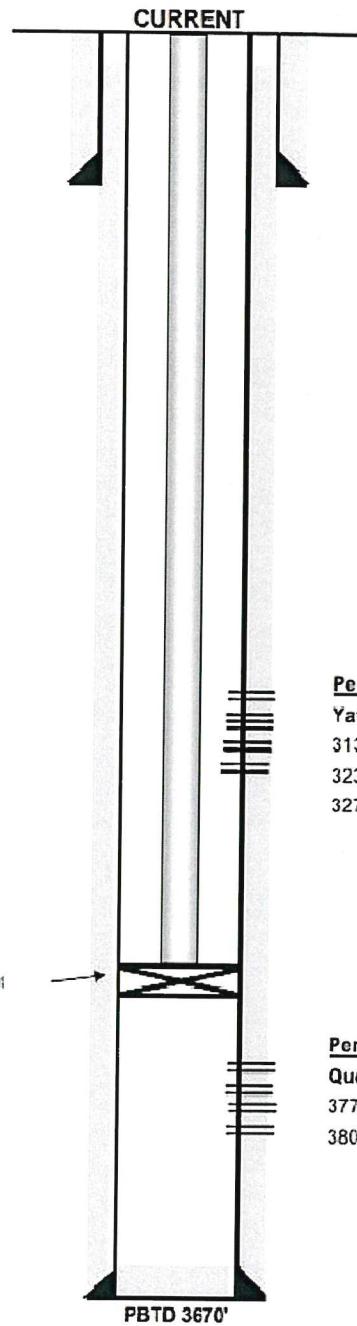
OPERATOR: FAE II OPERATING LLC

API: 30-025-28281

WELL NAME &amp; NUMBER: STATE A A/C 2 #072

WELL LOCATION: 1410 FSL & 1440 FWL K 9 22S 36E  
FOOTAGE LOCATION UNIT LETTER SECTION TOWNSHIP RANGECURRENT WELBORE SCHEMATICWELL CONSTRUCTION DATA

<u>Surface Csg</u>	
Size:	8-5/8"
Wt.&Thrd:	24#, STC
Grade:	J55
Set @:	598'
Sxs cmt:	375
Circ:	
TOC:	
Hole Size:	12-1/4"



<u>Production Csg</u>	
Size:	5-1/2"
Wt.&Thrd:	14#, LTC
Grade:	K55
Set @:	3900'
Sxs Cmt:	750
Circ:	
TOC:	
Hole Size:	7-7/8"

<u>Surface Casing</u>	
Hole Size:	12-1/4"
Casing Size:	8-5/8"
Depth Set:	598'
Top of Cement:	surface
Cement with	375 sx
Method Determined:	circulated

<u>Production Casing</u>	
Hole Size:	7-7/8"
Casing Size:	5-1/2"
Depth Set:	3,900'
Top of Cement:	surface
Cement with	750 sx
Method Determined:	circulated

Perfs  
Yates  
3135, 3154, 3182, 3187, 3231,  
3237, 3271, 3249, 3262,  
3271, 3249, 3262,

Proposed Injection Interval  
Queen Inj. Zone  
~3,675' to ~3,875'  
Zone will be Perforated

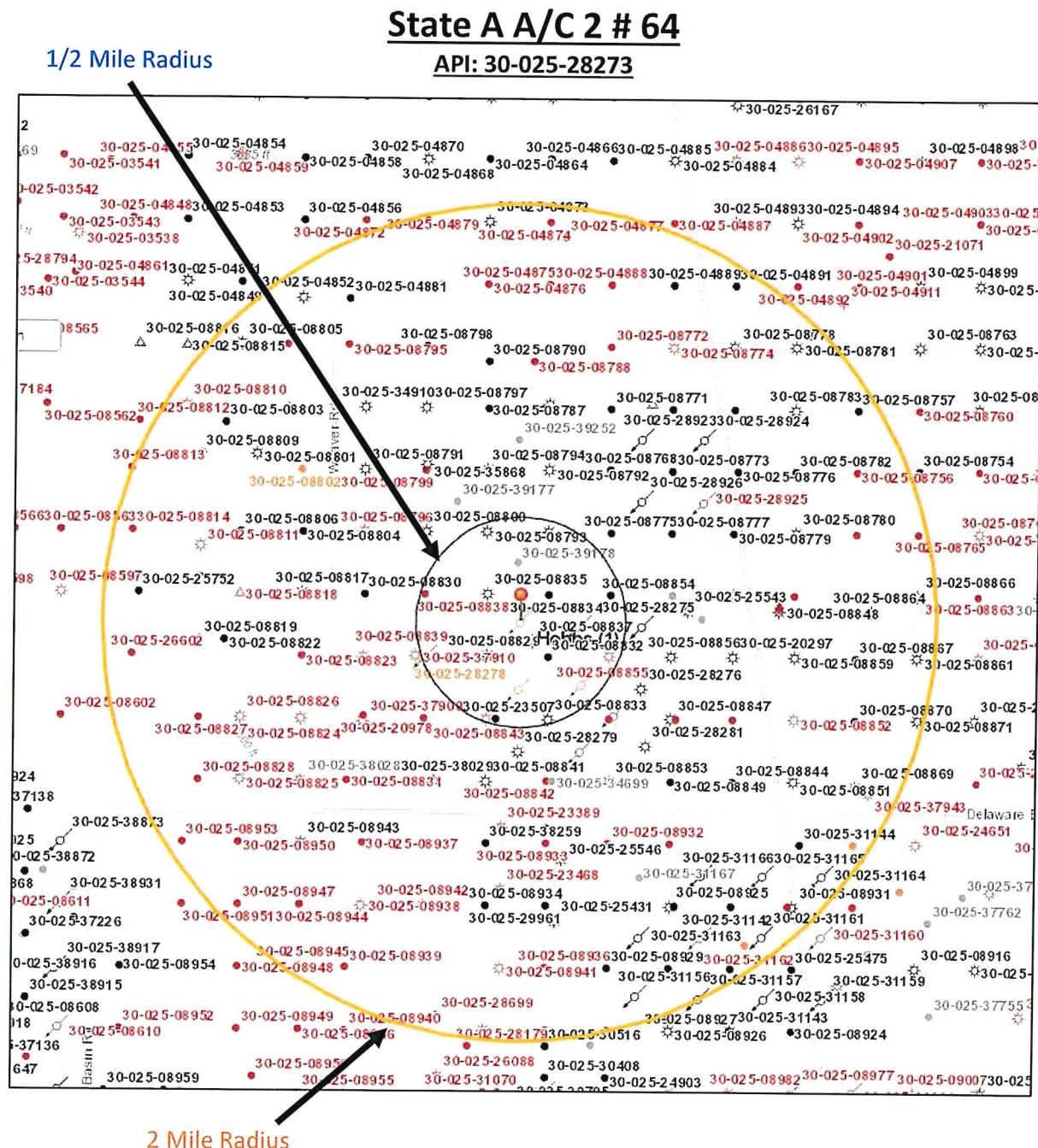
<u>Tubing</u>	
Tubing Size:	2-3/8"
Lining Material:	Cement
Type of Packer:	OTIS perma-latch
Packer Depth Set:	~3694'

Additional Data

- NOT a new well.
- Originally an oil well.
- Converted to an injection well in 1984.
- Converted to a gas well in 1990.
- Injection Formation: Queen
- Pool: JALMAT;TAN-YATES-7 RVRS (GAS)
- Planned injection interval is plugged with a CIBP and Jalmat perfs are open (see WBD)..
- Overlying Oil Zone: Seven Rivers Formation
  - Depth of Overlying Zone: 3,319'
- Underlying Oil Zone: Grayburg
  - Depth of Underlying Zone: ±4000'

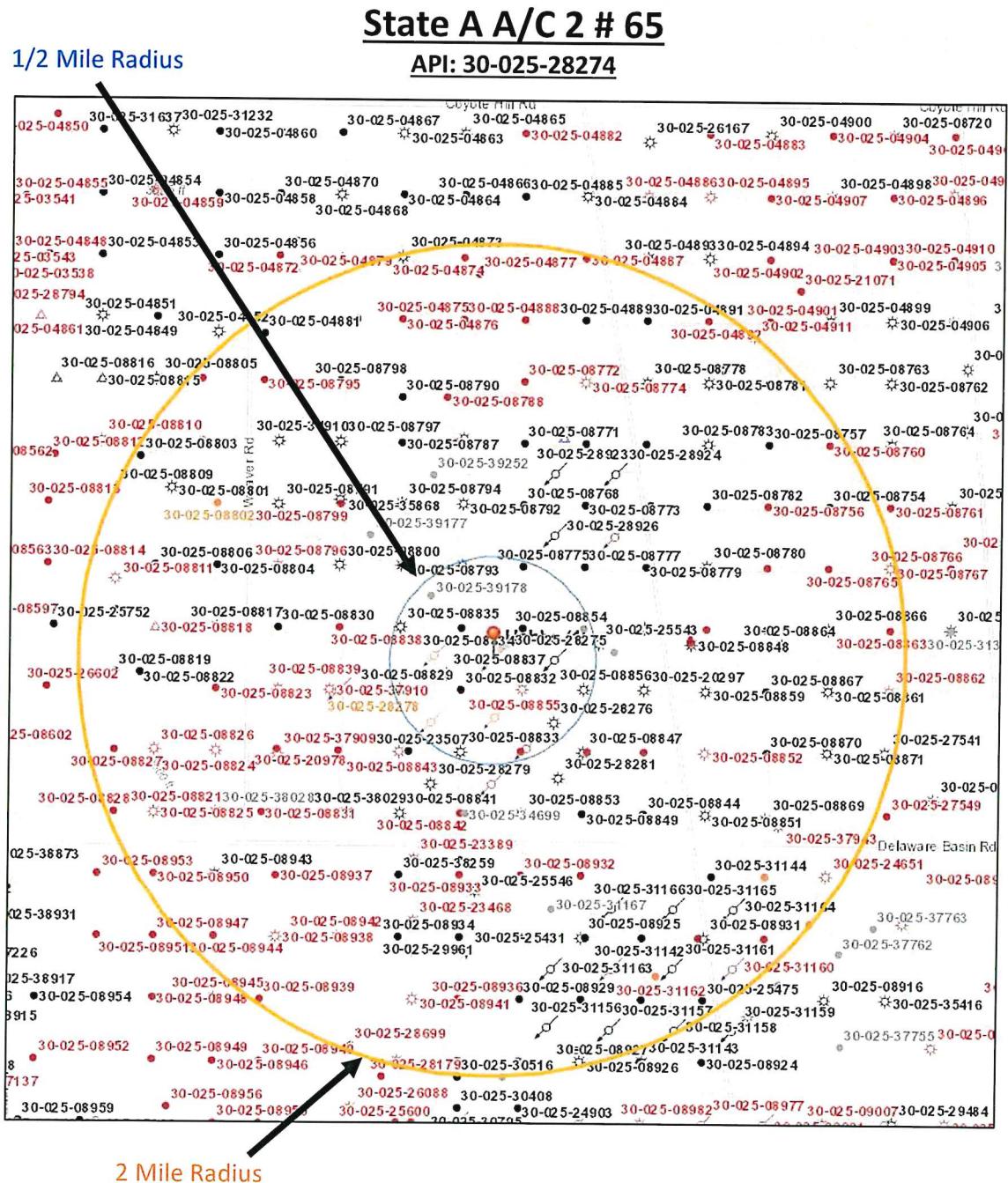
V.

Exhibit A1 shows 18 unique well locations within a ½ mile radius of the proposed new drill injector locations, and 185 unique well locations within a 2 mile radius.



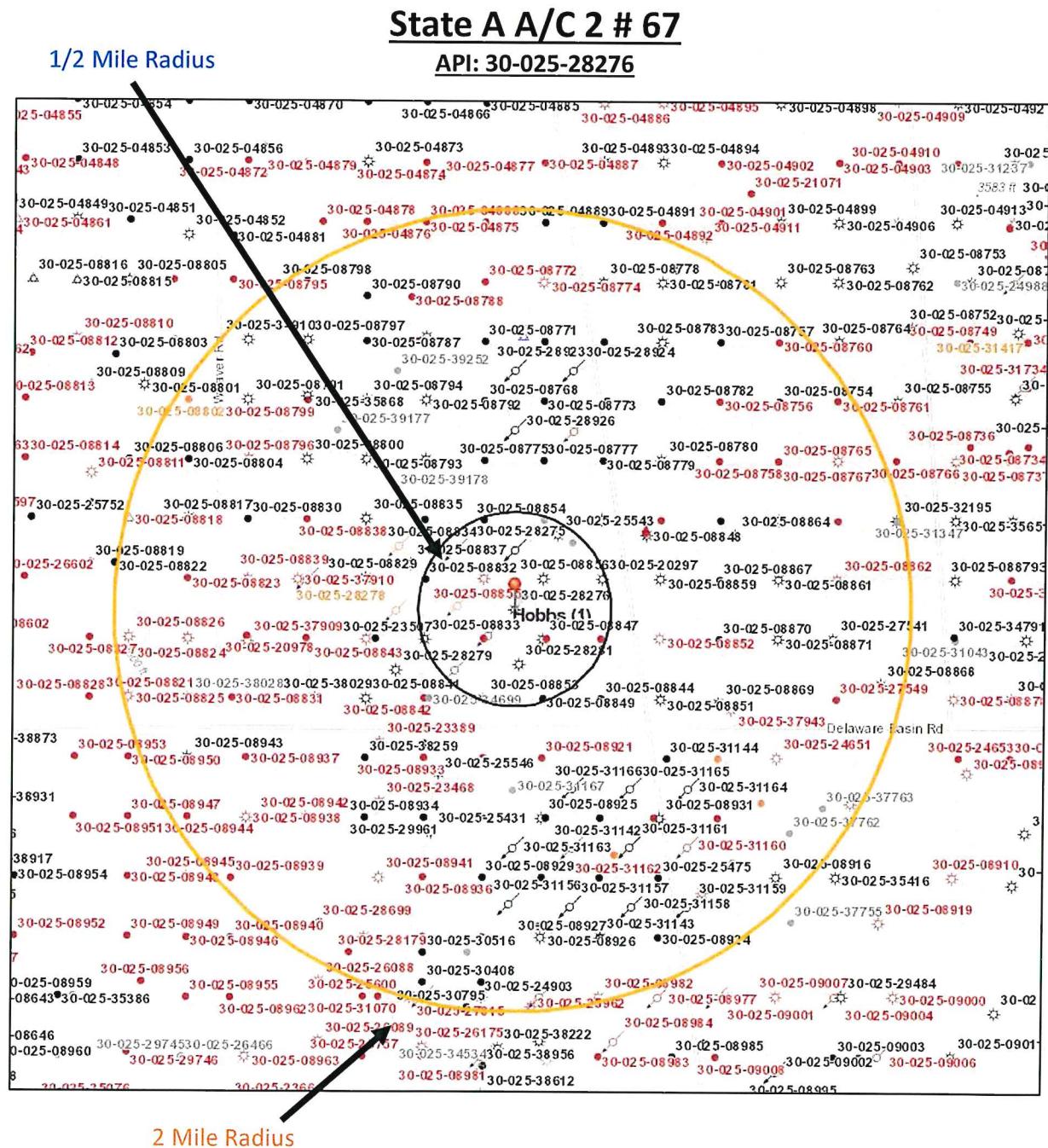
v.

Exhibit A2 shows 21 unique well locations within a  $\frac{1}{2}$  mile radius of the proposed new drill injector locations, and 187 unique well locations within a 2 mile radius.



V.

Exhibit A3 shows 23 unique well locations within a  $\frac{1}{2}$  mile radius of the proposed new drill injector locations, and 193 unique well locations within a 2 mile radius.



V.

Exhibit A4 shows 27 unique well locations within a  $\frac{1}{2}$  mile radius of the proposed new drill injector locations, and 188 unique well locations within a 2 mile radius.



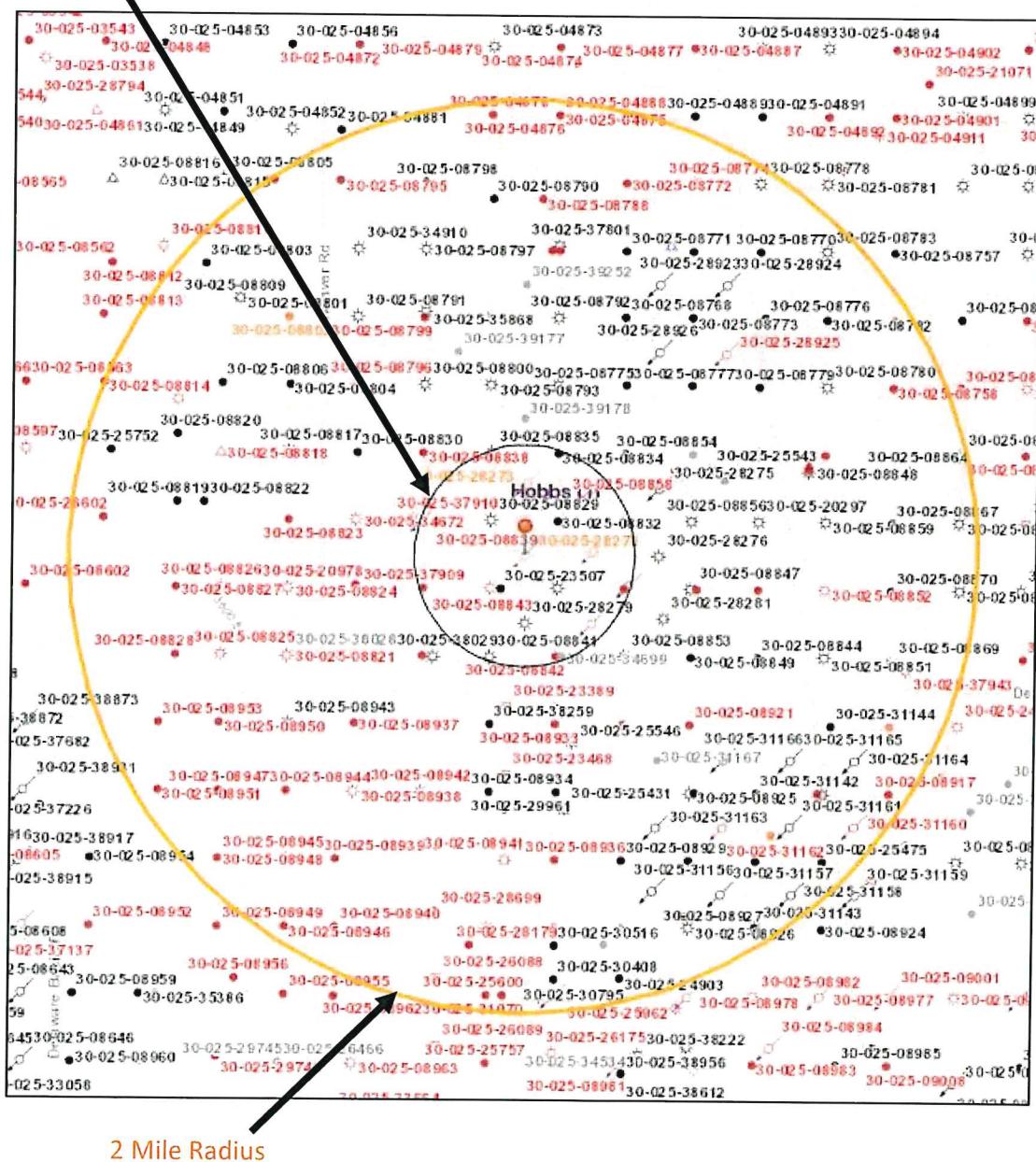
V.

Exhibit A5 shows 22 unique well locations within a  $\frac{1}{2}$  mile radius of the proposed new drill injector locations, and 188 unique well locations within a 2 mile radius.

### State A A/C 2 # 69

1/2 Mile Radius

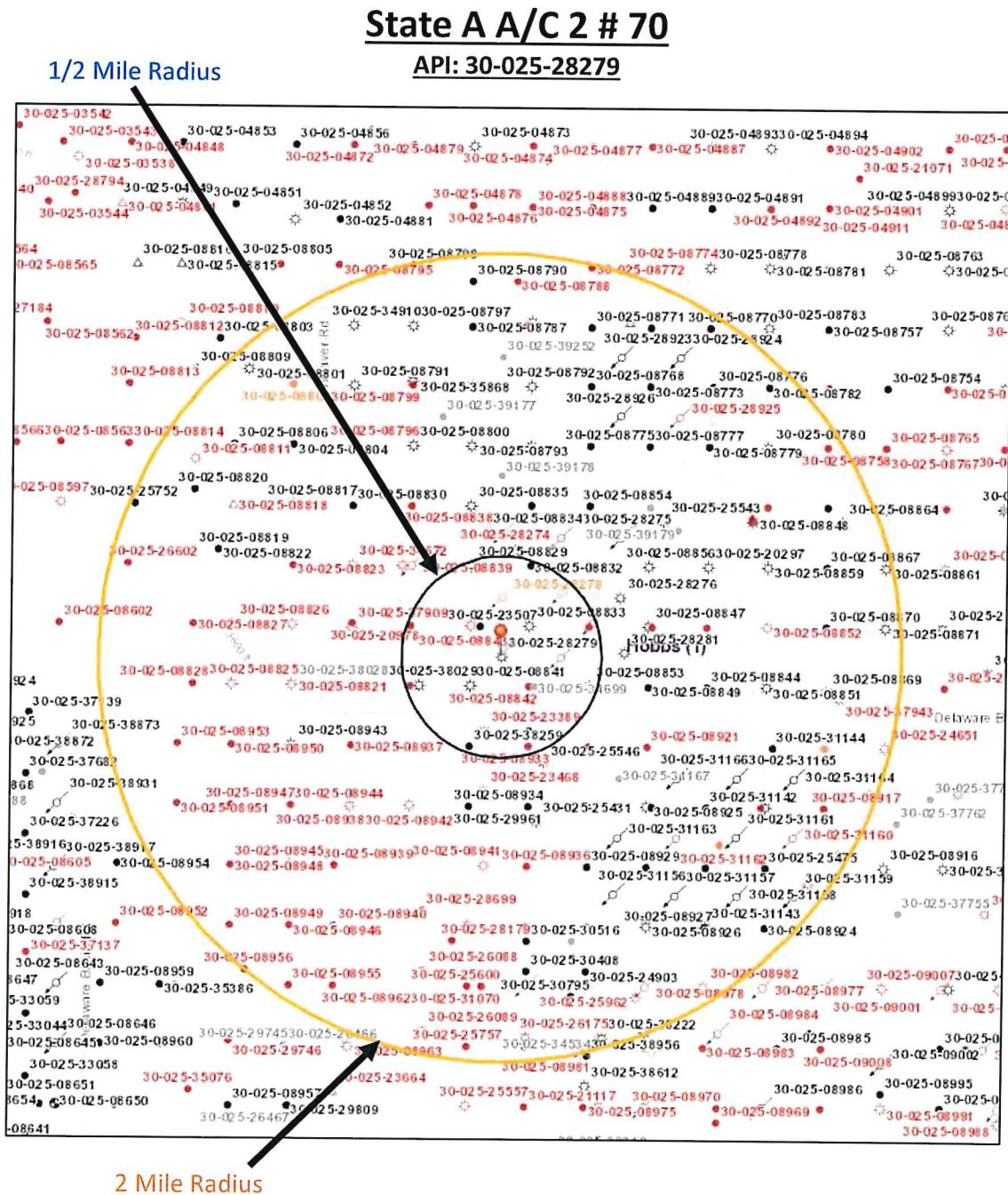
API: 30-025-28278



2 Mile Radius

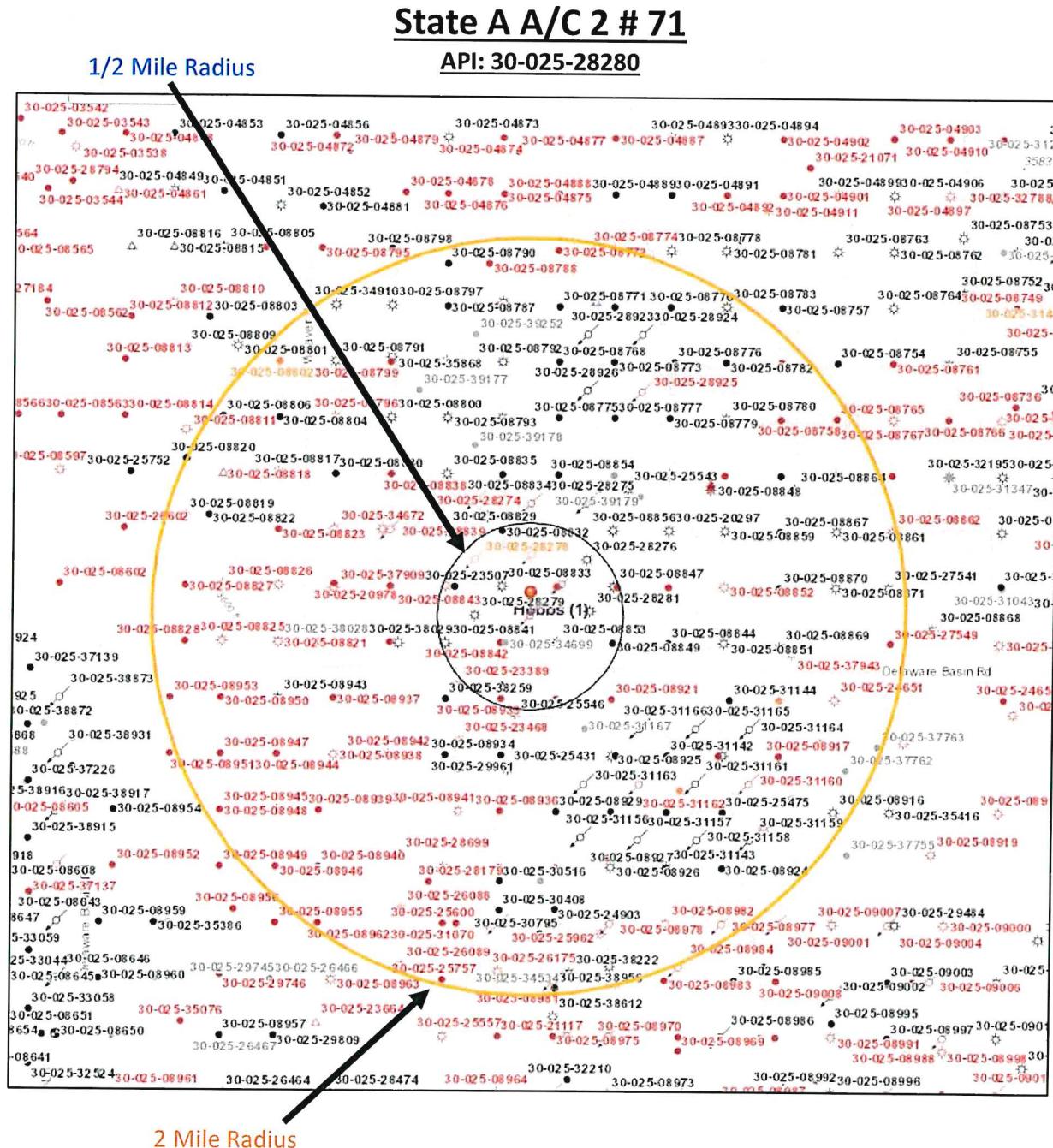
V.

Exhibit A6 shows 22 unique well locations within a  $\frac{1}{2}$  mile radius of the proposed new drill injector locations, and 196 unique well locations within a 2 mile radius.



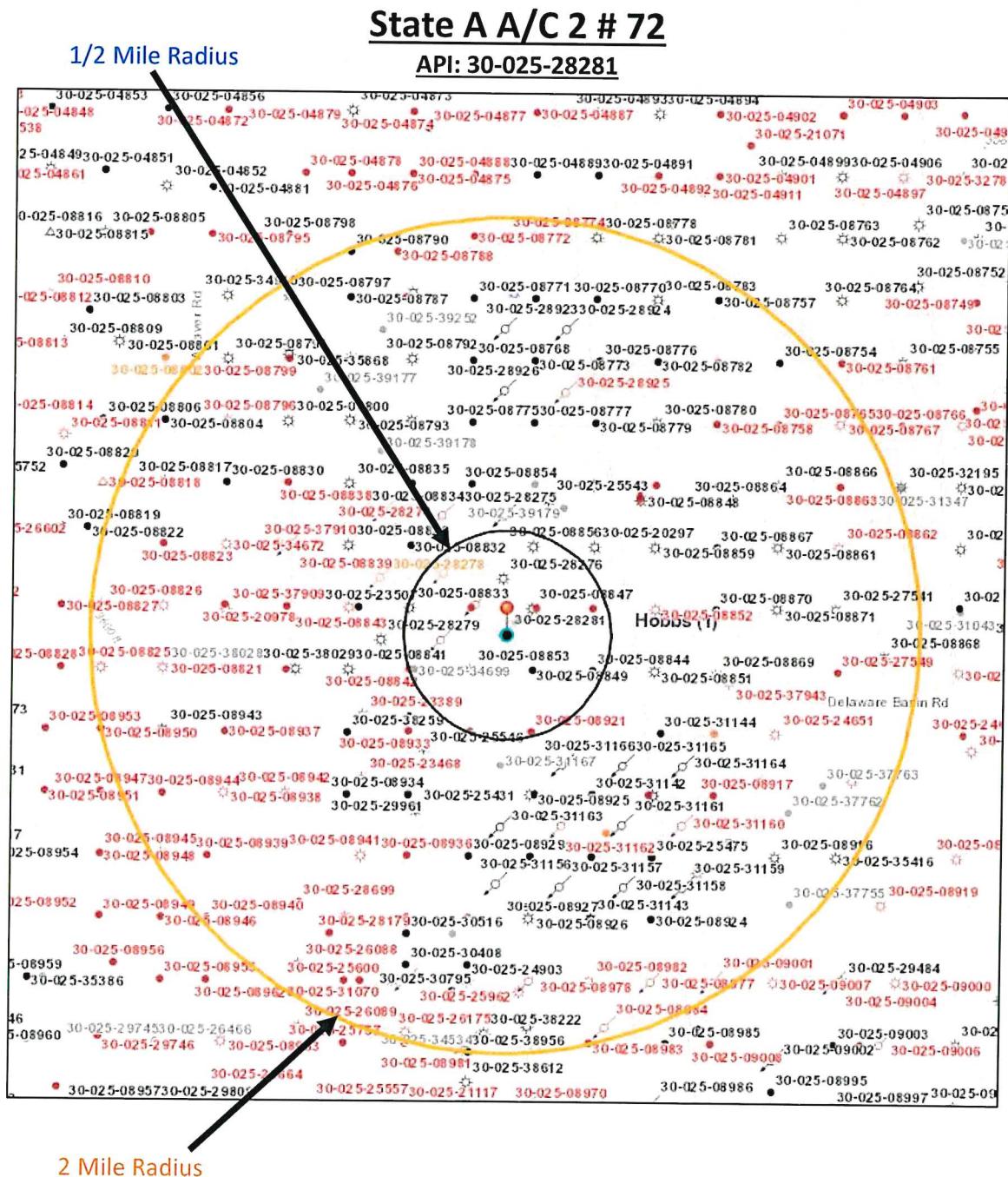
V.

Exhibit A7 shows 23 unique well locations within a  $\frac{1}{2}$  mile radius of the proposed new drill injector locations, and 201 unique well locations within a 2 mile radius.



## V.

Exhibit A8 shows 19 unique well locations within a  $\frac{1}{2}$  mile radius of the proposed new drill injector locations, and 199 unique well locations within a 2 mile radius.



**VI.**  
**Following Exhibit A, the tabulation of the wells with each well's type, construction, date drilled, location, depth, and completion date of wells within a  $\frac{1}{2}$  mile radius are displayed in Exhibit B1-B8. The plugged well wellbore diagrams are displayed in Exhibit C1-C17.**

## Exhibit B1

### State A AC 2 #64

UNIV API	Operator	Well Label	ID	Well Type	Current Zone	Distance in Miles	Distance in Feet From:	SPUD Date	Township Range Section	Forge	Surflat	Surton	Well Tie	Status
3002538327	F&E II OPERATING LLC	STATE A AC 2 #64	3800	Injection	QUEEN	0	0	1983-08-13	223,366 ft	1250 FNL 1120 FEL	32-1-100-224	-103-2823 STATE A AC 2 #64	Temporary Abandonment (expired)	
3002538327	F&E II OPERATING LLC	STATE A AC 2 #64	3860	Gas	UNKNOWN	0.11	5803	1957-10-14	223,366 ft	350 FNL 390 FEL	32-105-99249	103-8155 STATE A AC 2 #64	Active	
3002538327	F&E II OPERATING LLC	STATE A AC 2 #65	3850	Oil	QUEEN	0.19	10032	1945-01-15	223,366 ft NE NE	650 FNL 650 FEL	32-116-183	103-8049 STATE A AC 2 #64	Active	
3002538327	F&E II OPERATING LLC	STATE A AC 2 #65	3870	Oil	SEVEN RIVERS / QUEEN	0.21	11083	1942-10-02	223,366 ft S	1980 FNL 660 FEL	32-105-00101	103-8048 STATE A AC 2 #64	Active	
3002538327	F&E II OPERATING LLC	STATE A AC 2 #66	3880	Gas	SEVEN RIVERS / QUEEN	0.21	11088	1945-02-09	223,366 ft NW NE	650 FNL 1980 FEL	32-116-593	103-8477 STATE A AC 2 #64	Active	
3002538327	F&E II OPERATING LLC	STATE A AC 2 #66	3881	Gas	QUEEN	0.23	1214	1935-12-17	223,366 ft	1980 FNL 1980 FEL	32-105-0111	103-8477 STATE A AC 2 #64	Active	
3002538327	F&E II OPERATING LLC	STATE A AC 2 #67	4000	Oil	SEVEN RIVER / QUEEN SOUTH	0.29	15312	RE/NA	223,366 ft	11 FS 1309 FEL	32-115-585	103-8801 STATE A AC 2 #64	Canceled	
3002538327	F&E II OPERATING LLC	STATE A AC 2 #68	3800	Injection	QUEEN	0.29	15312	1983-09-14	223,366 ft	135 FNL 135 FEL	32-105-769	103-7732 STATE A AC 2 #64	Plugged (site released)	
3002538327	F&E II OPERATING LLC	STATE A AC 2 #69	3800	Injection	QUEEN	0.52	10895	1982-09-08	223,366 ft	2615 FNL 1295 FEL	32-105-769	103-7732 STATE A AC 2 #64	Temporary Abandonment (expired)	
3002538327	F&E II OPERATING LLC	STATE A AC 2 #69	3920	Injection	GRABBURG	0.42	2217	1983-08-08	223,366 ft	2570 FNL 1070 FEL	32-105-042	-103-2781 STATE A AC 2 #64	Temporary Abandonment (expired)	
3002538327	F&E II OPERATING LLC	STATE A AC 2 #69	3860	Oil	SEVEN RIVERS / QUEEN	0.45	2375	1942-06-05	223,366 ft NW NW	650 FNL 650 FEL	32-116-514	103-7721 STATE A AC 2 #64	Active	
3002538327	F&E II OPERATING LLC	STATE A AC 2 #70	3871	Gas	UNKNOWN	0.45	2375	1945-02-30	223,366 ft	650 FNL 650 FEL	32-116-514	103-8056 STATE A AC 2 #64	Active	
3002538327	PETROHAWK OPERATING CO	STATE A AC 2 #70	3840	Gas	QUEEN	0.46	2423	1945-02-19	223,366 ft SW NW	1980 FNL 650 FEL	32-105-0131	-103-2761 STATE A AC 2 #64	Plugged (site released)	
3002538327	F&E II OPERATING LLC	STATE A AC 2 #70	3890	Gas	QUEEN	0.46	2423	1945-12-08	223,366 ft SW SE	650 FNL 1980 FEL	32-115-317	-103-18484 STATE A AC 2 #64	Active	
3002538327	CLAYTON WILLIAMS ENERGY INC	STATE A AC 2 #70	3870	Oil	SEVEN RIVERS / QUEEN	0.48	2534	1960-09-13	223,366 ft	650 FNL 1980 FEL	32-116-501	-103-18905 STATE A AC 2 #64	Plugged (site released)	
3002538327	F&E II OPERATING LLC	STATE A AC 2 #71	3845	Oil	QUEEN	0.48	2534	1970-05-14	223,366 ft	1980 FNL 1780 FEL	32-105-353	-103-18008 STATE A AC 2 #64	Active	
3002538327	F&E II OPERATING LLC	STATE A AC 2 #72	3885	Gas	SEVEN RIVERS / QUEEN	0.48	2534	1942-12-16	223,366 ft SE	1980 FNL 650 FEL	32-105-357	103-8644 STATE A AC 2 #64	Active	
3002538327	SUN EXPLORATION & PRODUCTION CO	STATE A AC 2 #73	3867	Oil	TAHILL / MATES	0.49	2587	1960-12-09	223,366 ft	1980 FNL 1980 FEL	32-105-00119	-103-18803 STATE A AC 2 #64	Plugged (site released)	
3002538327	CLAYTON WILLIAMS ENERGY INC	STATE A AC 2 #75	3855	Gas	UNKNOWN	0.49	2587	1961-06-22	223,366 ft	1980 FNL 1980 FEL	32-105-314	-103-18474 STATE A AC 2 #64	Plugged (site released)	

## **Exhibit B2**

State A AC 2 #65

## **Exhibit B3**

State A AC 2 #67

UNI / API	Operator	Well Label	ID	Well Type	Current Zone	Distance in Miles	Distance in Feet From:	SPUD Date	Township Range Section	Footage	Surflet	Surflet	Well Tie	Status	
3002558275	FAE II OPERATING LLC	STATE A:AC2 #067	3900	Gas	QUEEN	0	0	1982-09-14	225 35E 9 NE NW SW	2635 FNL 1345 FVL	32,405-185	-103-21739	STATE A:AC2 #067	Active	
3002553545	TEXAS PACIFIC OIL CO	STATE A:AC2 #032Y	3900	Injection	QUEEN	0.18				1980 FNL 1900 FVL	32,404-564	-103-21738	STATE A:AC2 #067	Plugged (site released)	
3002550851	CLAYTON WILLIAMS ENERGY INC	PINE-OAKWOOD WELL #032	3844	Oil	SEVEN RIVERS/ QUEEN	0.21				1980 FNL 1900 FVL	32,404-374	-103-21731	STATE A:AC2 #067	Active	
3002550855	FAE II OPERATING LLC	STATE A:AC2 #031	3855	Gas	SEVEN RIVERS/ QUEEN	0.21				1980 FNL 1900 FVL	32,404-375	-103-21731	STATE A:AC2 #067	Plugged (site released)	
3002550850	PETROHAWK OPERATING CO	STATE A:AC2 #059	3870	Oil	UNKNOWN	0.22				1980 FNL 1900 FVL	32,405-223	-103-21732	STATE A:AC2 #067	Active	
3002550855	PETROHAWK OPERATING CO	STATE A:AC2 #030	3840	Gas	QUEEN	0.22				1980 FNL 1900 FVL	32,405-374	-103-21738	STATE A:AC2 #067	Plugged (site released)	
3002550851	FAE II OPERATING LLC	STATE A:AC2 #072	3900	Gas	QUEEN	0.27				1980 FNL 1900 FVL	32,406-232	-103-21762	STATE A:AC2 #067	Plugged (site released)	
3002552777	FAE II OPERATING LLC	STATE A:AC2 #068	3910	Injection	GAYBURG	0.39				1980 FNL 1900 FVL	32,405-2054	-103-21765	STATE A:AC2 #067	Active	
3002550875	FAE II OPERATING LLC	STATE A:AC2 #065	3930	Injection	GAYBURG	0.3				1983-08-08	225 36E 9	2570 FNL 2070 FVL	32,406-023	Temporary Abandonment (expired)	
3002550850	PETROHAWK OPERATING CO	STATE A:AC2 #039	1190	Oil	UNKNOWN	0.38				1983-08-19	225 36E 9	1345 FNL 1345 FVL	32,405-655	STATE A:AC2 #067	Active
3002550850	FAE II OPERATING LLC	STATE A:AC2 #071	3900	Injection	QUEEN	0.42				1986-04-15	223 36E 9	1990 FNL 1950 FVL	32,407-422	-103-2173 STATE A:AC2 #067	Plugged (site released)
3002552872	FAE II OPERATING LLC	STATE A:AC2 #065	3900	Injection	QUEEN	0.42				1983-09-18	225 36E 9	1295 FNL 25 FNL	32,402-497	-103-21762 STATE A:AC2 #067	Plugged (site released)
3002552872	FAE II OPERATING LLC	STATE A:AC2 #063	3700	Gas	QUEEN	0.43				1983-09-04	225 36E 9	1345 FNL 25 FNL	32,409-697	-103-21735 STATE A:AC2 #067	Plugged (site released)
3002553917	FAE II OPERATING LLC	STATE A:AC2 #058	4000	Oil	#N/A	0.44				1983-09-19	225 36E 9	1295 FNL 25 FNL	32,405-781	STATE A:AC2 #067	Plugged (site released)
3002550850	ATLANTIC RICHFIELD CO THE	PRE-ON-GARD WEL #012	3850	Oil	UNKNOWN	0.46				1983-05-17	225 36E 9	1980 FNL 1980 FVL	32,404-763	-103-2173 STATE A:AC2 #067	Plugged (site released)
3002550850	FAE II OPERATING LLC	STATE A:AC2 #001	3835	Oil	UNKNOWN	0.46				1985-07-02	225 36E 9	660 FNL 1974 FVL	32,407-458	-103-21731 STATE A:AC2 #067	Active
3002552897	FAE II OPERATING LLC	STATE A:AC2 #057	3806	Gas	SEVEN RIVERS/ QUEEN	0.46				1984-01-21	225 36E 9 SW/NE	1980 FNL 1980 FEL	32,406-014	-103-21765 STATE A:AC2 #067	Active
3002552893	FAE II OPERATING LLC	STATE A:AC2 #004	3870	Gas	QUEEN	0.47				1981-07-31	225 36E 9	590 FNL 230 FVL	32,410-476	-103-21065 STATE A:AC2 #067	Active
3002550853	FAE II OPERATING LLC	STATE A:AC2 #024	3835	Gas	SEVEN RIVERS/ QUEEN	0.47				1982-07-29	225 36E 9	2323 FNL	32,410-763	-103-22023 STATE A:AC2 #067	Canceled
3002552892	SUN EXPLORATION & P	PRE-ONGARD WELL #073	#N/A	Oil	#N/A	0.47				1980 FNL 1980 FVL	32,404-167	-103-21763 STATE A:AC2 #067	Plugged (site released)		
3002550850	FAE II OPERATING LLC	STATE A:AC2 #023	3830	Oil	SEVEN RIVERS/ QUEEN	0.48				1980 FNL 1980 FEL	32,406-201	-103-22048 STATE A:AC2 #067	Active		
3002550854	FAE II OPERATING LLC	STATE A:AC2 #029	3850	Oil	SEVEN RIVERS/ QUEEN	0.48				1983-06-05	225 35E 9 NW NW	660 FNL 660 FVL	32,411-654	-103-21721 STATE A:AC2 #067	Active

## Exhibit B4

### State A AC 2 #68

UW// API	Operator	Well Label	TD	Well Type	Current Zone	Distance in Miles	Distance in Feet From:	SPUD Date	Township Range Section	Footage	Surface	Surfac	Well Tie	Status	
300258277	FAE II OPERATING LLC	STATE A AC 2 #068	3510	Injection	GRANBURY	0	1983-08-08	22536E 9	SW NW	-103-2783 STATE A AC 2 #068	Temporary Abandonment [expired]				
300258055	PETROHAWK OPERATING CO	STATE A AC 2 #069	3840	Gas	QUEEN	0	19	1003-2 1945-01-19	22536E 9 SW NW	1980 FNL 660 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Dugged site released [d]		
300258083	FAE II OPERATING LLC	STATE A AC 2 #070													
300258083	CLAYTON WILLIAMS ENERGY INC	PINE ONGARD WELL #032	3870	Oil	SEVEN RIVERS / QUEEN	0.21		1108.8	1915-01-20	22536E 8	1980 FNL 660 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258348	TEXAS PACIFIC OIL CO	STATE A AC 2 #072	3900	Injection	QUEEN	0.22		1108.8	1915-01-20	22536E 9 NW NW	1980 FNL 660 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258083	FAE II OPERATING LLC	STATE A AC 2 #073	3859	Gas	SEVEN RIVERS / QUEEN	0.23		1161.6	1970-07-09	22536E 9 NW NW	1980 FNL 660 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258074	FAE II OPERATING LLC	STATE A AC 2 #075	3900	Injection	QUEEN	0.28		1214.4	1942-12-16	22536E 8.35	1980 FNL 660 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258083	FAE II OPERATING LLC	STATE A AC 2 #067	3900	Gas	QUEEN	0.29		1478.4	1983-09-04	22536E 9	1980 FNL 660 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258083	FAE II OPERATING LLC	STATE A AC 2 #069	3900	Injection	QUEEN	0.31		1511.2	1983-09-14	22536E 9 NE SW	1980 FNL 660 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258083	FAE II OPERATING LLC	STATE A AC 2 #043	3640	Gas	UNKNOWN	0.32		1656.8	1983-09-08	22536E 8	1980 FNL 660 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258083	FAE II OPERATING LLC	STATE A AC 2 #071	3900	Injection	QUEEN	0.32		1689.6	1983-09-18	22536E 9	1980 FNL 660 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258083	FAE II OPERATING LLC	STATE A AC 2 #066	3900	Injection	GRAYBURG	0.4		2112.8	1983-09-19	22536E 9	1980 FNL 660 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258083	FAE II OPERATING LLC	STATE A AC 2 #064	3900	Injection	QUEEN	0.42		2217.6	1983-09-20	22536E 8	1980 FNL 660 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258083	FAE II OPERATING LLC	STATE A AC 2 #072	3900	Gas	QUEEN	0.43		2270.4	1983-09-20	22536E NE SW	1980 FNL 660 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258079	FAE II OPERATING LLC	STATE A AC 2 #070	3900	Gas	QUEEN	0.44		2333.2	1983-09-25	22536E 8	1980 FNL 660 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258057	FAE II OPERATING LLC	STATE A AC 2 #061	3919	Oil	QUEEN	0.45		2376.1	1970-05-14	22536E 8	1980 FNL 1780 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258056	FAE II OPERATING LLC	STATE A AC 2 #031	3875	Gas	SEVEN RIVERS / QUEEN	0.45		2376.1	1985-11-13	22536E NW NW	1980 FNL 1780 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258056	FAE II OPERATING LLC	STATE A AC 2 #029	3891	Oil	SEVEN RIVERS / QUEEN	0.45		2376.1	1985-06-15	22536E NW NW	1980 FNL 1780 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258057	FAE II OPERATING LLC	STATE A AC 2 #063	3845	Gas	UNKNOWN	0.46		2424.8	1981-06-12	22536E 9	1980 FNL 1780 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258083	FAE II OPERATING LLC	STATE A AC 2 #025	3850	Oil	QUEEN	0.46		2478.8	1983-09-25	22536E NE SW	1980 FNL 1780 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258083	FAE II OPERATING LLC	STATE A AC 2 #003	3885	Gas	QUEEN	0.48		2534.2	1983-10-01	22536E 8	1980 FNL 1780 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258083	FAE II OPERATING LLC	STATE A AC 2 #059	3870	Oil	UNKNOWN	0.48		2534.4	1984-10-09	22536E 9	1980 FNL 2080 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258083	RAPTOR RESOURCES INC	STATE A AC 2 #004	3878	Gas	SEVEN RIVERS / QUEEN	0.48		2554.4	1980-01-01	22536E 9	1980 FNL 1780 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258083	CLAYTON WILLIAMS ENERGY INC	STATE A AC 2 #056	3890	Oil	UNKNOWN	0.49		2582.7	1981-06-09	22536E 8	1980 FNL 1780 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
300258083	PETROHAWK OPERATING CO	STATE A AC 2 #063	3850	Oil	GRANBURY	0.49		2582.7	1981-06-09	22536E 8	1980 FNL 1780 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	
		STATE A AC 2 #068	1030	Oil	UNKNOWN	0.5		2640	1981-06-15	22536E 9	1980 FNL 1780 FWL	32-4080222	-103-2765 STATE A AC 2 #068	Plugged site released [d]	

## **Exhibit B5**

State A AC 2 #69

UW/I API	Operator	Well Label	TD	Well Type	Current Zone	Distance in Miles	Distance in Feet From:	SPUD Date		Township Range Section	Footage	Surflat	Surfcon	Well Tie	Status
								SPUD	Completion						
30025827-2	F&E II OPERATING LLC	STATE A/C 2 #0509	3900	Injection	QUEEN	0	0	193-09-08	231-36E 8	261-PSL 1295 FEL	32-4061-109	-103-82353	STATE A/C 2 #069	Temporary Abandonment [expired]	
30025828-3	F&E II OPERATING LLC	STATE A/C 2 #0601	3949	Oil	QUEEN	0.18	950.4	197-05-14	225-36E 8	1982 FNL 1790 FEL	32-4043-654	-103-84059	STATE A/C 2 #069	Active	
30025829-3	CLAYTON WILLIAMS ENERGY INC	STATE A/C 2 #0524	3859	Gas	SEVEN RIVERS/QUEEN	0.18	1056	1942-12-26	225-36E 8 SE	1982 FNL 660 FEL	32-4034-576	-103-86042	STATE A/C 2 #069	Active	
30025830-3	F&E II OPERATING LLC	STATE A/C 2 #0536	3853	Gas	UNKNOWN	0.21	1108.8	195-08-06	235-36E 8	1982 FNL 1980 FEL	32-4034-574	-103-82474	STATE A/C 2 #069	Plugged [site released]	
30025831-2	F&E II OPERATING LLC	STATE A/C 2 #0533	3853	Gas	QUEEN	0.22	1106.8	1942-11-02	225-36E 8	1982 FNL 660 FEL	32-4080-201	-103-80348	STATE A/C 2 #069	Active	
30025832-3	F&E II OPERATING LLC	STATE A/C 2 #0543	3854	Gas	QUEEN	0.22	1161.5	1942-12-17	225-36E 8	1982 FNL 660 FEL	32-4051-111	-103-82474	STATE A/C 2 #069	Active	
30025833-3	F&E II OPERATING LLC	STATE A/C 2 #0547	3850	Gas	UNKNOWN	0.24	1167.2	195-12-14	225-36E 8	1982 FNL 660 FEL	32-4059-229	-103-82474	STATE A/C 2 #069	Active	
30025834-7	F&E II OPERATING LLC	STATE A/C 2 #0568	3910	Injection	GRAYBURG	0.3	1584	1983-08-25	225-36E 8	1982 FNL 1295 FEL	32-4024-825	-103-82351	STATE A/C 2 #069	Active	
30025835-2	F&E II OPERATING LLC	STATE A/C 2 #0564	3900	Injection	QUEEN	0.31	1636.8	1983-08-28	225-36E 8	1970 FNL 70-FNLF	32-4064-023	-103-72813	STATE A/C 2 #069	Temporary Abandonment [expired]	
30025836-2	F&E II OPERATING LLC	STATE A/C 2 #0571	3900	Injection	QUEEN	0.32	1689.6	1983-08-13	225-36E 8	1970 FNL 1250 FEL	32-4100-224	-103-72813	STATE A/C 2 #069	Temporary Abandonment [expired]	
30025837-2	F&E II OPERATING LLC	STATE A/C 2 #0565	3900	Injection	QUEEN	0.42	2217.6	1983-09-18	225-36E 9	1982 FNL 25 FMI	32-4024-876	-103-72813	STATE A/C 2 #069	Temporary Abandonment [expired]	
30025838-5	F&E II OPERATING LLC	STATE A/C 2 #0559	3900	Injection	QUEEN	0.42	2217.6	1983-09-18	225-36E 9	1982 FNL 25 FMI	32-4024-876	-103-72813	STATE A/C 2 #069	Temporary Abandonment [expired]	
30025839-5	F&E II OPERATING LLC	STATE A/C 2 #0557	3842	Oil	SEVEN RIVERS/QUEEN	0.45	2248.2	1945-11-30	225-36E 9	1982 FNL 660 FEL	32-4037-657	-103-72816	STATE A/C 2 #069	Plugged [site released]	
30025840-4	F&E II OPERATING LLC	STATE A/C 2 #0555	3850	Oil	GRAYBURG	0.46	2428.8	1961-03-18	225-36E 8	1982 FNL 660 FEL	32-4037-594	-103-28005	STATE A/C 2 #069	Plugged [site released]	
30025841-4	F&E II OPERATING LLC	STATE A/C 2 #0550	3840	Gas	QUEEN	0.46	2428.5	1942-09-19	225-36E CSW NW	1982 FNL 660 FWL	32-4050-032	-103-27662	STATE A/C 2 #069	Plugged [site released]	
30025842-9	F&E II OPERATING LLC	STATE A/C 2 #0552	3853	Gas	SEVEN RIVERS/QUEEN	0.47	2416.5	1945-02-12	225-36E 8	1982 FNL 1980 FEL	32-4073-942	-103-27662	STATE A/C 2 #069	Plugged [site released]	
30025843-3	F&E II OPERATING LLC	STATE A/C 2 #0557	3911.2	Oil	UNKOWN	0.47	2481.6	# N/A	225-36E 8	1982 FNL 1980 FEL	32-4086-337	-103-28034	STATE A/C 2 #069	Cancelled	
30025843-3	F&E II OPERATING LLC	STATE A/C 2 #0525	3850	Oil	QUEEN	0.47	2481.6	1945-11-11	225-36E 8	1982 FNL 1980 FWL	32-4086-337	-103-28034	STATE A/C 2 #069	Cancelled	
30025844-3	SUN EXPLORATION & PRODUCTION CO	PINE GROVE #0521	3887	Injection	TAMPA/TYRES	0.47	2481.6	1945-11-25	225-36E NE NE	1982 FNL 660 FEL	32-4116-583	-103-28035	STATE A/C 2 #069	Plugged [site released]	
30025845-3	SUN PACIFIC OIL CO	STATE A/C 2 #0523	3900	Injection	QUEEN	0.48	2534.4	1970-07-29	225-36E NE NW SW	1982 FNL 760 FWL	32-4051-664	-103-27766	STATE A/C 2 #069	Plugged [site released]	
30025883-2	F&E II OPERATING LLC	STATE A/C 2 #0526	3850	Gas	SEVEN RIVERS/QUEEN	0.48	2534.4	1943-02-09	225-36E NW NE	1982 FNL 1980 FEL	32-4116-593	-103-28477	STATE A/C 2 #069	Active	

## Exhibit B6

State A AC 2 #70

UVI API	Operator	Well Label	ID	Well Type	Current Zone	Distance in Miles	Distance in Feet From:	Spud Date	Township Range Section	Footage	Surflat	Surfcon	Well Tie	Status
30025382729	FAE II OPERATING LLC	STATE AAC #070	3900	Gas	QUEEN	0	0	1982-08-25	225 3E 8	1295 FSL 1195 FEL	32,4074825	-103-28251	STATE AAC 2 R070	Active
30025225577	FAE II OPERATING LLC	STATE AAC #051	3949	Oil	QUEEN	0.19	103.2	1970-05-14	225 3E 8	1980 FSL 1180 FEL	32,4038334	-103,28405	STATE AAC 2 R070	Active
3005988492	CLAYTON WILLIAMS ENERGY INC	STATE AAC #055	3850	Oil	GRABBURG	0.19	105.6	1961-03-18	225 3E 8	560 FSL 660 FEL	32,407159	-103,28045	STATE AAC 2 R070	Plugged (site released)
30025058353	FAE II OPERATING LLC	STATE AAC #024	3889	Gas	SEVEN RIVERS / QUEEN	0.21	110.8	1942-12-16	225 3E 8	1980 FSL 660 FEL	32,4039676	-103,28405	STATE AAC 2 R070	Active
30025508841	RAPTOR RESOURCES INC	STATE AAC #054	3883	Gas	SEVEN RIVERS / QUEEN	0.21	110.8	1961-02-12	225 3E 8	560 FSL 1190 FEL	32,4074242	-103,28472	STATE AAC 2 R070	Active
30025304693	CLAYTON WILLIAMS ENERGY INC	STATE AAC #057	3900	Oil	#N/A	0.21	253.4	#N/A	225 3E 8	660 FSL 560 FEL	32,400853	-103,28054	STATE AAC 2 R070	Canceled
30025382343	CLAYTON WILLIAMS ENERGY INC	STATE AAC #056	3883	Gas	UNKNOWN	0.21	116.5	1961-03-06	225 3E 8	1980 FSL 1180 FEL	32,403674	-103,28474	STATE AAC 2 R070	Plugged (site released)
30025528240	FAE II OPERATING LLC	STATE AAC #071	3900	Injection	QUEEN	0.3	1564	1983-09-18	225 3E 8	1295 FSL 1195 FEL	32,4062576	-103,28272	STATE AAC 2 R070	Plugged (site released)
30025528179	FAE II OPERATING LLC	STATE AAC #059	3900	Injection	QUEEN	0.3	1564	1983-09-06	225 3E 8	2015 FSL 1295 FEL	32,4061109	-103,28253	STATE AAC 2 R070	Temporary Abandonment (expired)
30025333939	BRECK OPERATING CORP	STATE H#03	3850	Gas	QUEEN	0.37	193.6	1969-12-19	225 3E 17	330 FNL 11650 FEL	32,3980143	-103,28364	STATE AAC 2 R070	Plugged (site released)
30025345459	FAE II OPERATING LLC	STATE H#05	4000	Oil	SEVEN RIVERS	0.39	2059	1982-11-19	225 3E 17	330 FNL 660 FEL	32,399182	-103,28204	STATE AAC 2 R070	Active
30025358029	FAE II OPERATING LLC	STATE AAC #092	3812	Gas	SEVEN RIVERS	0.43	227.4	2005-09-12	225 3E 8	560 FSL 2180 FEL	32,400297	-103,28685	STATE AAC 2 R070	Active
30025588523	FAE II OPERATING LLC	STATE AAC #058	3910	Injection	GRABBURG	0.44	233.2	1983-08-08	225 3E 9	2570 FNL 770 FNL	32,4064023	-103,28781	STATE AAC 2 R070	Temporary Abandonment (expired)
30025509543	HARINMAN DOLCE	STATE AAC #024	3878	Gas	SEVEN RIVERS / QUEEN	0.45	247.8	1937-03-31	225 3E 9	560 FSL 660 FEL	32,4007433	-103,27617	STATE AAC 2 R070	Active
30025088557	CLAYTON WILLIAMS ENERGY INC	PRE-REGARD WELL #032	3842	Oil	SEVEN RIVERS / QUEEN	0.46	248.3	1937-08-17	225 3E 17	560 FNL 660 FEL	32,3937111	-103,28445	STATE AAC 2 R070	Plugged (site released)
30025588440	FAE II OPERATING LLC	STATE H#03	3830	Oil	QUEEN	0.47	248.8	1955-11-10	225 3E 9	32,4043175	-103,27618	STATE AAC 2 R070	Plugged (site released)	
30025088533	CLAYTON WILLIAMS ENERGY INC	STATE AAC #053	3866	Oil	SEVEN RIVERS / QUEEN	0.47	2481.5	1977-02-01	225 3E 8	560 FSL 560 FEL	32,4008431	-103,28655	STATE AAC 2 R070	Active
30025088367	FAE II OPERATING LLC	STATE AAC #023	3870	Oil	SEVEN RIVERS / QUEEN	0.47	2481.5	1961-03-24	225 3E 8	660 FSL 1180 FWL	32,4017788	-103,28590	STATE AAC 2 R070	Plugged (site released)
30025088367	FAE II OPERATING CO	STATE AAC #037	3912	Oil	UNKNOWN	0.48	2594.4	1966-11-02	225 3E 8	1980 FSL 660 FWL	32,4028020	-103,28500	STATE AAC 2 R070	Plugged (site released)
30025125346	FAE II OPERATING LLC	STATE AAC #023	3855	Gas	QUEEN	0.48	2594.4	1966-11-11	225 3E 8	1980 FNL 1190 FEL	32,4080111	-103,28471	STATE AAC 2 R070	Active
30025125346	TEXAS PACIFIC OIL CO	STATE AAC #023	3900	Injection	QUEEN	0.49	2587.2	1970-07-09	225 3E 9 NW NW SW	2650 FSL 760 FWL	32,4046644	-103,27780	STATE AAC 2 R070	Plugged (site released)

## **Exhibit B7**

State A AC 2 #71

OW// API	Operator	Well Label	Well Type	Current Zone	Distance in Miles	Distance in Feet From:	SPUD Date	Township Range Section	Footage	Sunflat	Surflat	Well Tie	Status
3002553499	FATE II OPERATING LLC	STATE A/A/C #071	3900' injection	QUEEN	0	0	1981-09-18	225 36E 9	1255 FFL 25 FFL	32,402,487	103,278,323 STATE A/A/C 2 #071	Plugged (site released)	
3002550855	RAPTOR RESOURCES INC	STATE A/A/C #077	3900' injection	#N/A	0.19	1032	1981-09-18	225 36E 9	1255 FFL 25 FFL	32,400,843	-103,278,055 STATE A/A/C 2 #071	(Cancelled)	
3002550844	CLAYTON WILLIAMS ENERGY INC	STATE A/A/C #055	3978' Gas	SEVEN RIVERS/ QUEEN	0.2	1036	1981-05-31	225 36E 9	660 FFL 660 FFL	32,400,843	-103,276,677 STATE A/A/C 2 #071	Active	
3002550857	CLAYTON WILLIAMS ENERGY INC	PRE-ONGARD WELL #032	3850' Oil	GRAUBURG	0.21	1108	1961-03-30	225 36E 8	660 FFL 660 FFL	32,400,734	-103,278,045 STATE A/A/C 2 #071	Plugged (site released)	
3002550833	FATE II OPERATING LLC	STATE A/A/C #024	3841' Oil	SEVEN RIVERS/ QUEEN	0.21	1108	1945-11-30	225 36E 9	1980 FFL 660 FFL	32,404,375	-103,276,618 STATE A/A/C 2 #071	Plugged (site released)	
3002552348	TEXAS PACIFIC OIL CO	STATE A/A/C #032Y	3890' Injection	QUEEN	0.22	1161	2016-02-16	235 36E 5	1980 FFL 660 FFL	32,404,375	-103,276,618 STATE A/A/C 2 #071	Active	
3002550837	FATE II OPERATING LLC	STATE A/A/C #070	3900' Gas	QUEEN	0.24	1267.2	1970-07-09	225 36E 9 NE NW SW	2050 FFL 25 FFL	32,404,564	-103,275,585 STATE A/A/C 2 #071	Plugged (site released)	
3002550838	FATE II OPERATING LLC	STATE A/A/C #072	3900' Gas	QUEEN	0.3	1584	1981-08-25	225 36E 8	1255 FFL 1255 FFL	32,402,485	-103,282,51 STATE A/A/C 2 #071	Active	
3002550837	FATE II OPERATING LLC	STATE A/A/C #068	3910' Injection	GRAUBURG	0.32	1689.6	1982-08-30	225 36E 9 NE SW	1410 FFL 1440 FFL	32,402,864	-103,273,605 STATE A/A/C 2 #071	Active	
3002554248	FATE II OPERATING LLC	STATE H #005	4000' Oil	SEVEN RIVERS	0.32	1689.6	1982-08-08	225 36E 9	2570 FFL 360 FFL	32,406,403	-103,278,044 STATE A/A/C 2 #071	Temporary Abandonment (expired)	
3002550837	FATE II OPERATING LLC	STATE A/A/C #057	3900' Gas	QUEEN	0.4	2112	1981-02-13	225 36E 17 NE NE	330 FFL 660 FFL	32,398,018	-103,280,044 STATE A/A/C 2 #071	Active	
3002550837	FATE II OPERATING LLC	STATE A/A/C #059	3900' Injection	QUEEN	0.42	2217.6	1981-09-14	225 36E 9 NE NW SW	2615 FFL 1345 FFL	32,406,1185	-103,273,97 STATE A/A/C 2 #071	Active	
3002550837	FATE II OPERATING LLC	STATE A/A/C #061	3949' Oil	QUEEN	0.42	2217.6	1981-09-08	225 36E 8	2615 FFL 1285 FFL	32,406,233	STATE A/A/C 2 #071	Temporary Abandonment (expired)	
3002550849	FATE II OPERATING LLC	STATE A/A/C #001	3835' Oil	UNKNOWN	0.43	2270.4	1970-05-14	225 36E 8	1980 FFL 1780 FFL	32,406,564	-103,282,89 STATE A/A/C 2 #071	Active	
3002508933	FINLEY RESOURCES INC	SHELL STATE A#001	3804' Oil	SEVEN RIVERS/ QUEEN	0.45	2428.8	1935-07-02	225 36E 9	660 FFL 1974 FFL	32,407,458	-103,273,51 STATE A/A/C 2 #071	Active	
3002508947	FATE II OPERATING LLC	STATE A/A/C #038	3845' Gas	UNKNOWN	0.46	2418.8	1935-02-23	225 36E 9	660 FFL 660 FFL	32,397,1151	-103,286,616 STATE A/A/C 2 #071	Plugged (site released)	
3002508933	HARTMANN DOYLE	STATE H #001	3914' Oil	SEVEN RIVERS/ QUEEN	0.47	2428.8	1935-01-28	225 36E 5	1980 FFL 1800 FFL	32,397,1154	-103,271,91 STATE A/A/C 2 #071	Active	
3002508947	FATE II OPERATING LLC	STATE A/A/C #054	3863' Gas	SEVEN RIVERS/ QUEEN	0.47	2481.6	1937-08-14	225 36E 17	660 FFL 660 FFL	32,397,1112	-103,288,44 STATE A/A/C 2 #071	Plugged (site released)	
3002508955	PETROHAWK OPERATING CO	STATE A/A/C #030	3840' Gas	QUEEN	0.47	2481.6	1961-02-12	225 36E 8	660 FFL 1980 FFL	32,407,342	-103,284,72 STATE A/A/C 2 #071	Active	
3002508943	CLAYTON WILLIAMS ENERGY INC	STATE A/A/C #056	3853' Gas	UNKNOWN	0.48	2534.4	1945-09-19	225 36E 9 SW NW	1980 FFL 1660 FFL	32,408,762	-103,278,02 STATE A/A/C 2 #071	Plugged (site released)	
3002508933	FATE II OPERATING LLC	STATE A/A/C #023	3870' Oil	SEVEN RIVERS/ QUEEN	0.48	2534.4	1961-08-06	225 36E 8	1980 FFL 1580 FFL	32,405,624	-103,284,74 STATE A/A/C 2 #071	Plugged (site released)	
3002520979	PETROHAWK OPERATING CO	STATE A/A/C #059	3870' Oil	UNKNOWN	0.49	2587.2	1961-01-09	225 36E 9	1980 FFL 2080 FFL	32,404,742	-103,277,158 STATE A/A/C 2 #071	Plugged (site released)	

## Exhibit B

### State A AC 2 #72

UNW/ API	Operator	Well Label	TD	Well Type	Current Zone	Distance in Miles	Distance in Feet From:	SDS Date	Township Range Section	Footage	Status	Well ID	Well Label	Status
3000523281	PAE II OPERATING LLC	STATE A AC 2 #072	3850' Gas	QUEEN		0					Active			
300053847	PAE I OPERATING LLC	STATE A AC 2 #038	3850' Gas	UNKNOWN		0.18	555-4 156-11-28 223-36-9	1/10/01-10/01-09/01	110-12-15-16 NW SW	1930-15-1080 FFL	Abandoned			
300053970	PETROHAWK ENERGY CO	STATE A AC 2 #059	3850' Gas	UNKNOWN		0.19	555-4 156-11-28 223-36-9	1/10/01-10/01-09/01	110-12-15-16 NW SW	1930-15-1080 FFL	Abandoned			
300253849	PAE I OPERATING LLC	STATE A AC 2 #059	3850' Gas	UNKNOWN		0.21	110-8 155-12-07 236-9	1/10/01-10/01-09/01	110-12-15-16 NW SW	1930-15-1080 FFL	Abandoned			
3002533546	TEXAS PACIFIC OIL CO	STATE A AC 2 #024Y	3850' Oil	UNKNOWN		0.21	110-8 155-12-07 236-9	1/10/01-10/01-09/01	110-12-15-16 NW SW	1930-15-1080 FFL	Abandoned			
300253855	CLAYTON WILLIAMS ENERGY INC	PHE-ONGARD WELL #032	3842' Oil	SEVEN RIVERS / QUEEN		0.22	116-16 154-11-38 236-9	1/10/01-10/01-09/01	116-16 154-11-38 236-9	1980-07-650 FFL	Plugged (Site released)			
3002518353	PAE I OPERATING LLC	STATE A AC 2 #004	3878' Gas	SEVEN RIVERS / QUEEN		0.22	116-17 155-12-07 236-9	1/10/01-10/01-09/01	116-17 155-12-07 236-9	1980-07-650 FFL	Plugged (Site released)			
3002518276	PAE II OPERATING LLC	STATE A AC 2 #067	3960' Gas	QUEEN		0.27	112-6 158-2-09-14 223-36-9 NE SW	1/10/01-10/01-09/01	112-6 158-2-09-14 223-36-9 NE SW	1980-07-650 FFL	Plugged (Site released)			
300157380	PAE II OPERATING LLC	STATE A AC 2 #071	3900' Oil	QUEEN		0.32	1689-6 155-9-18 236-9	1/25/01-10/01-09/01	1689-6 155-9-18 236-9	1930-15-1080 FFL	Abandoned			
3002528277	PAE II OPERATING LLC	STATE A AC 2 #065	3910' Oil	UNKNOWN		0.33	220-4 155-9-18 236-9	1/25/01-10/01-09/01	220-4 155-9-18 236-9	1930-15-1080 FFL	Abandoned			
3001570950	ATLANTIC RICHFIELD CO	PHE-ONGARD WELL #002	3850' Oil	UNKNOWN		0.44	232-3 155-12-07 236-9	1/25/01-10/01-09/01	232-3 155-12-07 236-9	1980-07-650 FFL	Plugged (Site released)			
3002508556	PAE II OPERATING LLC	STATE A AC 2 #031	3850' Gas	SEVEN RIVERS / QUEEN		0.44	232-2 154-5-11-39 236-9 SW NW	1/25/01-10/01-09/01	232-2 154-5-11-39 236-9 SW NW	1980-07-650 FFL	Plugged (Site released)			
3002508544	APACHE CORP	STATE A #001	4000' Oil	SEVEN RIVERS / QUEEN		0.45	237-6 155-6-09-13 236-9	1/25/01-10/01-09/01	237-6 155-6-09-13 236-9	1980-07-650 FFL	Plugged (Site released)			
3002508555	PETROHAWK OPERATING CO	STATE A AC 2 #030	3840' Gas	QUEEN		0.46	237-6 155-6-09-13 236-9	1/25/01-10/01-09/01	237-6 155-6-09-13 236-9	1980-07-650 FFL	Plugged (Site released)			
3002544599	RAPTOR RESOURCES INC	STATE A AC 2 #077	3900' Oil	#N/A		0.48	237-6 155-6-09-13 236-9	1/25/01-10/01-09/01	237-6 155-6-09-13 236-9	1980-07-650 FFL	Plugged (Site released)			
3001570952	APACHE CORP	MARVELL STATE #001	3860' Oil	QUEEN		0.48	253-4 155-17-01 236-9 SW NW	1/25/01-10/01-09/01	253-4 155-17-01 236-9 SW NW	1980-07-650 FFL	Plugged (Site released)			
3002508533	PAE II OPERATING LLC	STATE A AC 2 #024	3850' Gas	SEVEN RIVERS / QUEEN		0.49	257-12 154-5-11-39 236-9	1/25/01-10/01-09/01	257-12 154-5-11-39 236-9	1980-07-650 FFL	Plugged (Site released)			
3002508532	FINLEY RESOURCES INC	SHELL STATE A #001	3804' Oil	SEVEN RIVERS / QUEEN		0.5	264-0 155-12-07 236-9	1/25/01-10/01-09/01	264-0 155-12-07 236-9	1980-07-650 FFL	Plugged (Site released)			
3002508542	CLAYTON WILLIAMS ENERGY INC	STATE A AC 2 #055	3850' Oil	GRAYBUSH		0.5	264-0 155-12-07 236-9	1/25/01-10/01-09/01	264-0 155-12-07 236-9	1980-07-650 FFL	Plugged (Site released)			

# State A A/C 2 #065

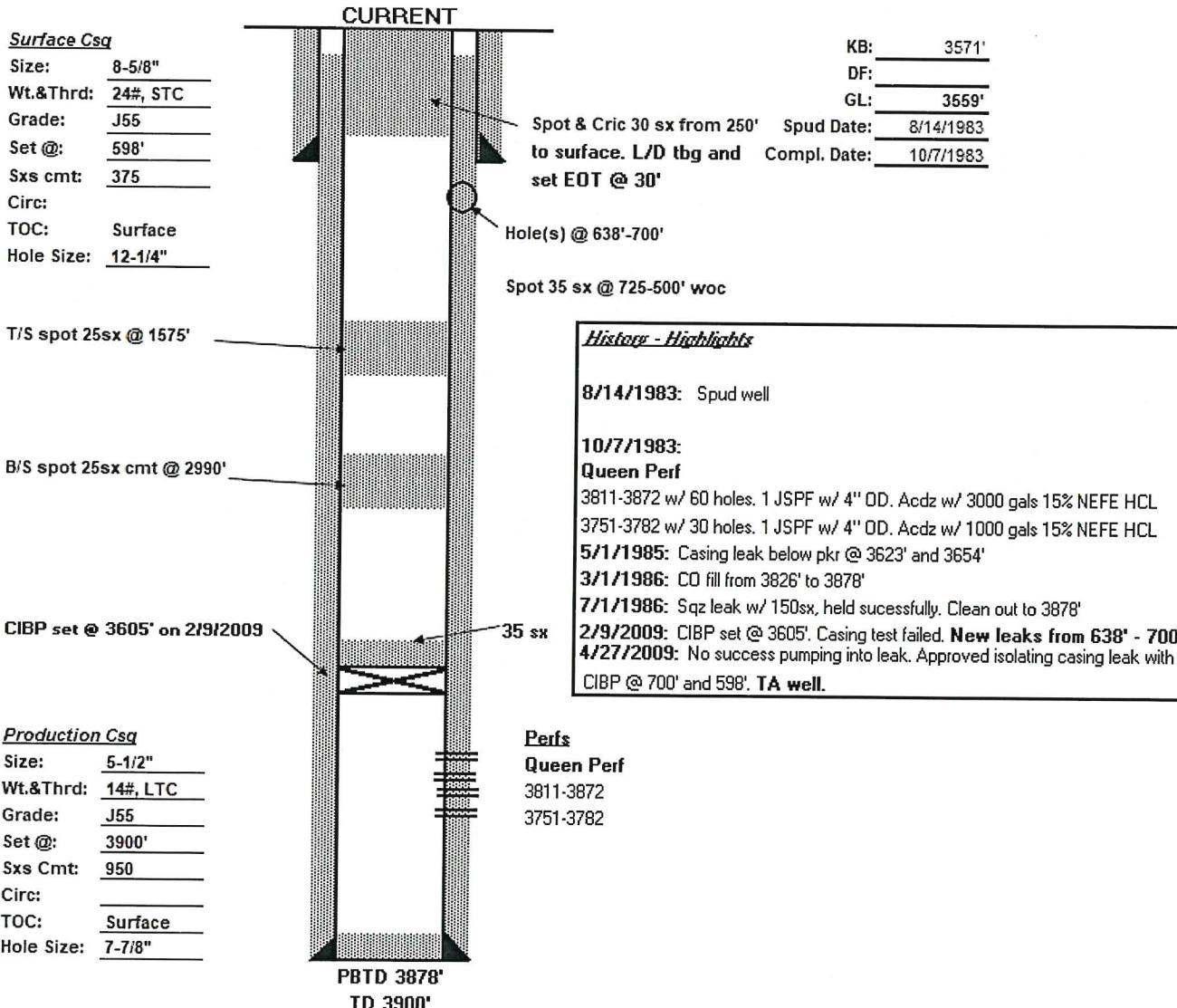
API# 30-025-28274

1345 FNL 25 FWL,

Sec 9, T23S, R36E Lea Co., NM

## VI. Exhibit C1

Well Name: <u>State A A/C 2 #65</u>	Plantation ID Number: _____	Lease Type: <u>STATE</u>
Location: <u>1345 FNL, 25 FWL; Unit E</u>	Sec: <u>9</u>	Township: <u>23S</u>
County: <u>Lea</u>	State: <u>NM</u>	API: <u>30-025-28274</u>



## VI. Exhibit C2

# State A A/C 2 #056

API# 30-025-08843

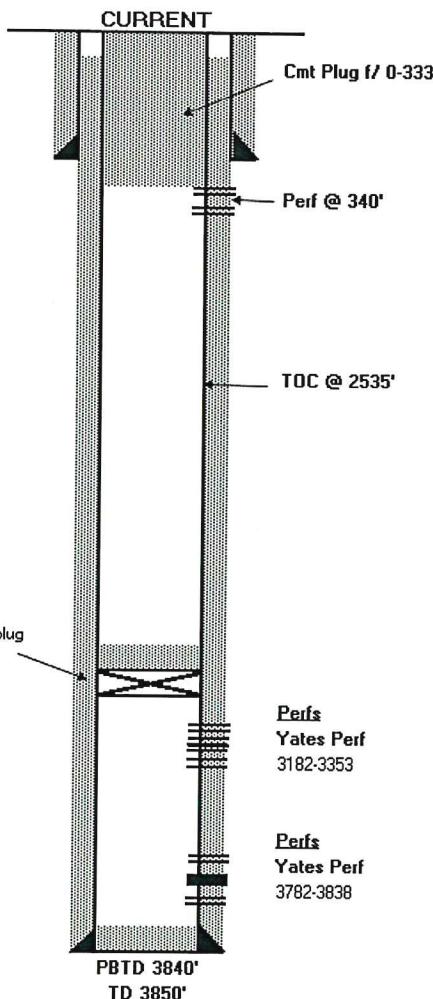
1980 FSL 1980 FEL,

Sec 8, T22S, R36E Lea Co., NM

Well Name: State A A/C 2 #56 Plantation ID Number: \_\_\_\_\_  
 Location: 1980 FSL, 1980 FEL Unit J Sec: 8 Township: 22S  
 County: Lea State: NM API: 30-025-08843

Lease Type: STATE  
 Range: 36E  
 Formation: Jalmat, Tansill- Yates- 7 Rivers

Surface Csg  
 Size: 8-5/8"  
 Wt.&Thrd: 24#, STC  
 Grade: J55  
 Set @: 333'  
 Sxs cmt: 300  
 Circ:  
 TOC:  
 Hole Size: 12-1/4"



KB: 3571'  
 DF: \_\_\_\_\_  
 GL: 3559'  
 Spud Date: 8/6/1961  
 Compl. Date: 9/21/1961

### History - Highlights

**8/6/1961:** Spud well  
**9/1961:** Set Ret @ 3706'. Sqz w/ 40 sx  
**Yates Perf**  
 3782-3838 SOT w/ 2000 gals oil + 2000#s  
 3182- 3353 SOT w/ 2000 gals oil + 6000#s  
**1/1990:** Replace tbg and put on pump  
**6/17/1994:**  
 Set CIBP @ 2858" w/ 35" cmt on plug (verbal approval from OCD for deviation from 3150' setting depth)  
 Circulated hole w/ 10 ppg gelled brine. Perforated 5-1/2" casing @ 350  
 Circulate cmt down 5-1/2" casing and up the 5-1/2" to 6-5/8" annulus to surface  
 Cut 5-1/2" and 8-5/8" casing 3' below GL. Set P & A marker

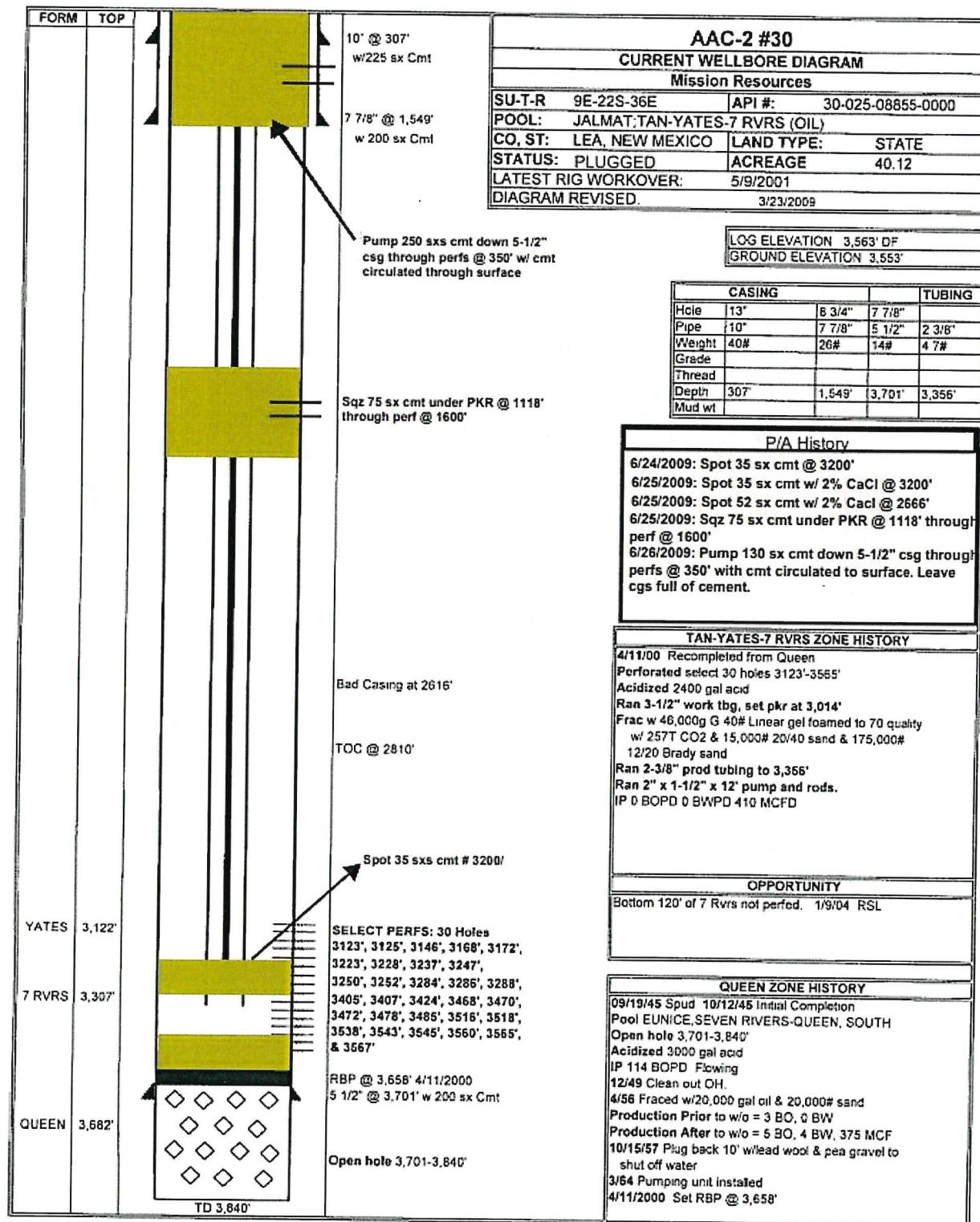
# State A A/C 2 #30

API# 30-025-08855

1345 FNL 25 FWL,

Sec 9, T23S, R36E Lea Co., NM

## VI. Exhibit C3



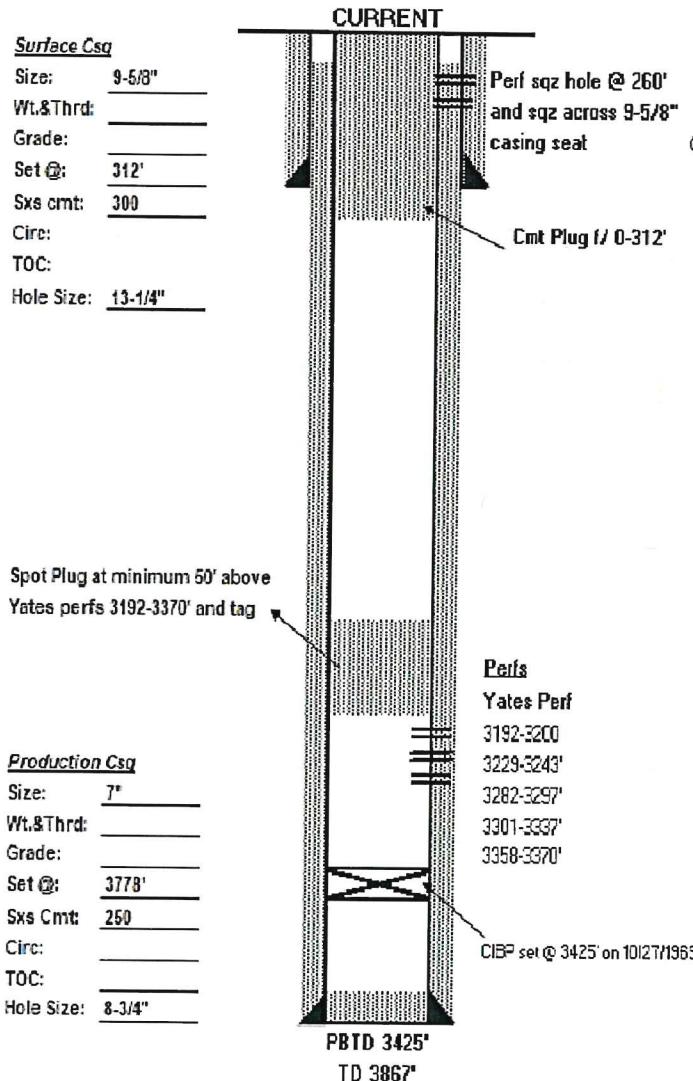
# Pre- Ongard Well #51

API# 30-025-08843  
 1980 FNL 1980 FWL,  
 Sec 8, T23S, R36E Lea Co., NM

## VI. Exhibit C4

Well Name:	PRE-ONGARD WELL #051	Plantation ID Number:	
Location:	1980 FNL 1980 FWL	Unit/F Sec:	8
County:	Lea	State:	NM
		API:	30-025-08843

Lease Type:	STATE
Range:	36E
Formation:	Jalmat, Tansill-Yates- 7 Rivers



KB:	
DF:	
GL:	3595'
Commenced Date:	10/15/1969
Compl. Date:	10/27/1969

### History - Highlights

10/15/1969: Well commencement

10/27/1969: Set CIBP @ 3425'

#### Yates Perf

3192-3200, 3229-3243, 3282-57, 3301-37, 3358-70 w/ 85 holes. frac'd w/ 15000 gals  
gelled brine w/ 30000# 10/20 sand

Ran tubing set at 3364', swabbed and placed on production

6/1972: TA'd and shut in due to uneconomical production

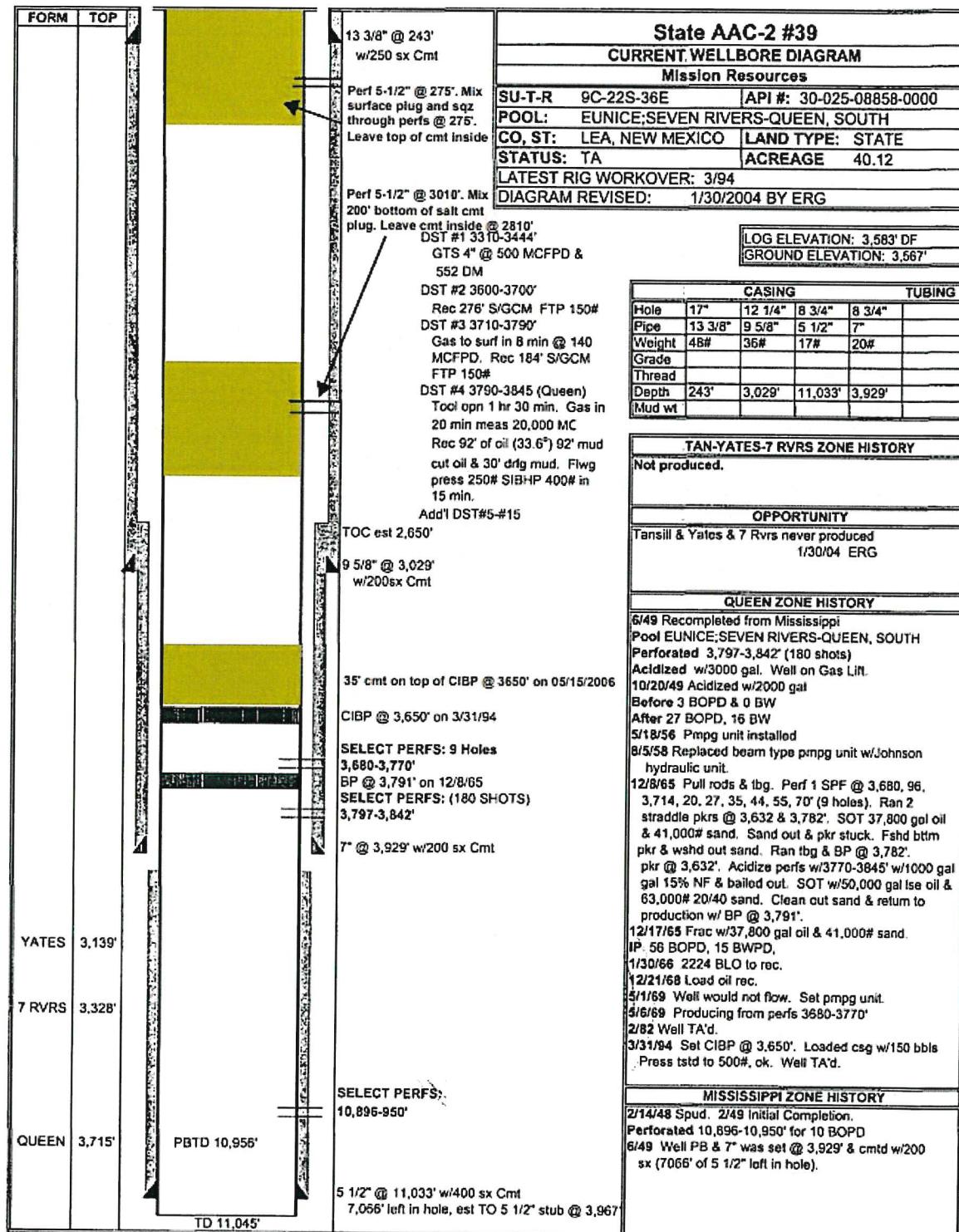
9/20/1988: w/ tbg tag omni plug at 3074' circ hole w/ 10# mud POH 1.5 2-7/8" tbg

9/21/1988: cut 7" csg @ 370' POH mix & spot 100 sks. Cmt plug from 420' to 134'

# State A A/C 2 #39

API# 30-025-08858  
990 FNL 1650 FWL,  
Sec 9, T22S, R36E Lea Co., NM

## VI. Exhibit C5



# State A A/C 2 #32Y

API# 30-025-08857

1980 FSL 660 FWL,

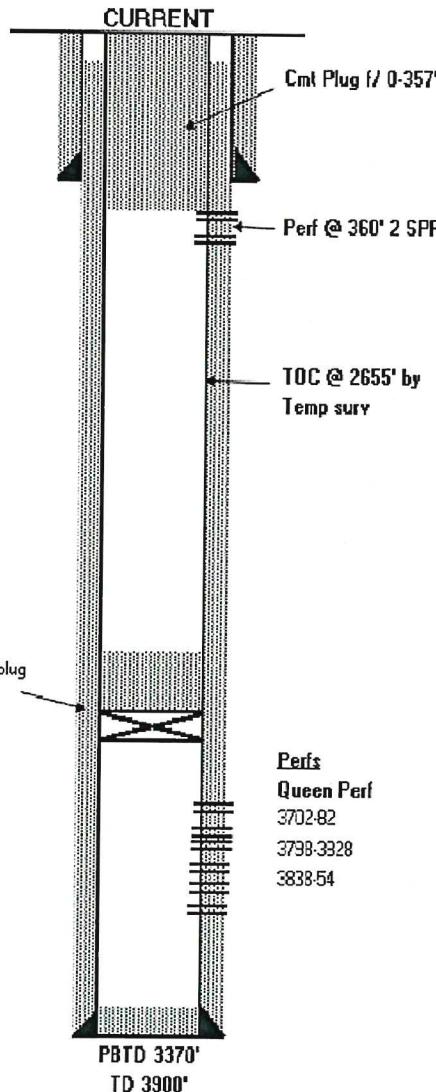
Sec 9, T22S, R36E Lea Co., NM

## VI. Exhibit C6

Well Name: State A A/C 2 #32Y Plantation ID Number: \_\_\_\_\_  
 Location: 1980 FSL 660 FWL; Unit L Sec: 9 Township: 22S  
 County: Lea State: NM API: 30-025-08857

Lease Type: STATE  
 Range: 36E  
 Formation: Eunice; 7 Rivers, Queen, South

Surface Csg  
 Size: 7-5/8"  
 Wt.&Thrd: 26#  
 Grade:  
 Set @: 375'  
 Sxs cmt: 175  
 Circ:  
 TOC:  
 Hole Size: 11"



KB:  
 DF:  
 GL: 3560'  
 Spud Date: 7/9/1970  
 Compl. Date: 7/26/1970

### History - Highlights

7/9/1970: Spud well  
Queen Perf  
 3702, 05, 10, 14, 16, 21, 23, 25, 29, 40, 49, 53, 58, 65, 67, 72, 80, 82  
 3702-3782 w/ 18 holes. Acidz 2000 gals w/ 15% NE acid

1/1985:  
Queen Perf  
 3838-3854 ard Acidz w/ 1500 gal  
 3798-3828 ard Acidz w/ 3000 gal

3/05/1993: set CIBP @ 3650'. Dumped 40' cml on CIBP

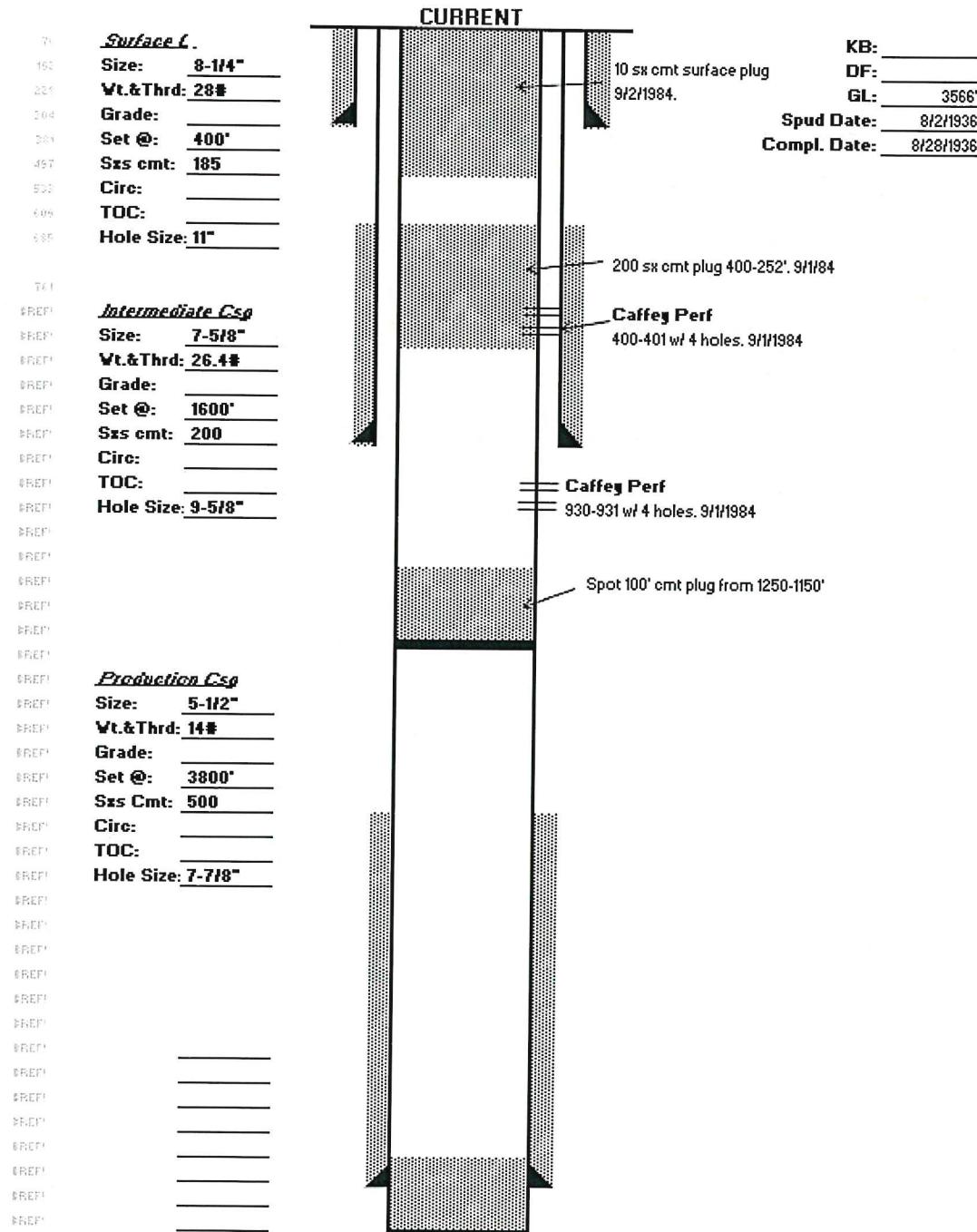
3/17-3/20/1993:  
 Displaced hole w/ 65 bbls 10 ppg gelled brine from CIBP to surface. Perf 4-1/2" casing at 360', 2 SPF. Pumped 135 sx Class "C" w/ 2% CaO2 down 4-1/2" casing and up 4-1/2" to 7-5/8" annulus. Cut casing 3' below 3' and install F&A marker

# Pre-Ongard Well #32

API# 30-025-08857  
 1980 FSL 660 FWL,  
 Sec 9, T22S, R36E Lea Co., NM

## VI. Exhibit C7

Well Name:	State A A/C 2 #32	EW Prop #	45141.001	Lease Type:	Fee
Location:	1980 FSL 660 FWL; Unit L. 22S-36E-09			County/State:	Lea/NM
Field/Formation:	Eumont (Yates, 7R, Queen)			API:	30-025-08857



# State A A/C 2 #59

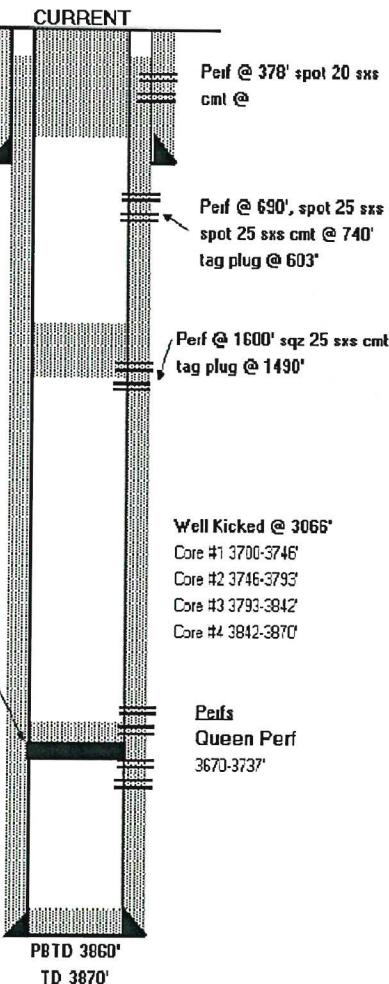
API# 30-025-20970  
1980 FSL 2080 FWL,  
Sec 9, T22S, R36E Lea Co., NM

## VI. Exhibit C8

Well Name: State A A/C 2 #59 Plantation ID Number: \_\_\_\_\_  
Location: 1980 FSL, 2080 FWL; Unit Sec: 9 Township: 22S  
County: Lea State: NM API: 30-025-20970

Lease Type: STATE  
Range: 36E  
Formation: Eunice; 7 Rivers; Queen; South

Surface Csg  
Size: 7-5/8"  
Wt.&Thrd: 26#, STC  
Grade: N-80  
Set @: 328'  
Sxs cmt: 250 sx  
Circ: Yes  
TOC:  
Hole Size: 11"



KB: \_\_\_\_\_  
DF: \_\_\_\_\_  
GL: 3576'  
Spud Date: 10/9/1964  
Compl. Date: 12/4/1964

### History - Highlights

10/9/1964: Spud well  
10/26/1964: set CIEP @ 3760' & cap w/ 1 sk cmt  
Queen Perf  
3670, 3680, 3686, 3702, 3718, 3737, 3797, 3822 w/ 8 holes. 1 SPI Accz w/ 1000 gals  
5/27/2004:  
Set CIBP @ 3600' on theg and spot sxs cmt  
Spot 200' plug base of salt 3010'. Get rate in casing leak @ 2510'  
8/26/2009: Perf @ 1600' sqz 25 sxs cmt @ 1600' tag plug @ 1490'  
8/27/2009: Perf @ 690' Pressure up to 500 PSI held, spot 25 sxs cmt @ 740' tag plug at 603'  
8/31/2009: Perf @ 378' Spot 20 sxs cmt @ 404' tag plug @ 165'

Production Csg  
Size: 4-1/2"  
Wt.&Thrd: 9.5#, LTC  
Grade: K-55  
Set @: 3870'  
Sxs Cmt:  
Circ: 300  
TOC:  
Hole Size: 6-3/4"

Perfs  
Queen Perf  
3670-3737'

## VI. Exhibit C9

# State A A/C 2 #071

API# 30-025-28280

1295 FSL 25 FWL,

Sec 9, T22S, R36E Lea Co., NM

Well Name: State A A/C 2 #71

Plantation ID Number: \_\_\_\_\_

Location: 1295 FSL 25 FWL; Unit / Sec: 9

Township: 22S

County: Lea

State: NM

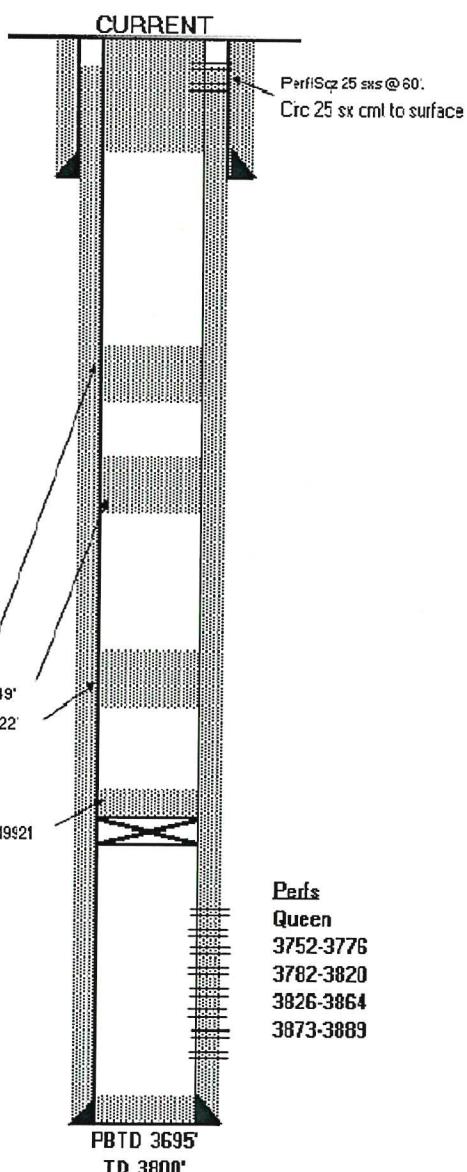
API: 30-025-28280

Lease Type STATE

Range: 36E

Formation: Eunice SR Qv, South

Surface Csg  
 Size: 8-5/8"  
 Wt.&Thrd: 24#, STC  
 Grade: J55  
 Set @: 588'  
 Sxs cmt: 375  
 Circ:  
 TOC:  
 Hole Size: 12-1/4"



KB: \_\_\_\_\_  
 DF: \_\_\_\_\_  
 GL: 3569'  
 Spud Date: 9/18/1983  
 Compl. Date: 10/29/1983

### History - Highlights

**9/18/1983:** Spud well

**10/20/1983:**

**Queen Perf**

3847-3877 w/ 31 holes. 1 JSPPG. Acidz w/ 1800 gals 15% HCL

3783-3835 w/ 53 holes. 1 JSPP. Acidz w/ 3000 gals 15% HCL

3763-3775 w/ 13 holes. 1 JSPP. Acidz w/ 750 gals 15% HCL

**10/30/1983:** Injection string with pkr set @ 3710' and turn to injection

**12/17/1992:** TA status. RIG w/ CBP and set @ 3700' w/ 2 sxs on top

**6/12/2013:** most recent passed pressure test

**6/4/2015:** Spst sxs cmt @ 3163' to 2922'. Spst 25 sxs cmt from 1490' to 1249'. Spst 25 sxs from 538' to 394' - tag @ 400'. Perf @ 60' - Circ 25 sxs cmt to surface

**6/5/2015:** RDMD

Production Csg  
 Size: 5-1/2"  
 Wt.&Thrd: 14#, LTC  
 Grade: K55  
 Set @: 3900'  
 Sxs Cmt: 950  
 Circ:  
 TOC:  
 Hole Size: 7-7/8"

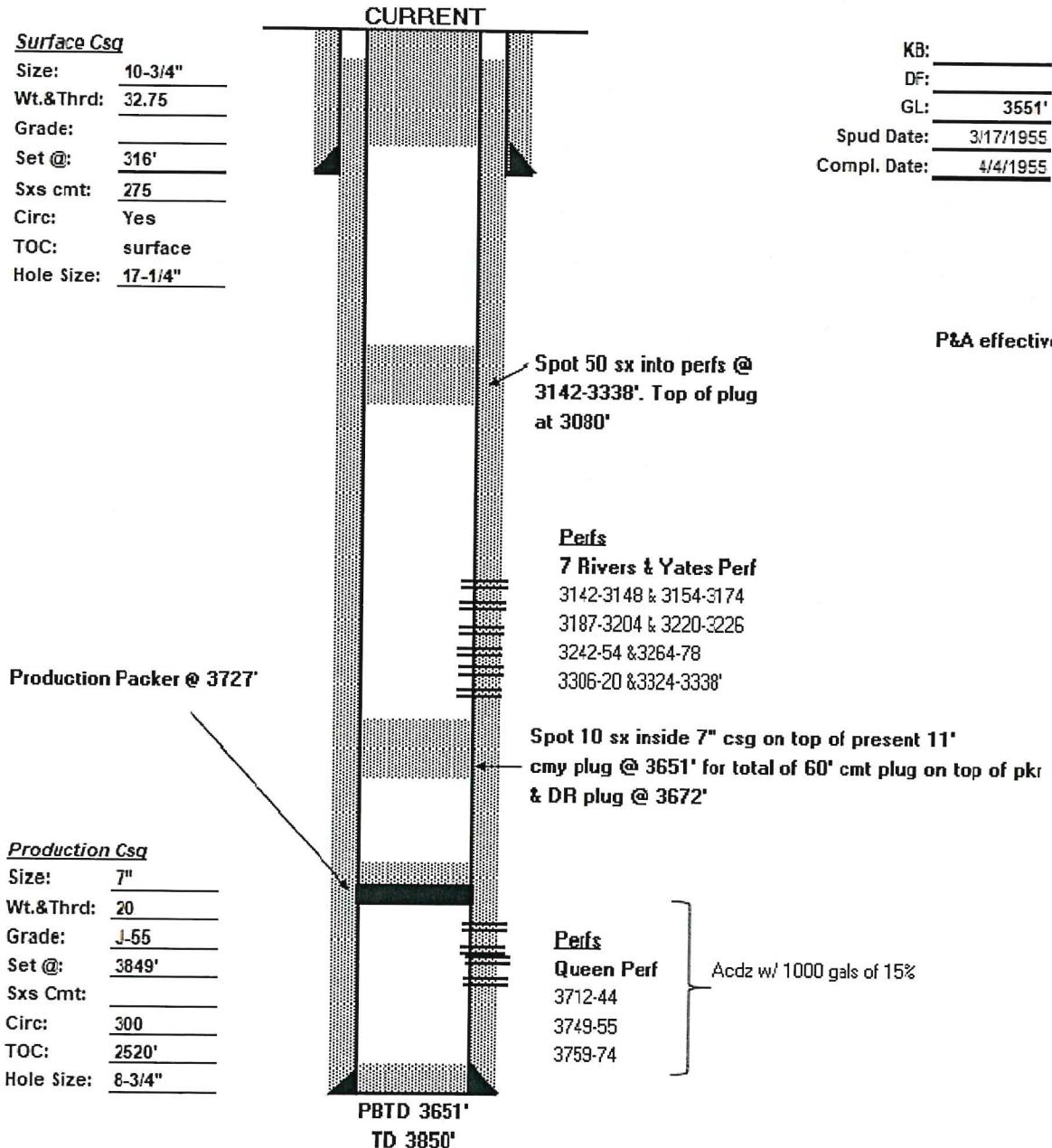
## VI. Exhibit C10

### Pre-Ongard Well #002

API# 30-025-08850  
 1980 FSL 1980 FEL,  
 Sec 9, T22S, R36E Lea Co., NM

Well Name:	<b>Pre-Ongard #002</b>	Plantation ID Number:	Lease Type:	STATE
Location:	1980 FSL, 1980 FEL; Unit J	Sec: 9	Township:	22S
County:	Lea	State:	NM	API: 30-025-08850

Formation: Eunice; 7 Rivers, Queen, South



# State A A/C 2 #55

API# 30-025-08842

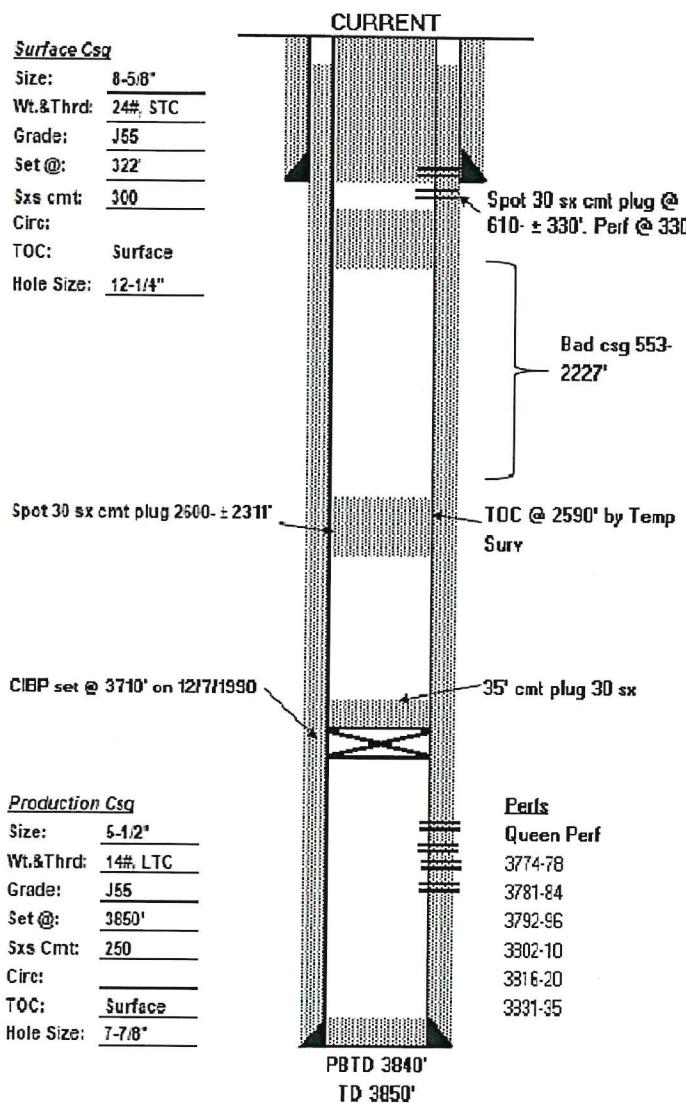
660 FSL 660 FEL,  
Sec 9, T22S, R36E Lea Co., NM

## VI. Exhibit C11

Well Name: State A A/C 2 #55 Plantation ID Number: \_\_\_\_\_  
 Location: 660 FSL 660 FEL; Unit P Sec: 8 Township: 22S  
 County: Lea State: NM API: 30-025-08842

Lease Type: STATE  
 Range: 36E  
 Formation: Eunice, 7 Rivers, Queen, South

Surface Csg  
 Size: 8-5/8"  
 Wt.&Thrd: 24#, STC  
 Grade: J55  
 Set @: 322'  
 Sxs cmt: 300  
 Circ:  
 TOC: Surface  
 Hole Size: 12-1/4"



KB: 3571'  
 DF:  
 GL: 3581'  
 Spud Date: 3/29/1962  
 Compl. Date: 4/5/1962

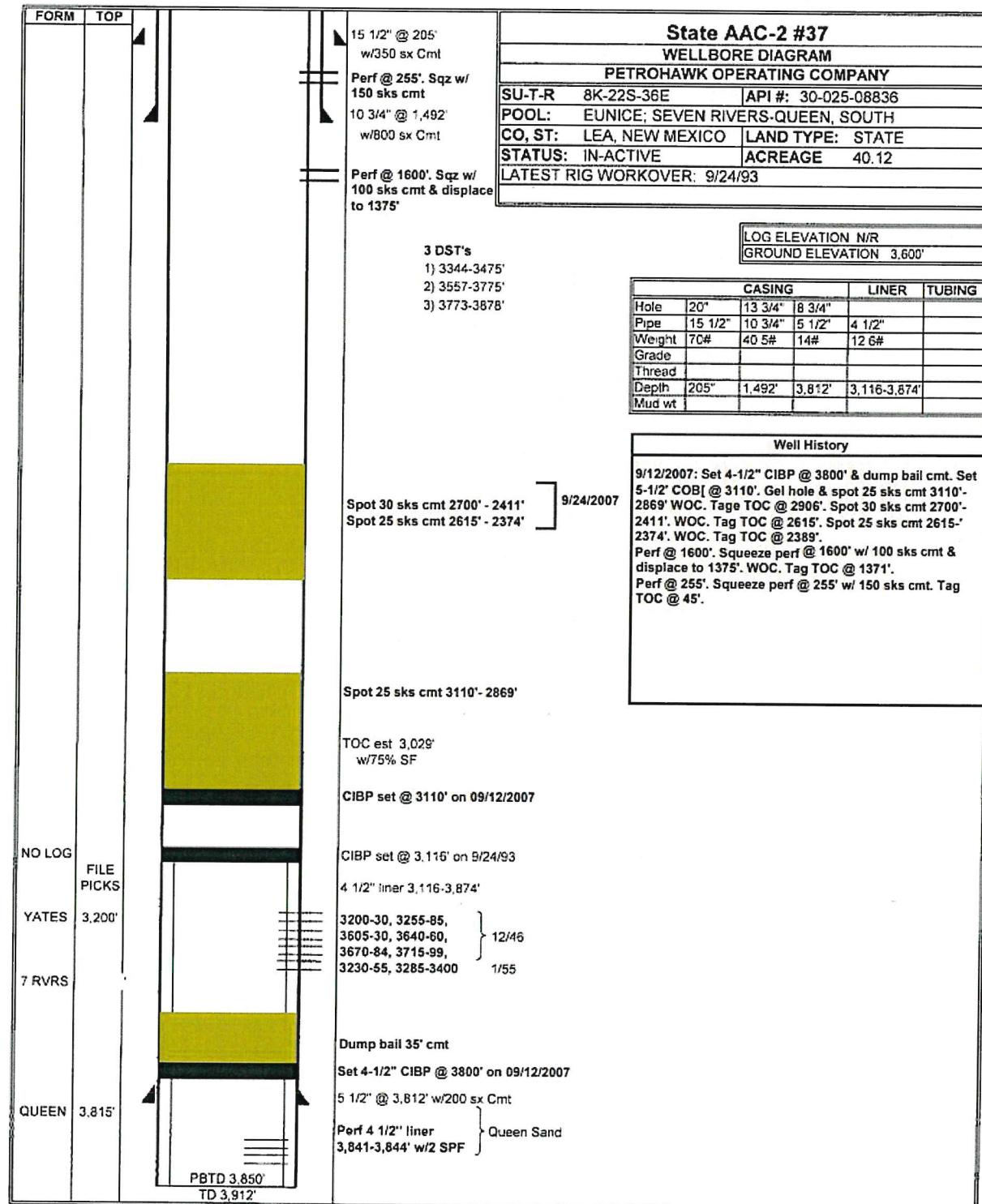
### History - Highlights

3/29/1962: Spud well  
 3/1961:  
**Queen Perf**  
 3774-78, 3781-84, 3792-96, 3802-10, 3816-20, 3931-35 w/ 140 shots  
**Vibrofrac 3804-08**  
 9/1970: Convert to w/w  
 4/1986: Convert to producer  
 12/7/1990: Set CIBP @ 3710'. Isolate bad casing f/ 553' to 2227'  
 3/5/1993: P&A  
 Spot 30 sec on CIBP. Spot 30 sec cement plug 2600-± 2311'  
 Spot 30 sec cement plug 610 -± 330. Perforated 5-1/2" csg @ 330', 2 SPF

State A A/C 2 #37

## **VI. Exhibit C12**

API# 30-025-08836  
1980 FSL 1980 FWL,  
Sec 8, T22S, R36E Lea Co., NM



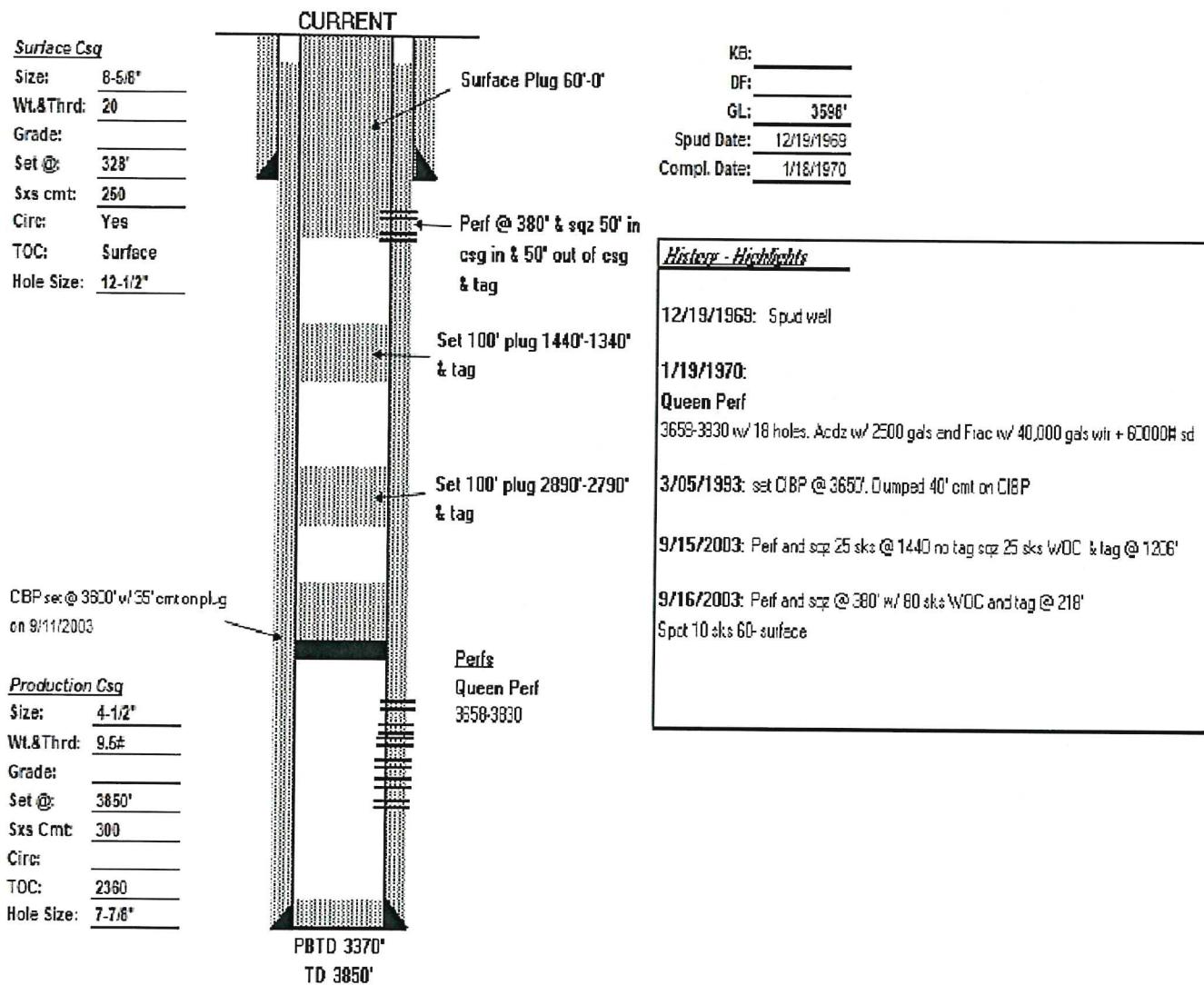
## VI. Exhibit C13

## State H #003

API# 30-025-23389  
 330 FNL 1650 FEL,  
 Sec 17, T22S, R36E Lea Co., NM

Well Name:	<u>State H #003</u>	Plantation ID Number:	
Location:	<u>330 FNL 1650 FEL</u>	Unit:	<u>B</u>
Sec:	<u>17</u>	Township:	<u>22S</u>
County:	<u>Lea</u>	State:	<u>NM</u>
		API:	<u>30-025-23389</u>

Lease Type: STATE  
 Range: 36E  
 Formation: Eunice; 7 Rivers, Queen, South

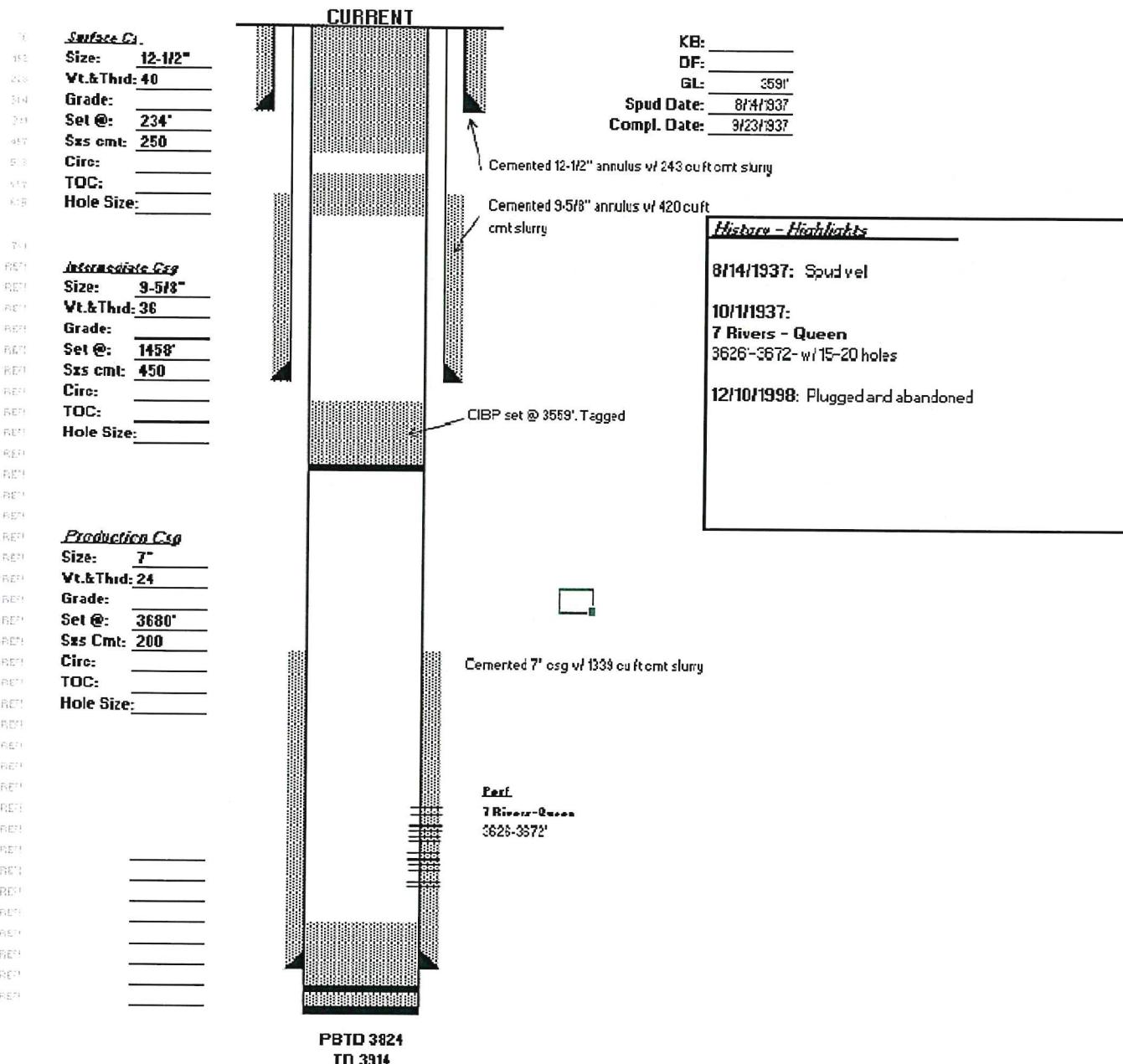


## VI. Exhibit C14

## State H #001

API# 30-025-08933  
 660 FNL 660 FEL,  
 Sec 17, T22S, R36E Lea Co., NM

<b>Well Name:</b> State H #001	<b>Lease Type:</b> _____
<b>Location:</b> 660 FNL 660 FEL, Unit A, 22S-36E-17	<b>County/State:</b> Lea/NM
<b>Field/Formation:</b> Eunice; 7 Rivers, Queen, South	<b>API:</b> 30-025-08933



# State A A/C 2 #53

API# 30-025-08840  
660 FNL 1980 FWL,  
Sec 8, T22S, R36E Lea Co., NM

## VI. Exhibit C15

Well Name: State A A/C 2 #53

Plantation ID Number: \_\_\_\_\_

Lease Type: STATE

Location: 660 FNL 1980 FWL; Unit N Sec: 8

Township: 22S

Range: 36E

County: Lea

State: NM

API: 30-025-08840

Formation: Eunice; 7 Rivers; Queen; South

Surface Csg

Size: 8-5/8"

Wt.&Thrd: 24#

Grade:

Set @: 330'

Sxs cmt: 300

Circ:

TOC: Surface

Hole Size: 12-1/2"

CURRENT

Surface Plug 60'-0"

Perf @ 240'

KB: \_\_\_\_\_

DF: \_\_\_\_\_

GL: 3592'

Spud Date: 2/4/1961

Compl. Date: 2/10/1961

CEP set @ 3710' w/ 35' carton plug  
on 12/07/1991

Production Csg

Size: 5-1/2"

Wt.&Thrd: 14#

Grade:

Set @: 3785'

Sxs Cmt: 250

Circ:

TOC: 2550'

Hole Size: 7-7/8"

PBTD 3370'

TD 3886'

History - Highlights

2/4/1961: Spud well

12/07/1991: Set CEP @ 3710' w/ 35' carton plug

06/17/1994: Circulated hole w/ 10 ppg gelled brine. Perf 5-1/2" csg @ 240'  
Circ 120 sec until down 5-1/2" csg and up 5-1/2" to 8-5/8" annulus to surface

9/15/2003: Perf and sqz 25 sks @ 1440 no leg sqz 25 sks WOC & leg @ 1206'

9/16/2003: Perf and sqz @ 390 w/ 80 sks WOC and leg @ 218'  
Squeeze 10 sks 60+ surface

# Shell State A #001

## VI. Exhibit C16

API# 30-025-08932

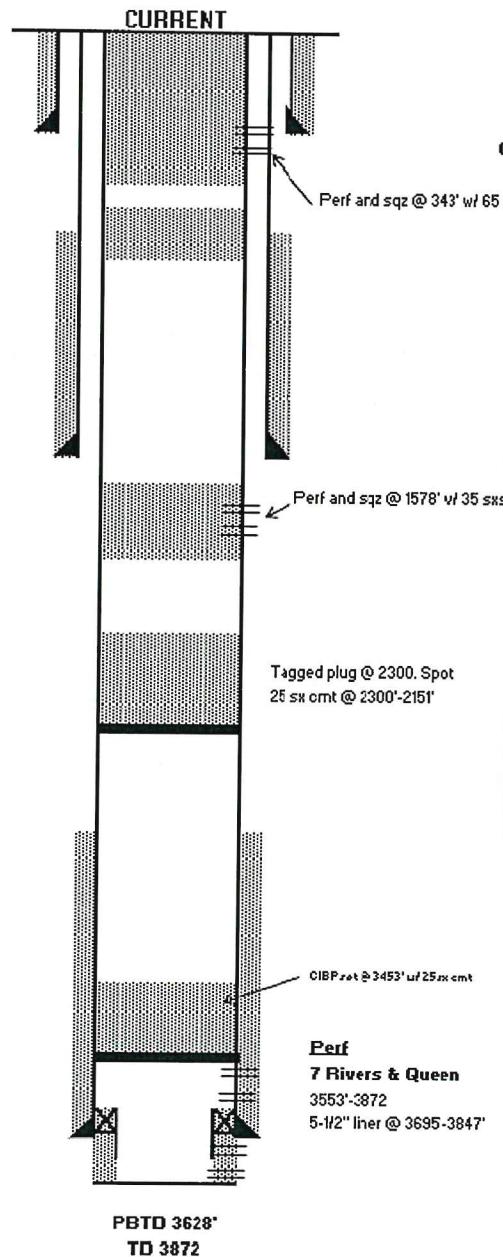
660 FNL 660 FWL,

Sec 16, T22S, R36E Lea Co., NM

**Well Name:** Shell State A #001  
**Location:** 660 FNL 660 FWL; Unit D. 22S-36E-16  
**Field/Formation:** Eumont (South, 7 Rivers, Queen)

**Lease Type:** State  
**County/State:** Lea/NM  
**API:** 30-025-08932

**Surface C.**  
**Size:** 12-1/2"  
**Vt.&Thrd:** 40#  
**Grade:**  
**Set @:** 243'  
**Sxs cmt:** 100  
**Circ:**  
**TOC:**  
**Hole Size:** 17-1/2"



**KB:**  
**DF:**  
**GL:** 3574'  
**Spud Date:** 2/25/1937  
**Compl. Date:** 4/14/1937

### History - Highlights

2/25/1937: Spud well  
 7 Rivers and Queen Perf  
 3553-3872

11/26/2014: Set packer @ 2000'. Sqz'd 175 sxs cmt and displaced to 2550'. WOC

12/01/2014: Tagged plug @ 2300'. Spotted 25 sxs cmt @ 2300-2151'. Perf'd csg @ 1578'. Set Packer @ 1278'. Sqz'd 50 sxs cmt. WOC. No tag.

12/02/2014: Tagged plug @ 1470'. Perf'd casing @ 343'. Set packer @ 10' and sqz'd 90 sxs and circulated to surface

**Intermediate Csg**  
**Size:** 9-5/8"  
**Vt.&Thrd:** 58#  
**Grade:**  
**Set @:** 1478'  
**Sxs cmt:** 450  
**Circ:**  
**TOC:**  
**Hole Size:** 12"

**Production Csg**  
**Size:** 7"  
**Vt.&Thrd:** 24#  
**Grade:**  
**Set @:** 3475'  
**Sxs Cmt:** 200  
**Circ:**  
**TOC:**  
**Hole Size:** 7-7/8"

**Perf**  
**7 Rivers & Queen**  
 3553-3872  
 5-1/2" liner @ 3695-3847'

# Maxwell State #001

API# 30-025-08921  
660 FNL 1980 FWL,  
Sec 16, T22S, R36E Lea Co., NM

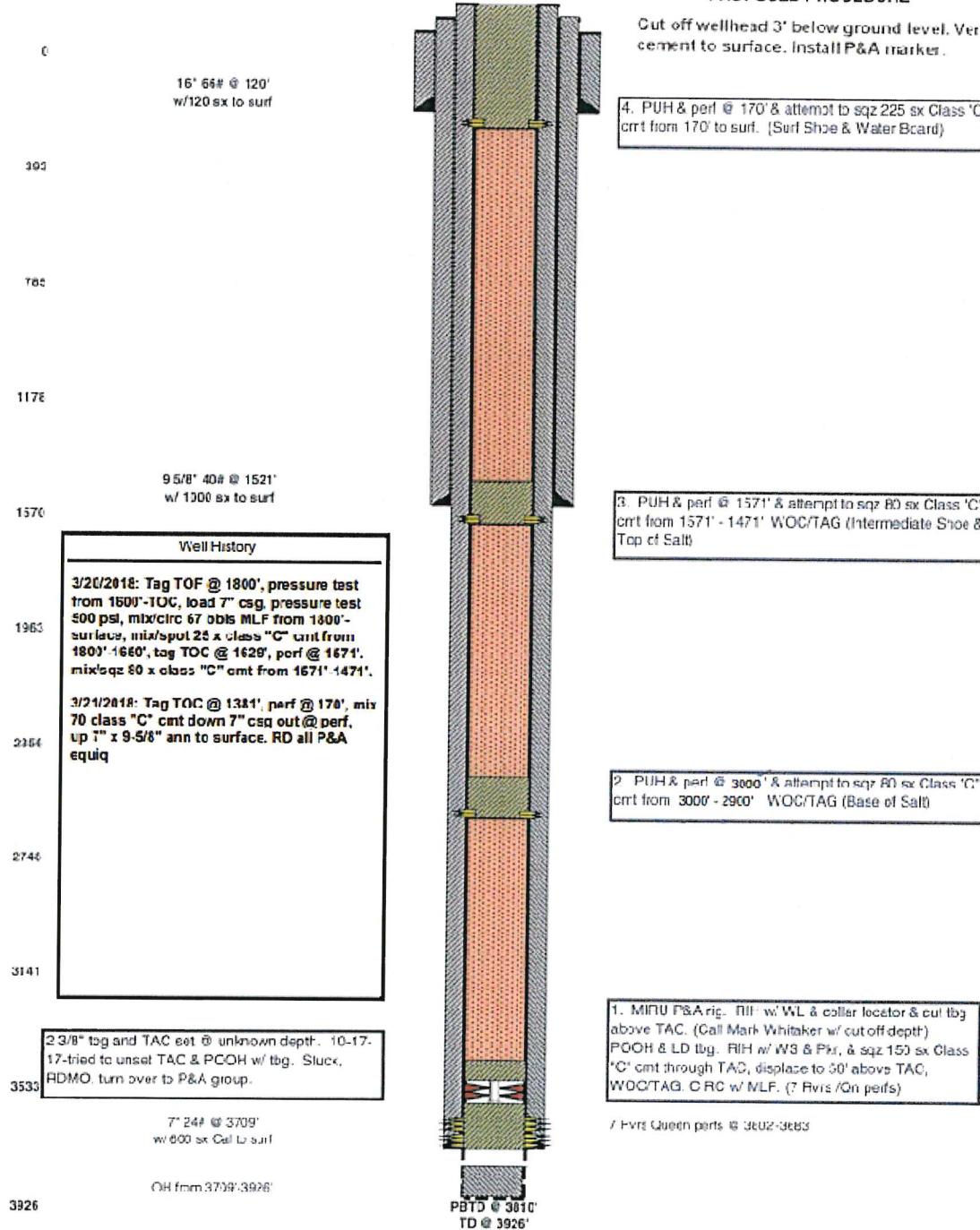
## VI. Exhibit C17

LEASE NAME	Maxwell State
WELL #	1
API #	30-025-08921
COUNTY	LEA, NM

### PROPOSED PROCEDURE

Cut off wellhead 3' below ground level. Verify cement to surface. Install P&A marker.

4. PUH & perf @ 170' & attempt to sqz 225 sx Class 'C' cmt from 170' to surf. (Surf Shoe & Water Board)



## VII. Proposed Injection Operation

1. Average injection rate target will be ~600 bpd. Maximum injection rate will be 1000 bpd. These numbers are based off of typical injection rates in nearby Yates-Seven Rivers-Queen water floods.
2. The system will be a closed system. The injection well will not be made available for commercial disposal purposes.
3. Average injection pressure will be ~700 psi. Maximum injection pressure will be calculated relative to the depth of the highest perforation, using a factor of 0.2 psi/ft. The proposed injector will have perforation depths of approximately 3,640' and 3599' (or 728 psi and 720 psi maximum injection pressure, respectively). Pending results of a step rate test, the maximum injection pressure could potentially be increased to a factor of 0.6 psi/ft (or 2,184 psi at 3,640' and 2160 psi at 3599').
4. The water source will be produced water from nearby wells and water transfer lines.
5. Injection will be into the Seven Rivers – Queen formation, which is immediately productive in the area.

## VIII. Geologic Data

The waterflood will be injecting into the Seven Rivers – Queen. The portion that will be injected consists mainly of sandstones interbedded with dolomites and anhydrites. The reservoir quality rocks have porosities ranging from 10% to 20% and averages around 16%. Formation Tops Are:

Formation	Offset Top (STATE A/C 2 #39) 30-025-08858	Contents
Alluvium	GL	Fresh Water
Rustler	1450	Anhydrite
Salado (top of salt)	1615	Salt
Tansill (base of salt)	2971	Gas, Oil, & Water
Yates	3129	Gas, Oil, & Water
Seven Rivers	3320	Gas, Oil, & Water
<i>SR-Queen Injection Interval</i>	<i>3599-3950</i>	<i>Gas, Oil, &amp; Water</i>
Queen	3699	Gas, Oil, & Water
Grayburg	3983	Gas, Oil, & Water
Total Depth	11030	

## IX. Proposed Stimulation Program

The injectors will be acidized with 5,000 gal 15% HCl for each set of perforations. Acid in the Seven Rivers – Queen formation is known to break down the perfs and cause injection at lower pressures vs perforating alone. The injectors will not be sand frac'd so there will be better vertical conformance.

#### X. Logging and Test Data for Wells

The STATE A A/C 2 #64, STATE A A/C 2 #65, STATE A A/C 2 #68, STATE A A/C 2 #69, STATE A A/C 2 #71 will be reactivated as an injector. The well logs for this well have been submitted to the NMOCD previously.

The STATE A A/C 2 #67, STATE A A/C 2 #70, and STATE A A/C 2 #72 will be converted from a producer to an injector. The well logs for this well have been submitted to the NMOCD previously.

Test Data for the above mentioned wells is as follows:

##### **STATE A A/C 2 #64**

Date: 10-1-1983

Perf Interval: 3840-3876 w/ 37 holes, 4" OD CG.  
3792-3832 w/ 41 holes, 4" OD CG.  
3756-3788 w/ 33 holes, 4" OD CG.

Method: Acidize w/ 3000 gals 15%  
Acidize w/ 2500 gals 15%  
Acidize w/ 2000 gals 15%, respectively

Result: 3 bbls oil, 64 bbls water, & 23 mcf gas

##### **STATE A A/C 2 #65**

Date: 10-7-1983

Perf Interval: 3811-3872 w/ 60 holes. 1 JSPF w/ 4" OD.  
3751-3782 w/ 30 holes. 1 JSPF w/ 4" OD.

Method: Acidize w/ 3000 gals 15%  
Acidize w/ 1000 gals 15%, respectively

Result: 2 ½ BPM of water @ 1500 psi

##### **STATE A A/C 2 #67**

Date: 10-18-1983

Perf Interval: 3772-3792', 3795-3823', 3826'-3834' w/ 59 holes. 1 JSPF w/ 4" OD.

Method: Acidize w/ 3000 gals 15% NEFE w/ 90 BS

Result: 99 bbls oil, 0 bbls water, 22 mcf on 24/64" ch w/ 120# TPF in 24 hours

Date: 10/1990

Perf Interval: 3122-3297'

Method: Acidize w/ 1400 gals 15% & 28 BS  
Frac'd w/ 63500 gal & 165000# 12/20 sand. Screened out. Cleaned out sand & POP

Result: 0 bbls oil, 17 bbls water, 227 mcf

Date: 1/2005

Perf Interval: 3342'-3542' w/ 20 holes

Method: Acidize and Frac'd w/ 70% foam & 300, 400# Prop

Result: 0 bbls oil, 0 bbls water, 76 mcf w/ FCP 8 psig

### STATE A A/C 2 #68

Date: 9-27-1983

Perf Interval: 3857-3869 w/ 25 holes, 2 JSPF and 4" CSG Gun.  
3823-3847 w/ 49 holes, 2 JSPF and 4" CSG Gun.  
3766-3808 w/ 43 holes, 1 JSPF and 4" CSG Gun.

Method: Acdz w/ 750 gals 15% NEFE HCL  
Acdz w/ 1200 gals 15% NEFE HCL  
Acdz w/ 2000 gals 15% NEFE, respectively

Result: 10 bbls oil, 9 bbls water, & 33.4 mcf gas in 24 hours

### STATE A A/C 2 #69

Date: 11-14-1983

Perf Interval: 3808-3862 w/ 44 holes. 1 JSPF w/ 4" CG  
3750-3802 w/ 53 holes. 1 JSPF w/ 4" CG.

Method: Acidize w/ 2500 gals 15%  
Acidize w/ 2500 gals 15%, respectively

Result: 2 ¾ BPM of water @ 1500 psi (100 bbls). Swbd 5 BO + 25 BAW in 5 hours 30 mins

### STATE A A/C 2 #70

Date: 11-1-1983

Perf Interval: 3873'-3889' w/ 17 holes, 1 JSPF and 4" CG  
3826-3864 w/ 38 holes, 1 JSPF and 4" CG  
3782-3820 w/ 39 holes, 1 JSPF and 4" CG  
3752-3776 w/ 25 holes, 1 JSPF and 4" CG.

Method: Acidize w/ 1000 gals 15% NEFE HCL  
Acidize w/ 2200 gals 15% NEFE  
Acidize w/ 2300 gals 15% NEFE  
Acidize w/ 1600 gals 15% NEFE HCL, respectively  
Pumping 1-1/4" gas lift

Result: 12 bbls oil, 13 bbls water, 25 mcf in 24 hours

Date: 12-22-1991

Perf Interval: 3159'-3293' w/ 11 holes. 3/8" hole w/ 4" CG.

Method: Acidize w/ 1000 gals 15% NEFE  
Frac w/ 10500# sd + 14700 gal gel + 9492 gal CO2

Result: 0 bbls oil, 6 bbls water, 75 mcf in 24 hours

### STATE A A/C 2 #71

Date: 10-20-1983

Perf Interval: 3847-3877 w/ 31 holes w/ 4" OD.  
3783-3835 w/ 53 holes w/ 4" OD.  
3763-3875 w/ 13 holes w/ 4" OD.

Method: Acidize w/ 1800 gals 15%  
Acidize w/ 3000 gals 15%,  
Acidize w/ 750 gals 15% respectively

Result: Inj rate w/ 100 bbls lse water at ½ BPM @ 0 press .

**STATE A A/C 2 #72**

Date: 3/4/1984

Perf Interval: 3800-3850 w/ 51 holes, 2 JSPF and 4" ODCG.

3770-3785 w/ 14 holes, 2 JSPF and 4" ODCG.

Method: Acdz w/ 3000 gals 15% NEFE HCL

Acdz w/ 750 gals 15% NEFE, respectively

Pumping 1-1/2" gas lift

Result: 8 bbls oil, 196 bbls water, & 12 mcf gas in 24 hours

**XI. Chemical Analysis of Fresh Water Wells**

According to records from the Office of the State Engineer (Exhibit D1-8a & b) there are between 1 and 6 active water wells within the 1 mile radius around the proposed STATE A A/C 2 #64, STATE A A/C 2 #65, STATE A A/C 2 #67, STATE A A/C 2 #68, STATE A A/C 2 #69, STATE A A/C 2 #70, STATE A A/C 2 #71, and STATE A A/C 2 #72.

FAE II Operating, LLC has obtained water analyses on 2 freshwater wells. The closest water well, the CP 01854 POD1, is +/- 100' from the STATE A A/C 2 #65, 250' (md) deep and considered a "shallow" water supply. The second well, the CP 01318 POD2, is 0.86 miles from State A A/C 2 #72, 260' (md) deep, and considered a "shallow" water supply. See Exhibits E1- E5.

**XII. Based on the available geologic and engineering data, it has been determined that there is no evidence of open faults or any other hydrologic connection between the injection zone and shallow fresh water sources.**

**XIII. EMPIRE NEW MEXICO, LLC and APACHE CORPORATION are the offset operators. The surface owner is Dasco Cattle Company, LLC**

**EMPIRE NEW MEXICO, LLC:** 2200 S. Utica Place  
Suite 150  
Tulsa, OK 74114

**APACHE CORPORATION:** 303 Veterans Airpark Ln  
#1000  
Midland, TX 79705

**DASCO CATTLE COMPANY, LLC:** 3410 Rose Rd., Hobbs, NM, 88242, USA

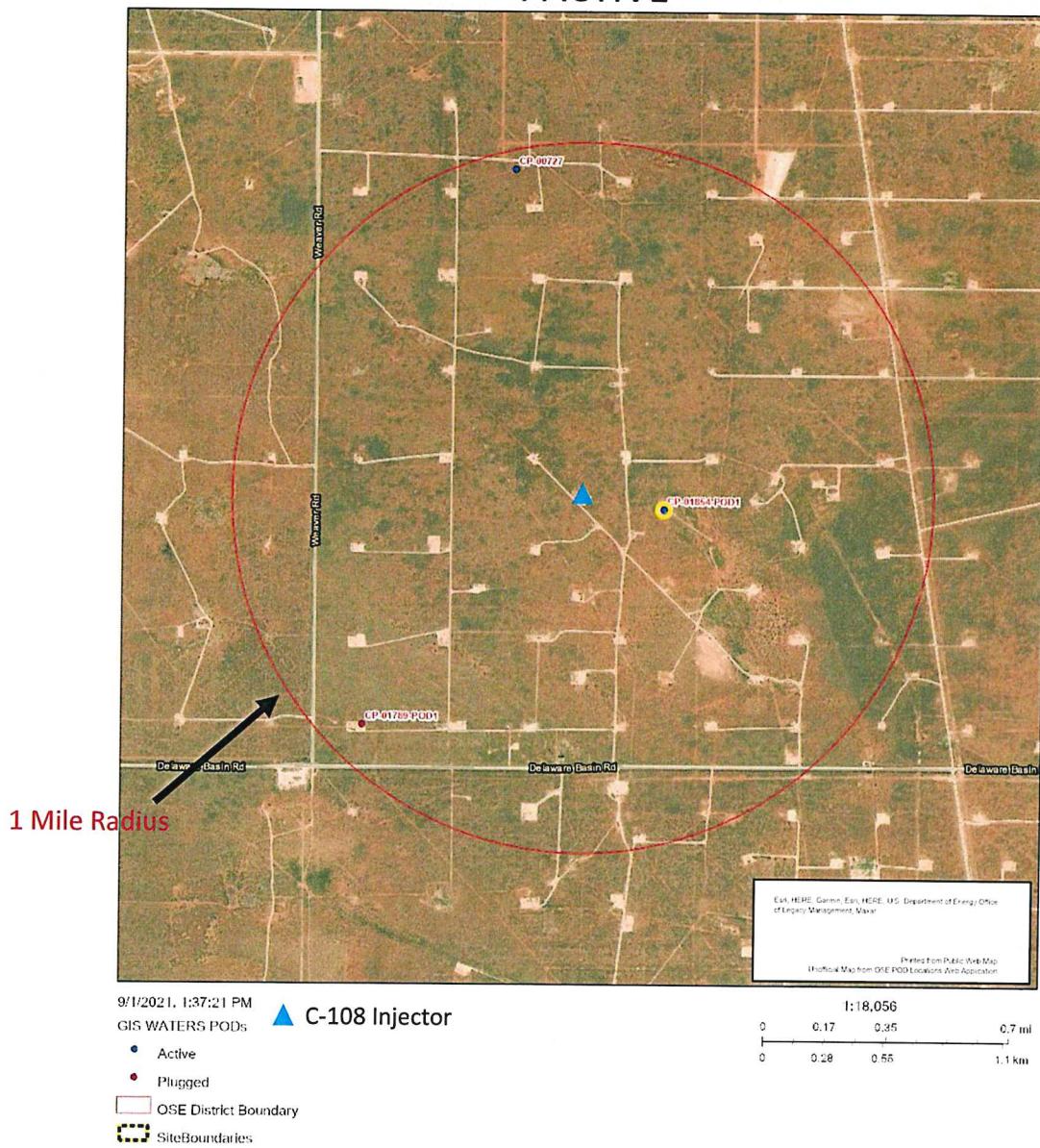
**DASCO – STATE LAND OFFIC:** 310 Old Santa Fe Trail, Santa Fe, NM 87501

Well: State A A/C 2 #64  
 Location: Twn 22S Rge 36E Sec 08  
 Footages: ~1250 FNL 1250 FEL~  
 County: Lea

## XI. Exhibit D1a

Location For Office of the State Engineer:  
 NAD 1983 UTM Zone 13  
 Easting (X): 661482.03 mtrs  
 Northing (Y): 3587191.99 mtrs

### Water Wells Within 1 Mile Radius \*\* 4 ACTIVE \*\*



Well: State A A/C 2 #64  
 Location: Twn 22S Rge 36E Sec 08  
 Footages: ~1250 FNL 1250 FEL~  
 County: Lea

## XI. Exhibit D1b

Location For Office of the State Engineer:  
 NAD 1983 UTM Zone 13  
 Easting (X): 661482.03 mtrs  
 Northing (Y): 3587191.99 mtrs

### Water Wells Within 1 Mile Radius

\*\* 4 ACTIVE \*\*



### New Mexico Office of the State Engineer **Water Column/Average Depth to Water**

(A CLW##### in the  
 POD suffix indicates the  
 POD has been replaced  
 & no longer serves a  
 water right file.)

(R=POD has  
 been replaced,  
 O=orphaned,  
 C=the file is  
 closed)

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

(quarters are smallest to largest)

(NAD83 UTM in meters)

(In feet)

POD Number	POD Sub-	Code	basin	County	64 16 4	Sec	Tws	Rng			Depth	Depth	Water		
									Q	Q	Q	Distance	Well	Column	
CP 01854 POD1	CP	LE	2 4 2	08	22S	36E			661852	3587145		372	250	190	60
CP 01789 POD1	Water Analysis Available	CP	LE	4 3 3	08	22S	36E		660493	3586147		1438	165		
CP 00727	CP	LE	1 3 2	05	22S	36E			661130	3588673*		1522	267	212	55
CP 00727 CLW475753	O CP	LE	1 3 2	05	22S	36E			661130	3588673*		1522	228		

Average Depth to Water: 201 feet

Minimum Depth: 190 feet

Maximum Depth: 212 feet

Record Count: 4

UTMNAD83 Radius Search (in meters):

Easting (X): 661482

Northing (Y): 3587191.99

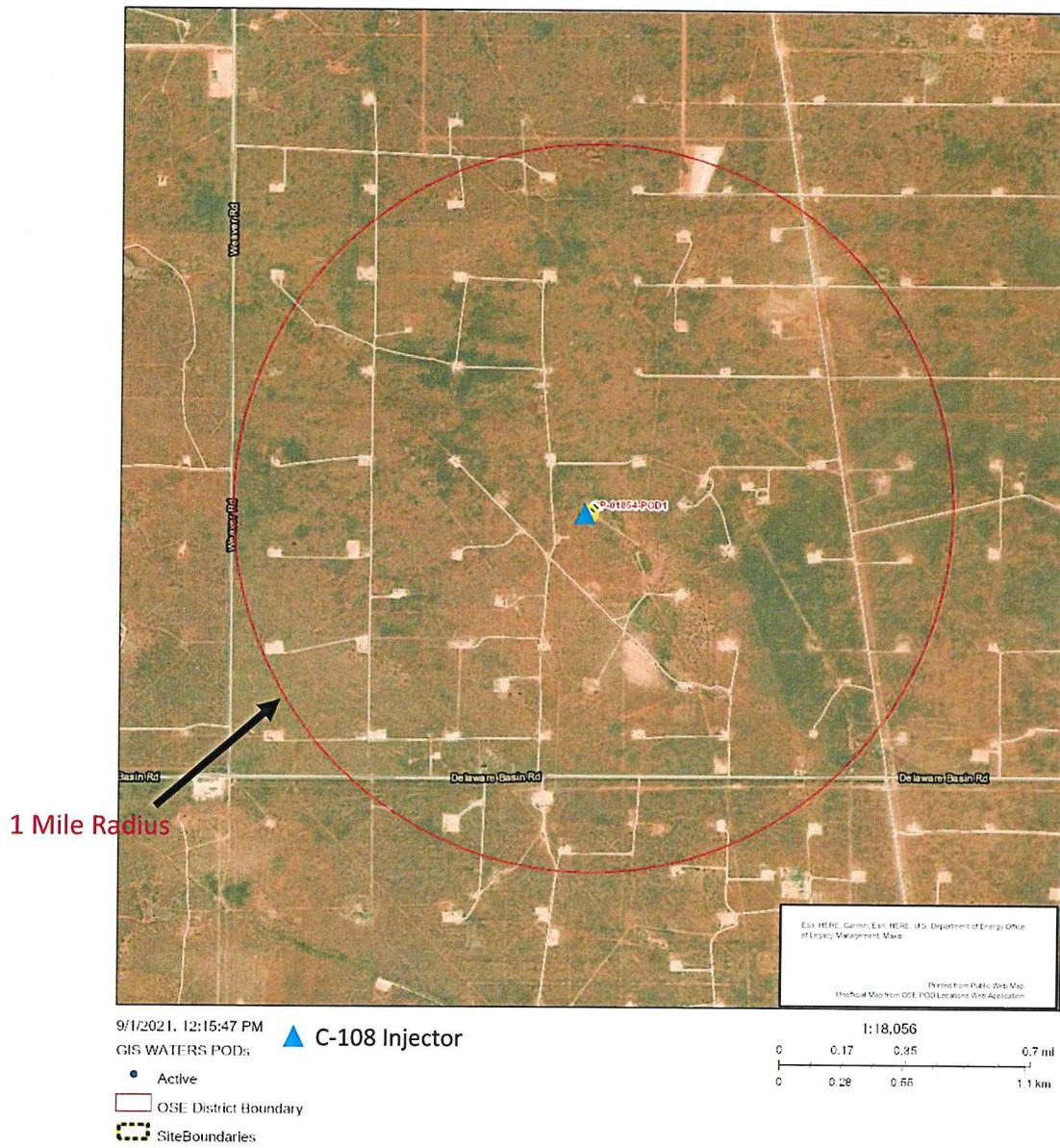
Radius: 1609.3

Well: State A A/C 2 #65  
 Location: Twn 22S Rge 36E Sec 09  
 Footages: ~1345 FNL 25 FWL ~  
 County: Lea

## XI. Exhibit D2a

Location For Office of the State Engineer:  
 NAD 1983 UTM Zone 13  
 Easting (X): 661871.85 mtrs  
 Northing (Y): 3587170.54 mtrs

### Water Wells Within 1 Mile Radius \*\* 1 ACTIVE \*\*



Well: State A A/C 2 #65  
 Location: Twn 22S Rge 36E Sec 09  
 Footages: ~1345 FNL 25 FWL~  
 County: Lea

## XI. Exhibit D2b

Location For Office of the State Engineer:  
 NAD 1983 UTM Zone 13  
 Easting (X): 661871.85 mtrs  
 Northing (Y): 3587170.54 mtrs

### Water Wells Within 1 Mile Radius

\*\* 1 ACTIVE \*\*



## New Mexico Office of the State Engineer **Water Column/Average Depth to Water**

(A CLW##### in the  
 POD suffix indicates the  
 POD has been replaced  
 & no longer serves a  
 water right file.)

(R=POD has  
 been replaced,  
 O=orphaned,  
 C=the file is  
 closed) (quarters are 1=NW 2=NE 3=SW 4=SE)  
 (quarters are smallest to largest) (NAD83 UTM in meters)

(In feet)

POD Number	POD	Sub-	Q Q Q	Code basin	County	Sec	Tws	Rng	X	Y	Distance	Depth Well	Depth Water	Water Column
CP 01854 POD1	CP	LE	2 4 2 08	22S	36E	661852	3587145	60	31	250	190	190	60	

Water  
 Analysis  
 Available

Average Depth to Water: 190 feet

Minimum Depth: 190 feet

Maximum Depth: 190 feet

Record Count: 1

UTMNAD83 Radius Search (in meters):

Easting (X): 661871.85

Northing (Y): 3587170.54

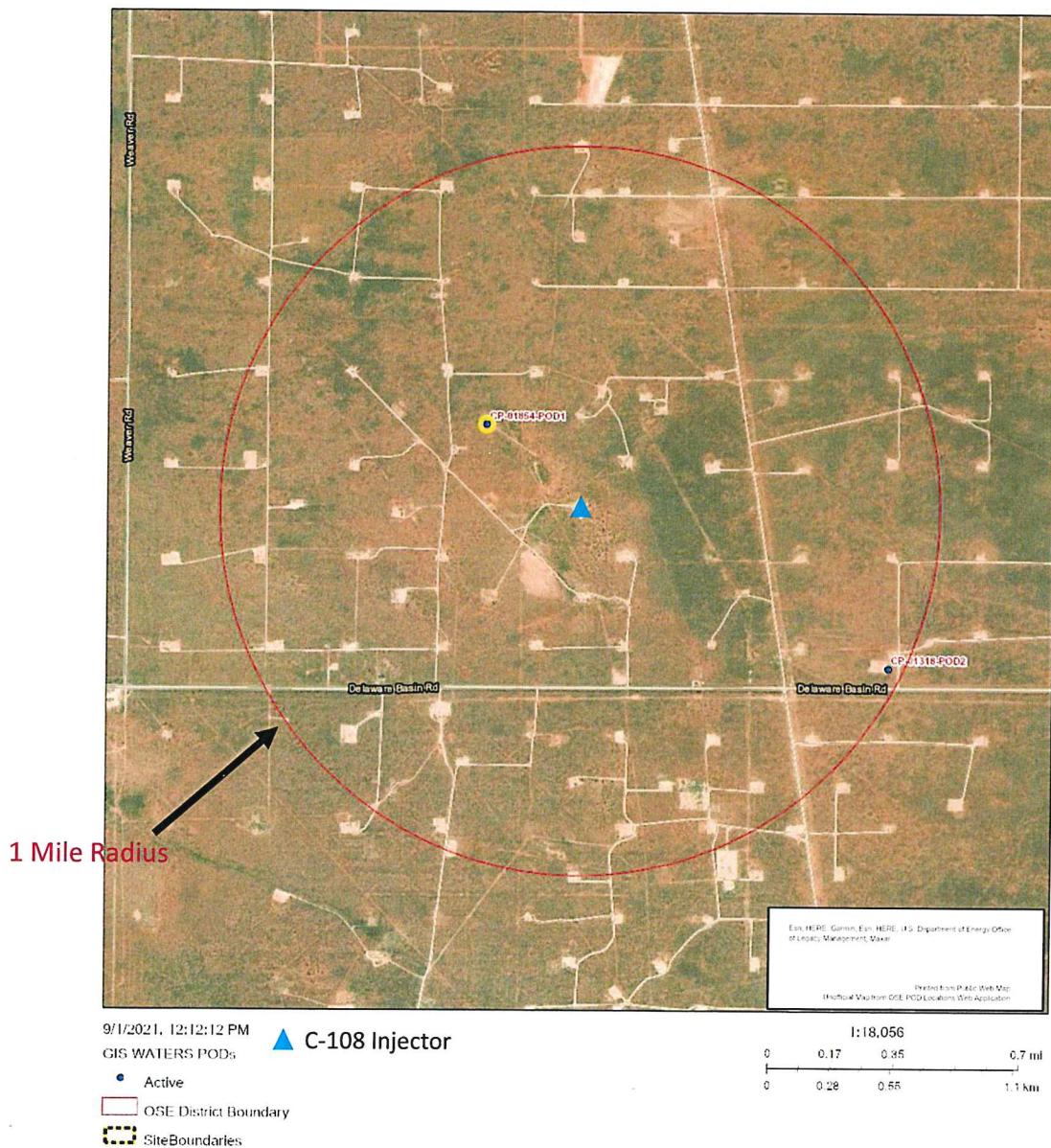
Radius: 1609.3

Well: State A A/C 2 #67  
 Location: Twn 22S Rge 36E Sec 09  
 Footages: ~2615 FSL 1345 FWL~  
 County: Lea

## XI. Exhibit D3a

Location For Office of the State Engineer:  
 NAD 1983 UTM Zone 13  
 Easting (X): 662281.84 mtrs  
 Northing (Y): 3586773.47 mtrs

### Water Wells Within 1 Mile Radius \*\* 2 ACTIVE \*\*



Well: State A A/C 2 #67  
 Location: Twn 22S Rge 36E Sec 09  
 Footages: ~2615 FSL 1345 FWL ~  
 County: Lea

## XI. Exhibit D3b

Location For Office of the State Engineer:  
 NAD 1983 UTM Zone 13  
 Easting (X): 662281.84 mtrs  
 Northing (Y): 3586773.47 mtrs

### Water Wells Within 1 Mile Radius

\*\* 2 ACTIVE \*\*



### New Mexico Office of the State Engineer **Water Column/Average Depth to Water**

(A CLW##### in the  
 POD suffix indicates the  
 POD has been replaced  
 & no longer serves a  
 water right file.)

(R=POD has  
 been replaced,  
 O=orphaned,  
 C=the file is  
 closed) (quarters are 1=NW 2=NE 3=SW 4=SE)  
 (quarters are smallest to largest) (NAD83 UTM in meters)

(In feet)

POD Number	Code	Sub-basin	County	64	16	4	Sec	Tws	Rng	Depth		Water				
										Q	Q	Q	X	Y	Distance	Well
CP 01854 POD1		CP	LE	2	4	2	08	22S	36E	661852	3587145	Earth	568	250	190	60
CP 01318 POD2		CP	LE	3	3	3	10	22S	36E	663672	3586106	Earth	1541	260	180	80

**Water  
 Analysis  
 Available**

Average Depth to Water: 185 feet

Minimum Depth: 180 feet

Maximum Depth: 190 feet

Record Count: 2

UTMNAD83 Radius Search (in meters):

Easting (X): 662281.84

Northing (Y): 3586773.47

Radius: 1609.3

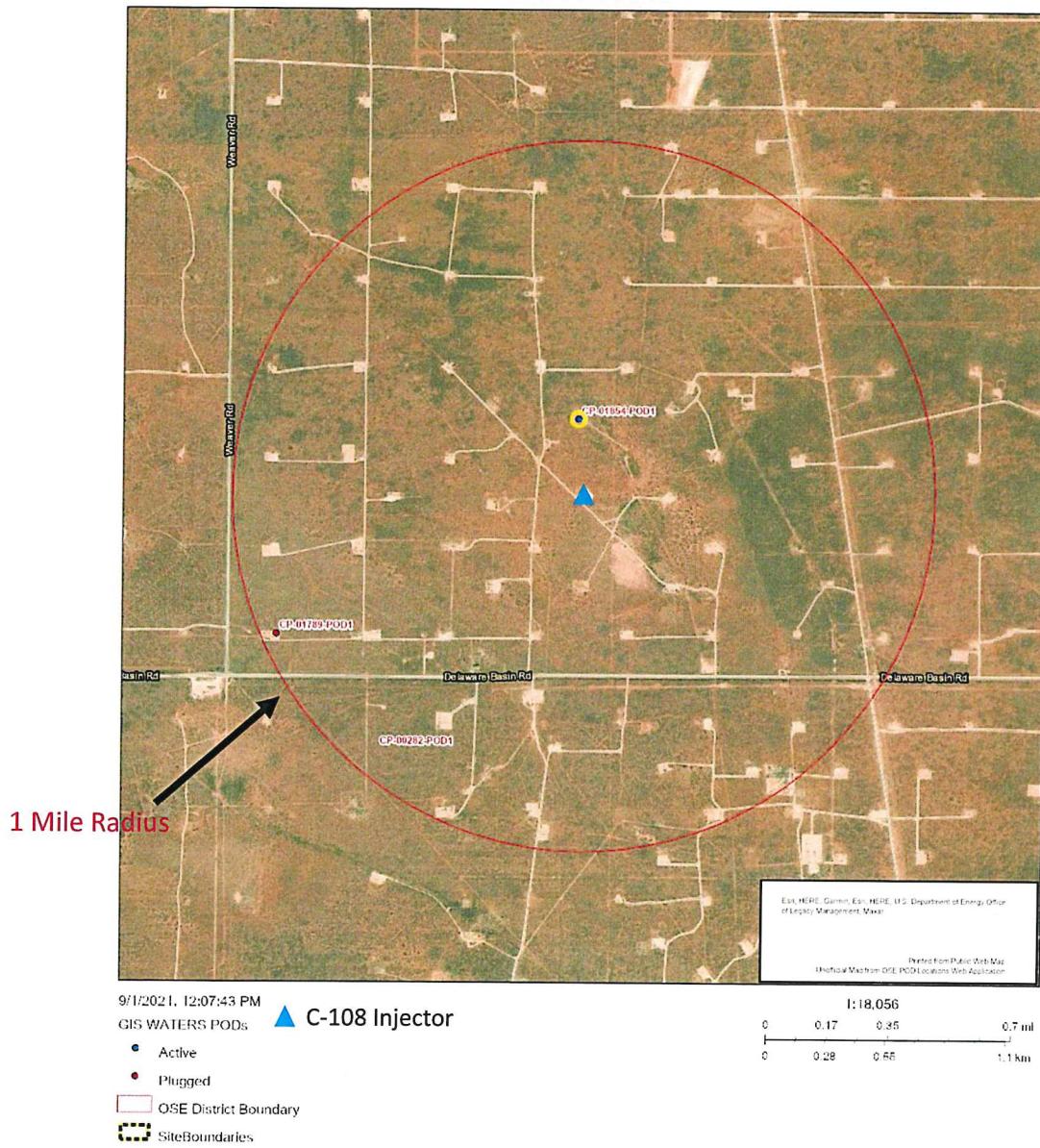
Well: State A A/C 2 #68  
 Location: Twn 22S Rge 36E Sec 09  
 Footages: ~2570 FNL 70 FWL~  
 County: Lea

## XI. Exhibit D4a

Location For Office of the State Engineer:  
 NAD 1983 UTM Zone 13  
 Easting (X): 661891.97 mtrs  
 Northing (Y): 3586797.13 mtrs

### Water Wells Within 1 Mile Radius

\*\* 2 ACTIVE \*\*



Well: State A A/C 2 #68  
 Location: Twn 22S Rge 36E Sec 09  
 Footages: ~2570 FNL 70 FWL ~  
 County: Lea

## XI. Exhibit D4b

Location For Office of the State Engineer:  
 NAD 1983 UTM Zone 13  
 Easting (X): 661891.97 mtrs  
 Northing (Y): 3586797.13 mtrs

### Water Wells Within 1 Mile Radius

\*\* 2 ACTIVE \*\*



## New Mexico Office of the State Engineer **Water Column/Average Depth to Water**

(A CLW##### in the  
 POD suffix indicates the  
 POD has been replaced  
 & no longer serves a  
 water right file.)

(R=POD has  
 been replaced,  
 O=orphaned.  
 C=the file is  
 closed) (quarters are 1=NW 2=NE 3=SW 4=SE)  
 (quarters are smallest to largest) (NAD83 UTM in meters)

(In feet)

POD Number	Code	Sub-	POD	Q Q Q	County	64 16 4	Sec	Tws	Rng	X	Y	Depth	Depth	Water
												Distance	Well	Water Column
CP 01854 POD1		CP	LE	2 4 2 08	22S	36E	661852	3587145		350	250	190	60	
CP 01789 POD1	<b>Water Analysis Available</b>	CP	LE	4 3 3 08	22S	36E	660493	3586147		1542	165			

Average Depth to Water: 190 feet

Minimum Depth: 190 feet

Maximum Depth: 190 feet

Record Count: 2

#### UTMNAD83 Radius Search (in meters):

Easting (X): 661891.97

Northing (Y): 3586797.13

Radius: 1609.3

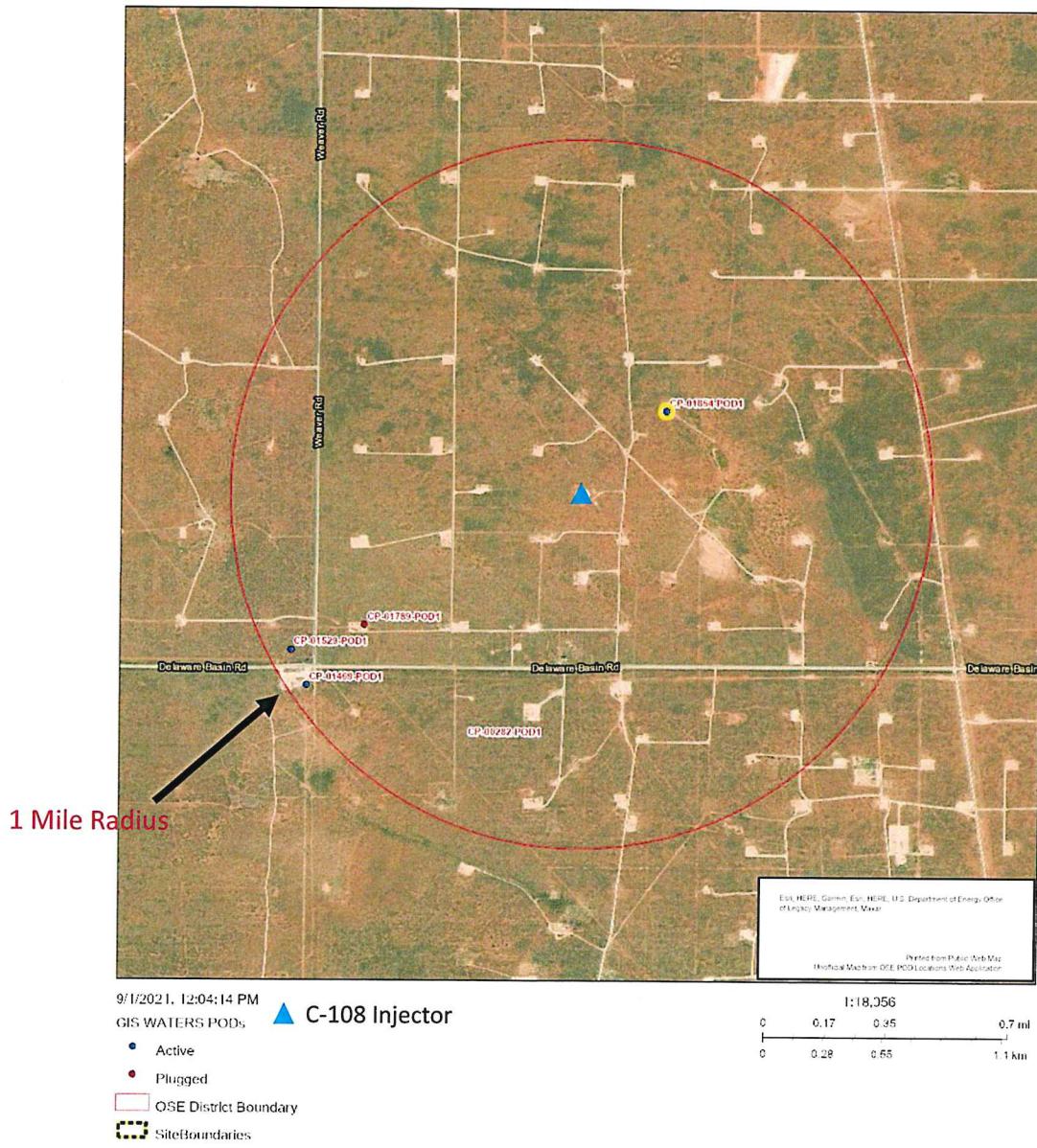
Well: State A A/C 2 #69  
 Location: Twn 22S Rge 36E Sec 08  
 Footages: ~2615 FSL 1295 FEL ~  
 County: Lea

## XI. Exhibit D5a

Location For Office of the State Engineer:  
 NAD 1983 UTM Zone 13  
 Easting (X): 661476.75 mtrs  
 Northing (Y): 3586759.40 mtrs

### Water Wells Within 1 Mile Radius

\*\* 4 ACTIVE \*\*



Well: State A A/C 2 #69  
 Location: Twn 22S Rge 36E Sec 08  
 Footages: ~2615 FSL 1295 FEL ~  
 County: Lea

## XI. Exhibit D5b

Location For Office of the State Engineer:  
 NAD 1983 UTM Zone 13  
 Easting (X): 661476.75 mtrs  
 Northing (Y): 3586759.40 mtrs

### Water Wells Within 1 Mile Radius

\*\* 4 ACTIVE \*\*



## New Mexico Office of the State Engineer **Water Column/Average Depth to Water**

(A CLW##### in the  
 POD suffix indicates the  
 POD has been replaced  
 & no longer serves a  
 water right file.)

(R=POD has  
 been replaced,  
 O=orphaned.  
 C=the file is  
 closed) (quarters are 1=NW 2=NE 3=SW 4=SE)  
 (quarters are smallest to largest) (NAD83 UTM in meters)

(In feet)

POD Number	Code	Sub-	Q	Q	Q	County	64 16 4	Sec	Twp	Rng	X	Y	Depth	Depth	Water	
													Distance	Well	Water Column	
CP 01854 POD1		CP	LE	2	4	2	08	22S	36E	661852	3587145		538	250	190	60
CP 01789 POD1	<b>Water Analysis Available</b>	CP	LE	4	3	3	08	22S	36E	660493	3586147		1158	165		
CP 01529 POD1		CP	LE	4	4	4	07	22S	36E	660160	3586028		1505	295	126	169
CP 01469 POD1		CP	LE	2	2	2	18	22S	36E	660234	3585869		1528	200	140	60

Average Depth to Water: **152 feet**

Minimum Depth: **126 feet**

Maximum Depth: **190 feet**

Record Count: 4

UTMNAD83 Radius Search (in meters):

Easting (X): 661476.75

Northing (Y): 3586759.4

Radius: 1609.3

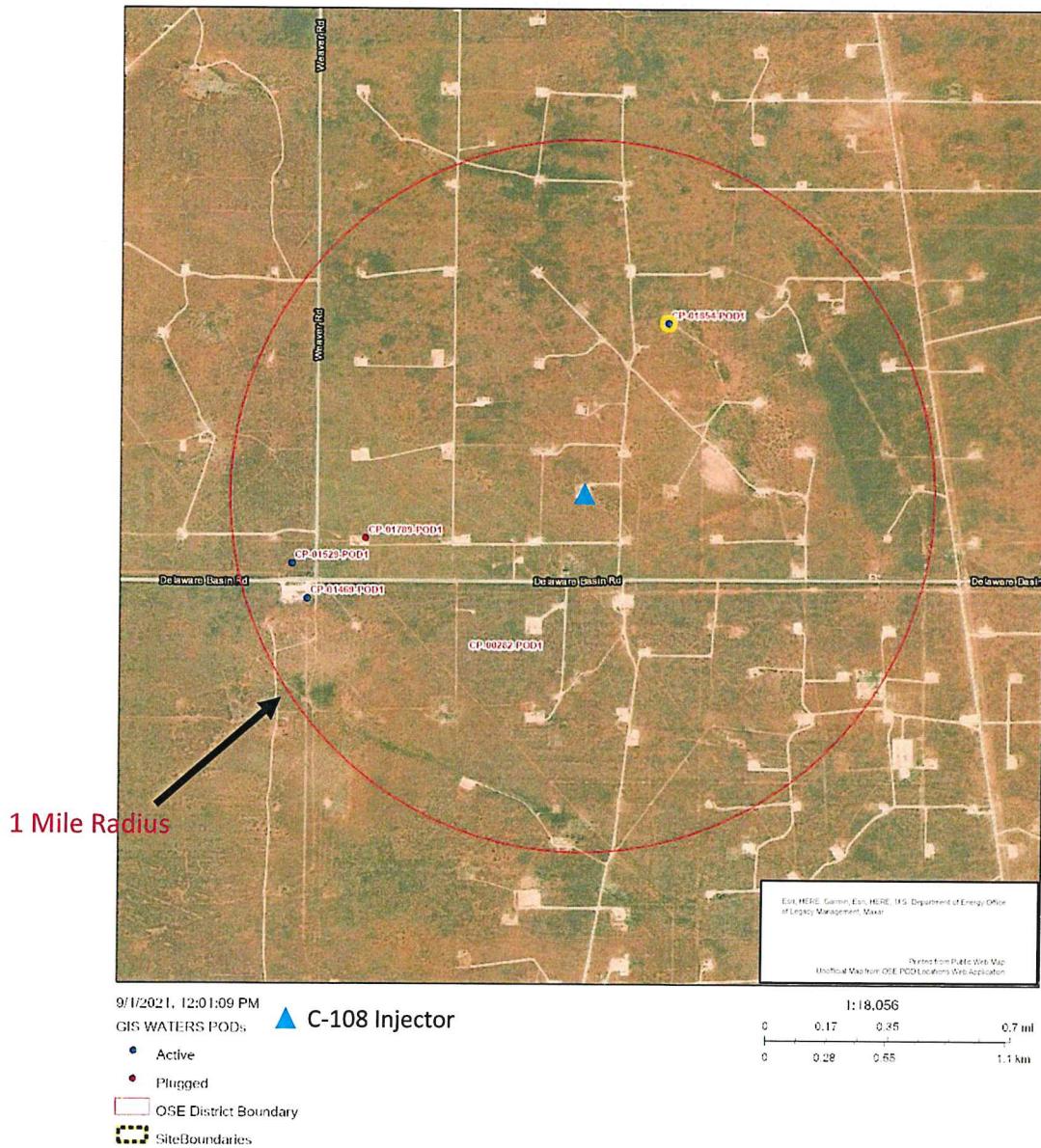
Well: State A A/C 2 #70  
 Location: Twn 22S Rge 36E Sec 08  
 Footages: ~1295 FSL 1295 FEL~  
 County: Lea

## XI. Exhibit D6a

Location For Office of the State Engineer:  
 NAD 1983 UTM Zone 13  
 Easting (X): 661485.10 mtrs  
 Northing (Y): 3586356.97 mtrs

### Water Wells Within 1 Mile Radius

\*\* 4 ACTIVE \*\*



Well: State A A/C 2 #70  
 Location: Twn 22S Rge 36E Sec 08  
 Footages: ~1295 FSL 1295 FEL ~  
 County: Lea

## XI. Exhibit D6b

Location For Office of the State Engineer:  
 NAD 1983 UTM Zone 13  
 Easting (X): 661485.10 mtrs  
 Northing (Y): 3586356.97 mtrs

### Water Wells Within 1 Mile Radius

\*\* 4 ACTIVE \*\*



## New Mexico Office of the State Engineer **Water Column/Average Depth to Water**

(A CLW##### in the  
 POD suffix indicates the  
 POD has been replaced  
 & no longer serves a  
 water right file.)

(R=POD has  
 been replaced,  
 O=orphaned,  
 C=the file is  
 closed) (quarters are 1=NW 2=NE 3=SW 4=SE)  
 (quarters are smallest to largest) (NAD83 UTM in meters)

(In feet)

POD Number	POD Sub-	Q Q Q										Depth Distance	Depth Well	Water Water Column	
		Code	basin	County	64	16	4	Sec	Tws	Rng	X				
CP 01854 POD1		CP	LE	2	4	2	08	22S	36E	661852	3587145	869	250	190	60
CP 01789 POD1	Water Analysis Available	CP	LE	4	3	3	08	22S	36E	660493	3586147	1013	165		
CP 01469 POD1		CP	LE	2	2	2	18	22S	36E	660234	3585869	1343	200	140	60
CP 01529 POD1		CP	LE	4	4	4	07	22S	36E	660160	3586028	1364	295	126	169

Average Depth to Water: 152 feet

Minimum Depth: 126 feet

Maximum Depth: 190 feet

Record Count: 4

UTMNAD83 Radius Search (in meters):

Easting (X): 661485.1

Northing (Y): 3586356.97

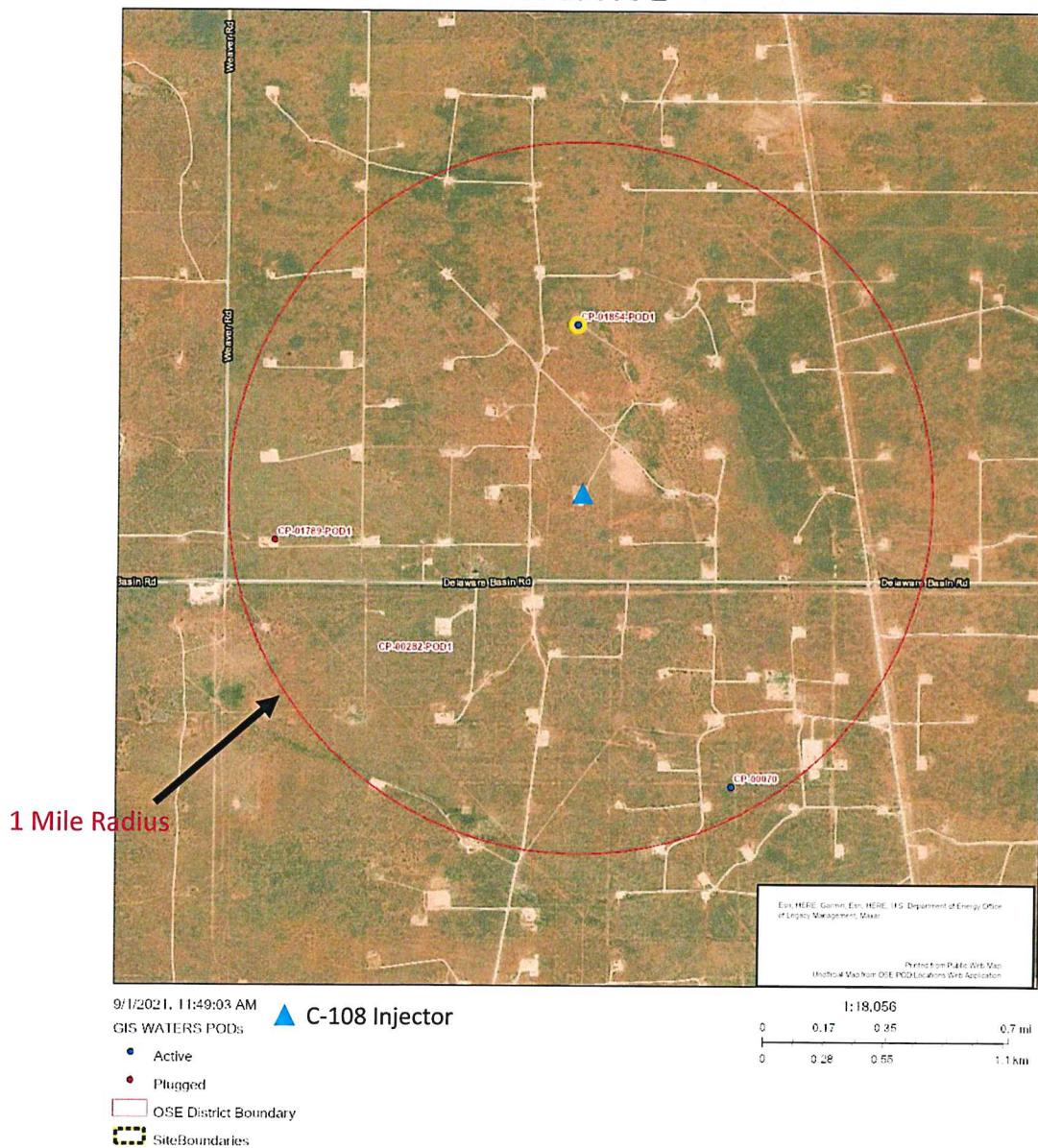
Radius: 1609.3

Well: State A A/C 2 #71  
 Location: Twn 22S Rge 36E Sec 09  
 Footages: ~1295 FSL 25 FWL ~  
 County: Lea

## XI. Exhibit D7a

Location For Office of the State Engineer:  
 NAD 1983 UTM  
 Easting (X): 661886.73 mtrs  
 Northing (Y): 3586363.43 mtrs

### Water Wells Within 1 Mile Radius \*\* 4 ACTIVE \*\*



Well: State A A/C 2 #71  
 Location: Twn 22S Rge 36E Sec 09  
 Footages: ~1295 FSL 25 FWL ~  
 County: Lea

## XI. Exhibit D7b

Location For Office of the State Engineer:  
 NAD 1983 UTM  
 Easting (X): 661886.73 mtrs  
 Northing (Y): 3586363.43 mtrs

### Water Wells Within 1 Mile Radius

\*\* 4 ACTIVE \*\*



### New Mexico Office of the State Engineer **Water Column/Average Depth to Water**

(A CLW##### in the  
 POD suffix indicates the  
 POD has been replaced  
 & no longer serves a  
 water right file.)

(R=POD has  
 been replaced,  
 O=orphaned,  
 C=the file is  
 closed)

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

(quarters are smallest to largest) (NAD83 UTM in meters)

(In feet)

POD Number	Code	Sub-	Q	Q	Q	County	64	16	4	Sec	Tws	Rng	Depth			Water Well	Water Column
													X	Y	Distance		
CP 01854 POD1	CP	LE	2	4	2	08	22S	36E	661852	3587145	●	783	250	190	60		
CP 01789 POD1	Water Analysis Available	CP	LE	4	3	3	08	22S	36E	660493	3586147	●	1410	165			
CP 00070	CP	LE	2	2	3	16	22S	36E	662604	3585071*	●	1478	220	170	50		
CP 00070 CLW472929	O CP	LE	2	2	3	16	22S	36E	662604	3585071*	●	1478	220	170	50		

Average Depth to Water: 176 feet

Minimum Depth: 170 feet

Maximum Depth: 190 feet

Record Count: 4

UTMNAD83 Radius Search (in meters):

Easting (X): 661886.73

Northing (Y): 3586363.43

Radius: 1609.3

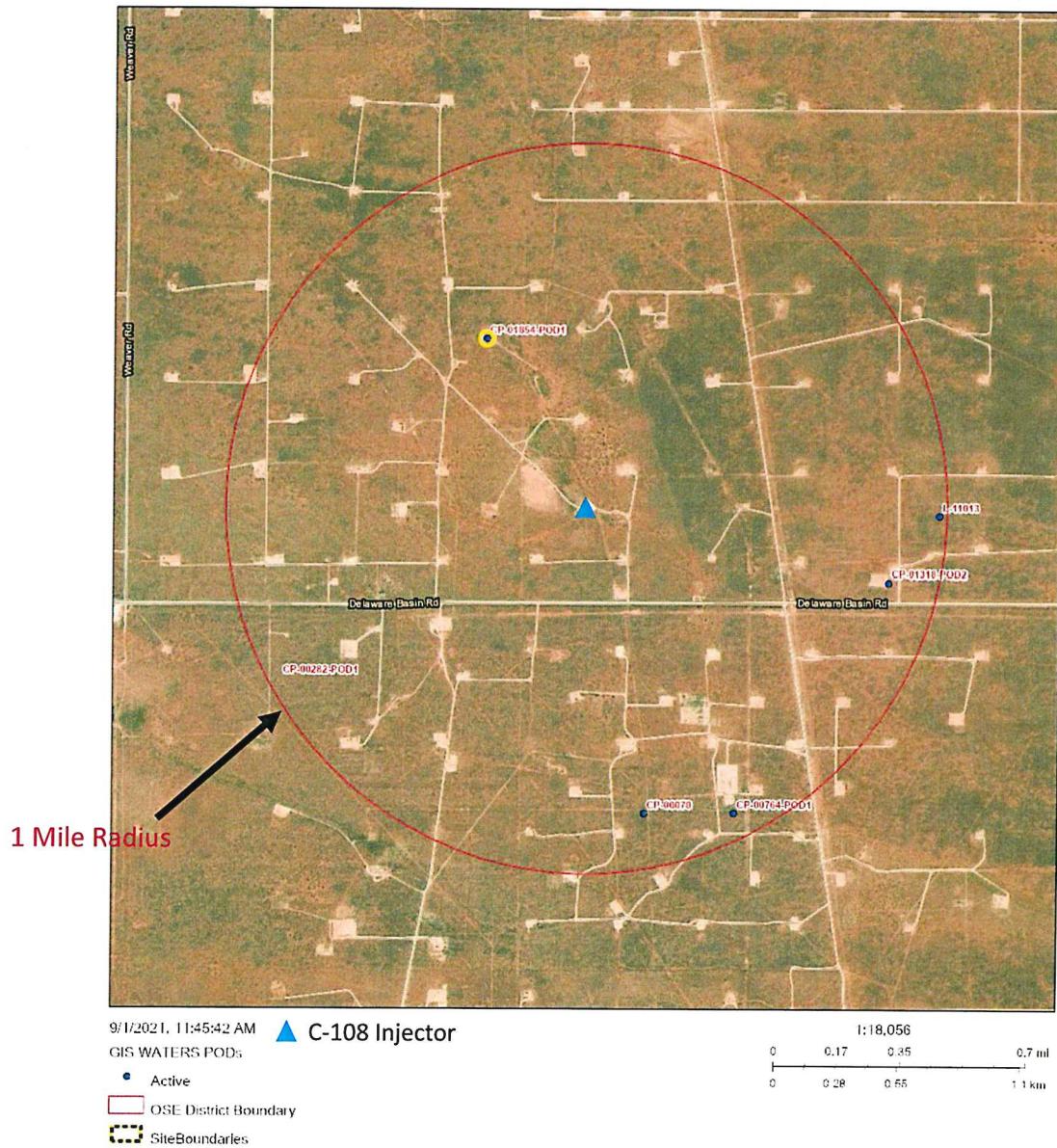
Well: State A A/C 2 #72  
 Location: Twn 22S Rge 36E Sec 09  
 Footages: ~1410 FSL 1440 FWL ~  
 County: Lea

## XI. Exhibit D8a

Location For Office of the State Engineer:  
 NAD 1983 UTM Zone 13  
 Easting (X): 662317.88 mtrs  
 Northing (Y): 3586405.87 mtrs

### Water Wells Within 1 Mile Radius

\*\* 6 ACTIVE \*\*



Well: State A A/C 2 #72  
 Location: Twn 22S Rge 36E Sec 09  
 Footages: ~1410 FSL 1440 FWL~  
 County: Lea

## XI. Exhibit D8b

Location For Office of the State Engineer:  
 NAD 1983 UTM Zone 13  
 Easting (X): 662317.88 mtrs  
 Northing (Y): 3586405.87 mtrs

### Water Wells Within 1 Mile Radius

\*\* 6 ACTIVE \*\*



### New Mexico Office of the State Engineer **Water Column/Average Depth to Water**

(A CLW##### in the POD suffix indicates the POD has been replaced & no longer serves a water right file.)		(R=POD has been replaced, O=orphaned, C=the file is closed)		(quarters are 1=NW 2=NE 3=SW 4=SE)		(quarters are smallest to largest)		(NAD83 UTM in meters)		(In feet)											
POD Number	POD	Sub-	Q Q Q	Code	basin	County	64	16	4	Sec	Tws	Rng	X	Y	Distance	Depth	Depth	Water	Well	Water Column	
CP 01854 POD1		CP	LE	2	4	2	08	22S	36E	661852	3587145	●			874	250	190	60			
CP 00070	Water Analysis	CP	LE	2	2	3	16	22S	36E	662604	3585071*	●			1365	220	170	50			
CP 00070 CLW472929	Available	CP	LE	2	2	3	16	22S	36E	662604	3585071*	●			1365	220	170	50			
CP 01318 POD2		CP	LE	3	3	3	10	22S	36E	663672	3586106	●			1386	260	180	80			
CP 00764 POD1		CP	LE	2	1	4	16	22S	36E	663006	3585079*	●			1494	4700	4000	700			
L 11013		C	L	LE			3	10	22S	36E	663892	3586402*	●			1574	222				

Average Depth to Water: 942 feet

Minimum Depth: 170 feet

Maximum Depth: 4000 feet

Record Count: 6

UTMNAD83 Radius Search (in meters):

Easting (X): 662317.88

Northing (Y): 3586405.87

Radius: 1609.3

## XI. Exhibit E1

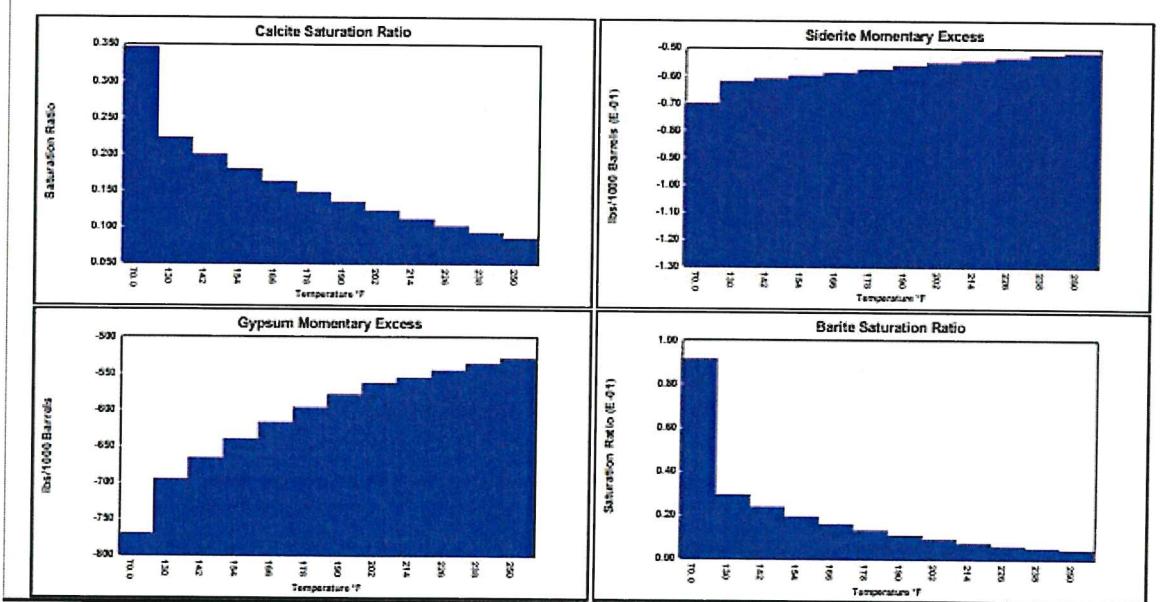
CP 01854 POD1

X: 661852 Y: 3587145

### Imperative Water Analysis Report

SYSTEM IDENTIFICATION		WATER CHEMISTRY											
		CATIONS						ANIONS					
<b>IMPERATIVE</b> CHEMICAL FERTILIZERS 200 W. 1st Street, Suite 100 Minneapolis, MN 55401		Calcium(as Ca) 67.82						Chloride(as Cl) 5200					
Company: FAE II		Magnesium(as Mg) 24.54		Sulfate(as SO <sub>4</sub> ) 16.00		Barium(as Ba) 0.0720		Dissolved CO <sub>2</sub> (as CO <sub>2</sub> ) 10.00		Sodium(as Na) 1.17		Bicarbonate(as HCO <sub>3</sub> ) 24.44	
Location: Pod 1854		Strontrium(as Sr) 3.261		H <sub>2</sub> S (as H <sub>2</sub> S) 1.70		Boron(as B) 0.00		Potassium(as K) 5.94		Lithium(as Li) 0.0940			
Sample Source: Tank		Iron(as Fe) 0.00						Manganese(as Mn) 0.00					
Account Rep: Junior Garcia													
Sample ID#: W-42314													
Sample Date: 07-15-2021													
Report Date: 07-29-2021													
PARAMETERS													
Temperature(°F)		77.00		Sample pH		8.30							
Conductivity		14254		Sp.Gr.(g/mL)		1.005							
Resistivity		70.15		T.D.S.		8629							
SCALE AND CORROSION POTENTIAL													
Temp.	Press. (atm)	Calcite CaCO <sub>3</sub>	Anhydrite CaSO <sub>4</sub>	Gypsum CaSO <sub>4</sub> *2H <sub>2</sub> O	Barite BaSO <sub>4</sub>	Celestite SrSO <sub>4</sub>	Siderite FeCO <sub>3</sub>	Mackinawite FeS	CO <sub>2</sub> (atm)	pCO <sub>2</sub>			
70.00	1.000	0.345	-0.510	< 0.001	-899.35	0.00108	-770.02	0.0909	-0.413	< 0.001	-89.12	0.00	-0.00270
130.00	10.000	0.221	-0.403	< 0.001	-708.54	0.00124	-696.00	0.0291	-1.28	0.00102	-82.25	0.00	-0.00243
142.00	19.000	0.198	-0.394	0.00109	-555.46	0.00133	-666.75	0.0237	-1.55	0.00103	-81.48	0.00	-0.00164
154.00	28.000	0.179	-0.386	0.00127	-600.18	0.00142	-640.74	0.0194	-1.86	0.00104	-80.88	0.00	-0.0019
166.00	37.000	0.162	-0.378	0.00151	-544.44	0.00151	-617.68	0.0159	-2.21	0.00104	-80.43	0.00	-0.0279
178.00	46.000	0.147	-0.372	0.00182	-489.63	0.00159	-597.33	0.0131	-2.60	0.00104	-80.15	0.00	-0.0352
190.00	55.000	0.134	-0.366	0.00222	-436.83	0.00166	-579.50	0.0109	-3.04	0.00103	-80.03	0.00	-0.0438
202.00	64.000	0.122	-0.362	0.00275	-386.83	0.00173	-564.01	0.00901	-3.54	0.00102	-80.09	0.00	-0.0539
214.00	73.000	0.111	-0.367	0.00338	-343.98	0.00176	-556.74	0.00737	-4.15	< 0.001	-81.16	0.00	-0.0663
226.00	82.000	0.101	-0.366	0.00425	-300.78	0.00181	-545.86	0.00614	-4.78	< 0.001	-81.65	0.00	-0.0799
238.00	91.000	0.0924	-0.367	0.00540	-261.30	0.00185	-536.91	0.00512	-5.47	< 0.001	-82.33	0.00	-0.0953
250.00	100.000	0.0845	-0.370	0.00691	-225.58	0.00186	-529.82	0.00427	-6.24	< 0.001	-83.21	0.00	-0.113
		Lbs per xSAT	Lbs per 1000 Barrels	Lbs per xSAT	Lbs per 1000 Barrels	Lbs per xSAT	Lbs per 1000 Barrels	Lbs per xSAT	Lbs per 1000 Barrels	Lbs per xSAT	Lbs per 1000 Barrels	Lbs per xSAT	Lbs per 1000 Barrels
		1000	xSAT	1000	xSAT	1000	xSAT	1000	xSAT	1000	xSAT	1000	xSAT

Saturation Ratios (xSAT) are the ratio of ion activity to solubility, e.g. (Ca)/(CaCO<sub>3</sub>)/K<sub>sp</sub>. pCO<sub>2</sub> (atm) is the partial pressure of CO<sub>2</sub> in the gas phase.  
Lbs/1000 Barrels scale is the quantity of precipitation (or dissolution) required to instantaneously bring the water to equilibrium.



## XI. Exhibit E2

CP 01318 POD2

X: 663672 Y: 3586106



PHONE (575) 393-2326 • 101 E. MARLAND • HOBBS, NM 88240

***Analytical Results For:***

FORTY ACRES ENERGY  
11777 KATY FREEWAY STE. 305 B  
HOUSTON TX, 77079

Project: BLACKBEARD AREA  
Project Number: FRESH WATER  
Project Manager: JAMES MARTINEZ  
Fax To:

Reported:  
03-Aug-21 14:50

**POD 2 - CP-01318****H212024-02 (Water)**

Analyte	Result	MDL	Reporting Limit	Units	Dilution	Batch	Analyst	Analyzed	Method	Notes
---------	--------	-----	-----------------	-------	----------	-------	---------	----------	--------	-------

**Cardinal Laboratories****Inorganic Compounds**

Chloride <sup>a</sup>	24.0	4.00	mg/L	1	1080304	GM	03-Aug-21	4500-CL-B	
TDS*	321	5.00	mg/L	1	1080213	AC	03-Aug-21	160.1	
Sulfide, total	<0.0100	0.0100	mg/L	1	1080305	AC	03-Aug-21	376.2	A-01

**Cardinal Laboratories****\*=Accredited Analyte**

PLEASE NOTE: Liability and Damages: Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analysis. All claims, including those for negligence or any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damage including, without limitation, business interruptions, loss of use, or loss of profit incurred by client, its subcontractors, affiliates or successors arising out of or related to the performance of the services furnished by Cardinal, regardless of whether such claim is based upon any of the above stated theories or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.

  
 Celey D. Keene, Lab Director/Quality Manager

## XI. Exhibit E3



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***Analytical Results For:***

FORTY ACRES ENERGY 11777 KATY FREEWAY STE. 305 B HOUSTON TX, 77079	Project: BLACKBEARD AREA Project Number: FRESH WATER Project Manager: JAMES MARTINEZ Fax To:	Reported: 03-Aug-21 14:50
--	---	------------------------------

**Inorganic Compounds - Quality Control**

**Cardinal Laboratories**

Analytic	Result	Reporting Limit	Units	Spike Level	Source Result	%REC	%REC Limits	RPD	RPD Limit	Notes
----------	--------	-----------------	-------	-------------	---------------	------	-------------	-----	-----------	-------

**Batch 1072912 - Filtration**

<b>Blank (1072912-BLK1)</b>					Prepared: 29-Jul-21 Analyzed: 02-Aug-21					
TDS	ND	5.00	mg/L							
<b>LCS (1072912-BS1)</b>					Prepared: 29-Jul-21 Analyzed: 02-Aug-21					
TDS	541		mg/L	500		108	80-120			
<b>Duplicate (1072912-DUP1)</b>		<b>Source: H211989-06</b>			Prepared: 29-Jul-21 Analyzed: 02-Aug-21					
TDS	332000	5.00	mg/L		340000			2.61	20	

**Batch 1080213 - Filtration**

<b>Blank (1080213-BLK1)</b>					Prepared: 02-Aug-21 Analyzed: 03-Aug-21					
TDS	ND	5.00	mg/L							
<b>LCS (1080213-BS1)</b>					Prepared: 02-Aug-21 Analyzed: 03-Aug-21					
TDS	542		mg/L	500		108	80-120			
<b>Duplicate (1080213-DUP1)</b>		<b>Source: H212007-04</b>			Prepared: 02-Aug-21 Analyzed: 03-Aug-21					
TDS	807	5.00	mg/L		789			2.26	20	

**Batch 1080304 - General Prep - Wet Chem**

<b>Blank (1080304-BLK1)</b>					Prepared & Analyzed: 03-Aug-21					
Chloride	ND	4.00	mg/L							
<b>LCS (1080304-BS1)</b>					Prepared & Analyzed: 03-Aug-21					
Chloride	104	4.00	mg/L	100		104	80-120			

Cardinal Laboratories

\*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analysis. All claims, including those for negligence or any other cause whatsoever that shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damage including without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of the services rendered by Cardinal, regardless of whether such claim is based upon one of the above stated theories or otherwise. Remedies relate only to the damages identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.

*Alayna Anderson*

## XI. Exhibit E4



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***Analytical Results For:***

FORTY ACRES ENERGY  
11777 KATY FREEWAY STE. 305 B  
HOUSTON TX, 77079

Project: BLACKBEARD AREA  
Project Number: FRESH WATER  
Project Manager: JAMES MARTINEZ  
Fax To:

Reported:  
03-Aug-21 14:50

**Inorganic Compounds - Quality Control**  
**Cardinal Laboratories**

Analytic	Result	Reporting Limit	Units	Spike Level	Source Result	%REC	%REC Limits	RPD RPD	Limit Notes
<b>Batch 1080304 - General Prep - Wet Chem</b>									
<b>LCS Dup (1080304-BSD1)</b> Prepared & Analyzed: 03-Aug-21									
Chloride	104	4.00	mg/L	100	104	80-120	0.00	20	
<b>Batch 1080305 - General Prep - Wet Chem</b>									
<b>Blank (1080305-BLK1)</b> Prepared & Analyzed: 03-Aug-21									
Sulfide, total	ND	0.0100	mg/L						

Cardinal Laboratories

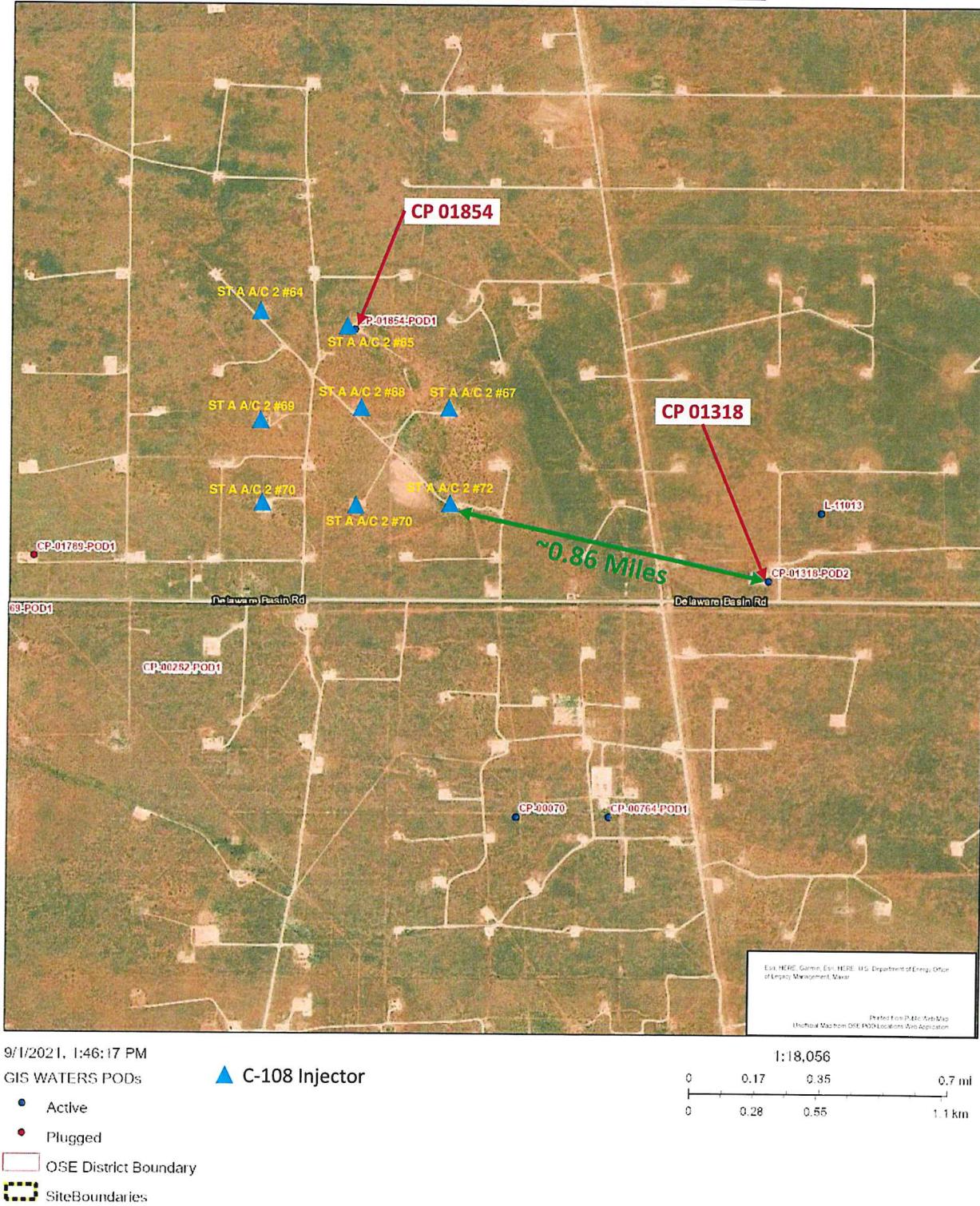
\*=Accredited Analyte

PLEASE NOTE: Liability and Damage. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analysis. All claims, including those for negligence or any other cause whatever, that are asserted must be made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damage including, without limitation, business interruptions, loss of use, or loss of profits incurred by client. Its subsidiaries, affiliates or successors arising out of or related to the performance of the services rendered by Cardinal, regardless of whether such claim is based upon any of the above stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approval of Cardinal Laboratories.

*James Martinez*

## XI. Exhibit E5

### Fresh Water Well Sample Locations





hinklelawfirm.com

## HINKLE SHANOR LLP

ATTORNEYS AT LAW

PO BOX 2068  
SANTA FE, NEW MEXICO 87504  
505-982-4554 (FAX) 505-982-8623

WRITER:

Dana S. Hardy, Partner  
dhardy@hinklelawfirm.com

August 12, 2021

**VIA CERTIFIED MAIL**  
**RETURN RECEIPT REQUESTED**

**TO ALL INTERESTED PARTIES SUBJECT TO NOTICE**

**Re: Case No. 22133**

**Application of FAE II Operating, LLC for Reinstate of Injection Authority and Authorization to Convert Producing Wells to Injectors for Waterflood Operations, Lea County, New Mexico.**

To whom it may concern:

This letter is to advise you that the subject application was filed with the New Mexico Oil Conservation Division. The hearing will be conducted on **September 9, 2021** beginning at 8:15 a.m.

During the COVID-19 Public Health Emergency, state buildings are closed to the public and hearings will be conducted remotely. To participate in the electronic hearing, see the instructions posted on the OCD Hearings website: <https://www.emnrd.nm.gov/ocd/hearing-info/>. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Pursuant to Division Rule 19.15.4.13.B, a party who intends to present evidence at the hearing shall file a pre-hearing statement and serve copies on other parties, or the attorneys of parties who are represented by counsel, at least four business days in advance of a scheduled hearing, but in no event later than 5:00 p.m. mountain time, on the Thursday preceding the scheduled hearing date. The statement must be filed at the Division's Santa Fe office or submitted through the OCD E-Permitting system (<https://wwwapps.emnrd.state.nm.us/ocd/ocdpermitting/>) and should include: the names of the parties and their attorneys, a concise statement of the case, the names of all witnesses the party will call to testify at the hearing, the approximate time the party will need to present its case, and identification of any procedural matters that are to be resolved prior to the hearing.

Please do not hesitate to contact me if you have any questions about this matter.

Sincerely,

/s/ Dana S. Hardy

Dana S. Hardy

FAE II OPERATING, LLC

Case No. 22133

Exhibit A-6

Enclosure

PO BOX 10  
ROSWELL, NEW MEXICO 88202  
575-622-6510  
(FAX) 575-623-9332

PO BOX 2068  
SANTA FE, NEW MEXICO 87504  
505-982-4554  
(FAX) 505-982-8623

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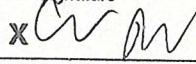
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COUNTY OF LEA

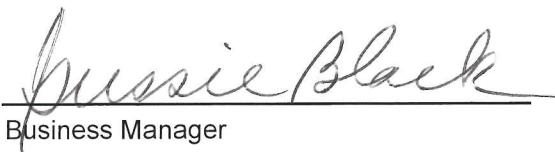
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Beginning with the issue dated  
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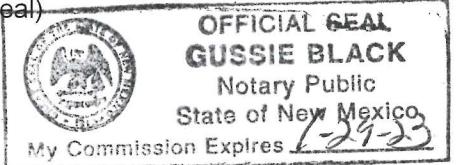


Business Manager

My commission expires

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(Seal)



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**LEGAL NOTICE**  
August 20, 2021

This is to notify all interested parties, including: Apache Corporation, Dasco Cattle Company, LLC, Empire New Mexico, LLC, the New Mexico Commissioner of Public Lands, and their successors and assigns, that the New Mexico Oil Conservation Division will conduct a hearing on an application submitted by FAE II Operating, LLC (Case No. 22133). During the COVID-19 Public Health Emergency, state buildings are closed to the public and hearings will be conducted remotely. The hearing will be conducted on September 9, 2021 beginning at 8:15 a.m. To participate in the electronic hearing, see the instructions posted on the docket for the hearing date: <https://www.emrd.nm.gov/ocd/hearing-info/>. Applicant applies for an order: (1) reinstating injection authority for its State "A" A/C No. 65, 67, 69 and 71 wells within its Blackbeard North Waterflood Project ("Project") within the Seven Rivers and Queen formations comprised of portions of Sections 5, 7, 8 and 9, Township 22 South, Range 36 East, Lea County, New Mexico; and (2) authorizing FAE to convert its State "A" A/C No. 64, 68, 70 and 72 producing wells to injectors for waterflood operations. The following wells ("Wells") authorized under the Orders are located within the South Eunice pool of the Seven Rivers and Queen formations:

<b>Well Name (API): 30-025-</b>	<b>Location within T22S-R36E</b>	<b>Injection Interval</b>
State "A" A/C 2 No. 64 (28273)	Unit A, 1250 FNL & 1250 FEL, Sec. 8	3720'- 3885'
State "A" A/C 2 No. 65 (28274)	Unit E, 1345 FNL & 25 FWL, Sec. 9	3695'- 3875'
State "A" A/C 2 No. 67 (28276)	Unit K, 2615 FSL & 1345 FWL, Sec. 9	3660'- 3850'
State "A" A/C 2 No. 68 (28277)	Unit E, 2570 FNL & 70 FWL, Sec. 9	3695'- 3885'
State "A" A/C 2 No. 69 (28278)	Unit I, 2615 FSL & 1295 FEL, Sec. 8	3700'- 3890'
State "A" A/C 2 No. 70 (28279)	Unit P, 1295 FSL & 1295 FEL, Sec. 8	3725'- 3890'
State "A" A/C 2 No. 71 (28280)	Unit M, 1295 FSL & 25 FWL, Sec. 9	3715'- 3890'
State "A" A/C 2 No. 72 (28281)	Unit K, 1410 FSL & 1440 FWL, Sec. 9	3675'- 3875'

Applicant proposes to convert its State "A" A/C No. 64, 68, 70 and 72 wells from producers to injectors for waterflood operations and reinstate injection into its State "A" A/C No. 65, 67, 69 and 71 wells for waterflood operations. FAE plans to inject water through a closed system of perforations at depths of 3,599' to 3,950' within the Seven Rivers and Queen formations. The proposed average injection pressure through the Wells is expected to be approximately 700 psi. The expected maximum injection pressure will be calculated relative to the depth of the highest perforation, using a factor of 0.2 psift. The proposed Wells will have perforation depths of approximately 3,640' and 3,599' (or 728 psi and 720 psi maximum injection pressure, respectively). Pending results of a step rate test, the maximum injection pressure could potentially be increased to a factor of 0.6 psift (or 2,184 psi at 3,640' and 2,160 psi at 3,599'). The proposed average injection rate is expected to be approximately 600 barrels of water per day. The maximum daily injection rate will be 1,000 barrels of water per day or as permitted by the Division. The Unit acreage is located approximately 7.5 miles southwest of Eunice, New Mexico.

#36762

02107475

00257473

GILBERT  
HINKLE, SHANOR LLP  
PO BOX 2068  
SANTA FE, NM 87504

**FAE II OPERATING, LLC**

Case No. 22133

Exhibit A-7

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

APPLICATION OF FAE II OPERATING,  
LLC FOR REINSTATEMENT OF INJECTION  
AUTHORITY AND AUTHORIZATION TO CONVERT  
PRODUCING WELLS TO INJECTORS  
FOR WATERFLOOD OPERATIONS,  
LEA COUNTY, NEW MEXICO

CASE NO. 22133

**SELF-AFFIRMED STATEMENT OF JESSICA LAMARRO**

1. I am over 18 years of age and am competent to provide this Self-Affirmed Statement. I have personal knowledge of the matters addressed herein. I am employed by FAE II Operating, LLC (“FAE”) as a geologist. I am familiar with the Application in this case and with the geology matters pertaining to this Application. I have previously testified before the New Mexico Oil Conservation Division (“Division”), and my credentials as an expert in petroleum geology matters were accepted and made a matter of record.

2. FAE’s Application seeks an order: (1) reinstating injection authority for its State “A” A/C No. 65, 67, 69 and 71 wells within its Blackbeard North Waterflood Project (“Project”) within the Seven Rivers and Queen formations comprised of portions of Sections 5, 7, 8 and 9, Township 22 South, Range 36 East, Lea County, New Mexico; and (2) authorizing FAE to convert its State “A” A/C No. 64, 68, 70 and 72 producing wells to injectors for waterflood operations.

FAE II OPERATING, LLC  
Case No. 22133  
Exhibit B

3. The legal locations and injection intervals of the wells ("Wells") pertaining to this application are as follows:

Well Name (API: 30-025-)	Location within T22S-R36E	Injection interval
State "A" A/C 2 No. 64 (28273)	Unit A, 1250 FNL & 1250 FWL, Sec. 8	3720'- 3885'
State "A" A/C 2 No. 65 (28274)	Unit E, 1345 FNL & 25 FWL, Sec. 9	3695'- 3875'
State "A" A/C 2 No. 67 (28276)	Unit K, 2615 FSL & 1345 FWL, Sec. 9	3660'- 3850'
State "A" A/C 2 No. 68 (28277)	Unit E, 2570 FNL & 70 FWL, Sec. 9	3695'- 3885'
State "A" A/C 2 No. 69 (28278)	Unit I, 2615 FSL & 1295 FEL, Sec. 8	3700'- 3890'
State "A" A/C 2 No. 70 (28279)	Unit P, 1295 FSL & 1295 FEL, Sec. 8	3725'- 3890'
State "A" A/C 2 No. 71 (28280)	Unit M, 1295 FSL & 25 FWL, Sec. 9	3715'- 3890'
State "A" A/C 2 No. 72 (28281)	Unit K, 1410 FSL & 1440 FWL, Sec. 9	3675'- 3875'

4. The "unitized interval" was defined by Order R-12496-A as the South Eunice pool, which has a depth of 3,269' to 3,983' in the State A A/C 2-39 (API: 3002508858) log.

5. Produced water will be injected into the Seven Rivers and Queen formations found at the drilling depth interval of 3,855' to 4,024' as measured on the electric log called the "Focused Log" ran June 16, 1966 on Texas Pacific Oil Company's STATE A AC 2 #60 (API No. 30-025-21774) for the purpose of increasing the ultimate recovery of oil within the interval underlying the Project area.

6. The productive zone immediately overlying the proposed injection interval is the Seven Rivers formation with its top being at an approximate depth of 3,361' TVD. The productive zone immediately underlying the proposed injection interval is the Grayburg formation at an approximate depth of 4,024' TVD.

7. **Exhibit B-1** contains a type log of the Seven Rivers-Queen injection interval. The interval consists primarily of sandstones interbedded with dolomites and anhydrites. The log shows the interval top at 3630' and which is top sealed by a low porosity/low permeability non-oil bearing Seven Rivers carbonate layer. The bottom of the interval is sealed by a low porosity/low

permeability section of the Grayburg carbonate. There is no fracturing and essentially no vugular porosity fabric evident in cores or on the openhole wireline log data. Productive porosity typically ranges from 10% to 20% and averages around 16% throughout the interval.

8. **Exhibit B-2** contains a structure map of the Unit. The map shows the structural contours near the top of the Seven Rivers-Queen injection interval. The area is relatively flat but has a gentle east to west slope towards the Delaware Basin.

9. **Exhibits B-3 and B-4** contain cross-sections of the target injection interval within the Seven Rivers and Queen formations. The cross-sections demonstrate the injection interval is consistent and continuous across the target interval underlying the Project area. The cross-sections also show all lands within the proposed unit contain porous reservoir rock and therefore, all lands within the proposed unit appear capable of contributing additional secondary recovery reserves.

10. Accordingly, from geologic studies performed over this area, the unit area is well suited for secondary and tertiary recovery operations and the entire Project area should continue to contribute enhanced recovery reserves.

11. There are no faults or other geologic impediments that would impede the efficiency of the Project.

12. Based on my professional training and experience, it is my opinion that the proposed injection operations will not impair any hydrocarbon-bearing zones. It is also my opinion that injection fluids will be confined to the injection interval as a result of the stratigraphic confining layers above and below the injection zone.

13. Pages 47-62 of the Form C-108 identify between 1 and 6 active freshwater wells within a 1-mile radius of the Wells. Pages 63-67 of the Form C-108 contain water analyses for two (2) freshwater wells. The first and closest freshwater well is the CP 01854 POD1 located about

100' from the State A A/C 2 #65. The well depth is 250' MD and is considered a "shallow" water supply. The second well is the CP 01318 POD2 located 0.86 miles from State A A/C 2 #72. The well depth is 260' MD and is also considered a "shallow" water supply.

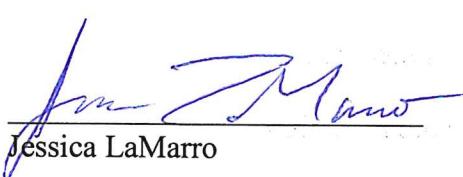
14. With respect to compatibility, the source of the water to be injected will be produced water from other Seven Rivers and Queen formations wells drilled within the Project area and water transfer lines. **Exhibit B-5** contains a produced water analysis for the FAE II Operating LLC's STATE A A/C 2 #24 (API: 30-025-08833). I do not expect any water compatibility issues to arise from the proposed injection operations.

15. I have examined the available geological and engineering data and have found no evidence of open faults or hydrological connection between the proposed Seven Rivers-Queen injection interval and any underground sources of drinking water.

16. The exhibits referenced above were either prepared by me or under my supervision or were compiled from company business records.

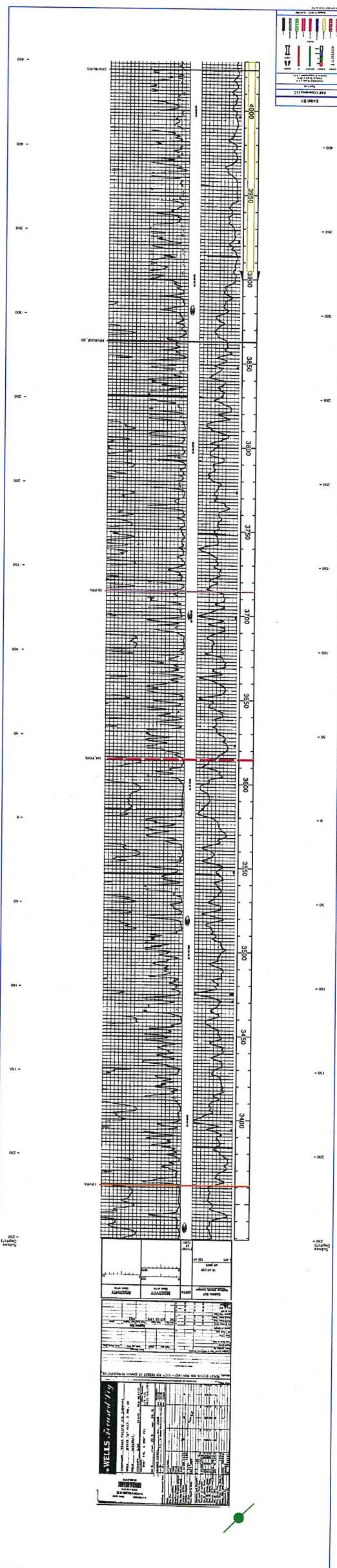
17. In my opinion, the granting of FAE's application would serve the interests of conservation, the prevention of waste, and the protection of correlative rights.

18. I understand this Self-Affirmed Statement will be used as written testimony in this case. I affirm that my testimony in paragraphs 1 through 17 above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.



Jessica LaMarro

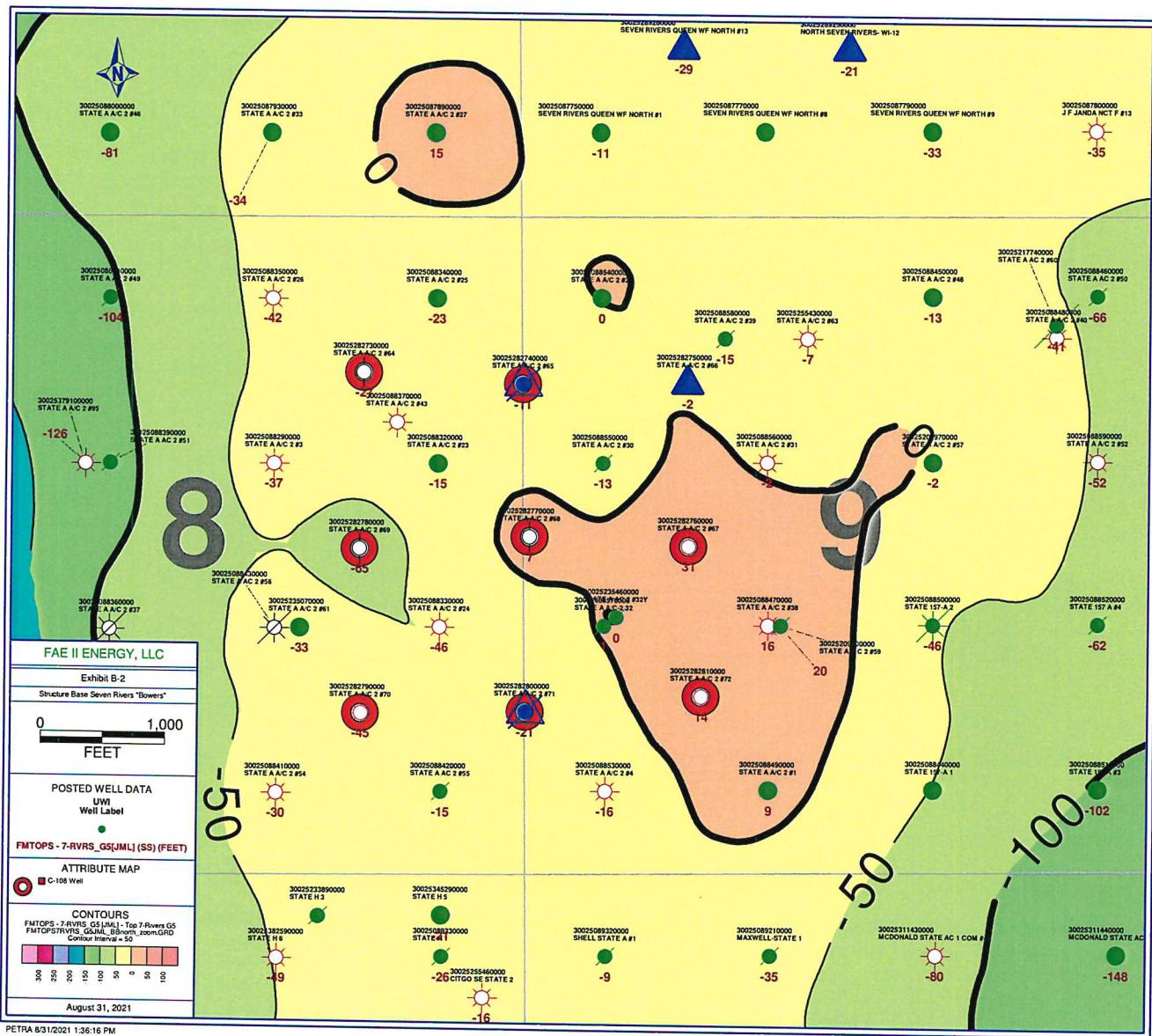
9/3/2021  
Date



FAE II OPERATING, LLC

Case No. 22133

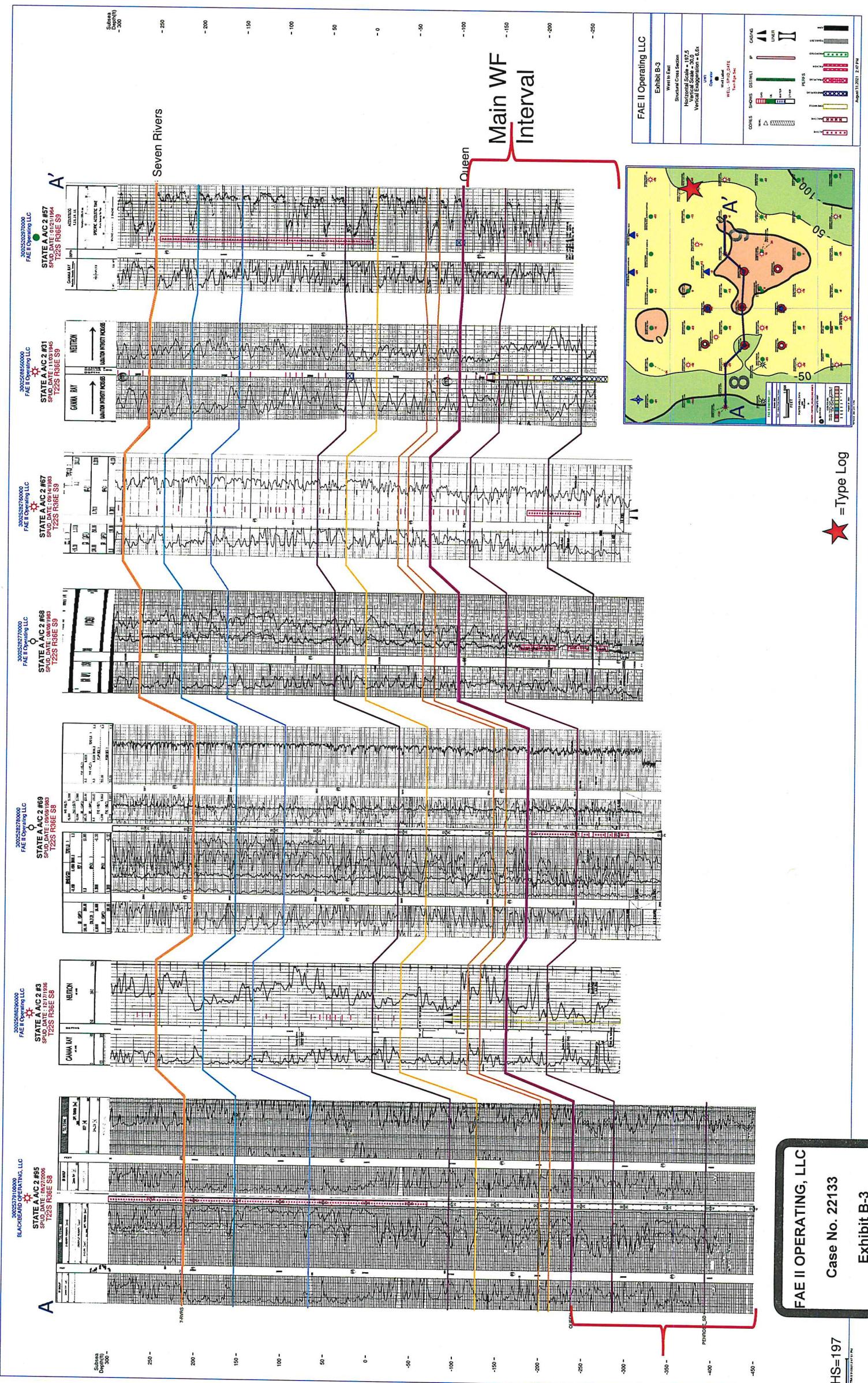
Exhibit B-1

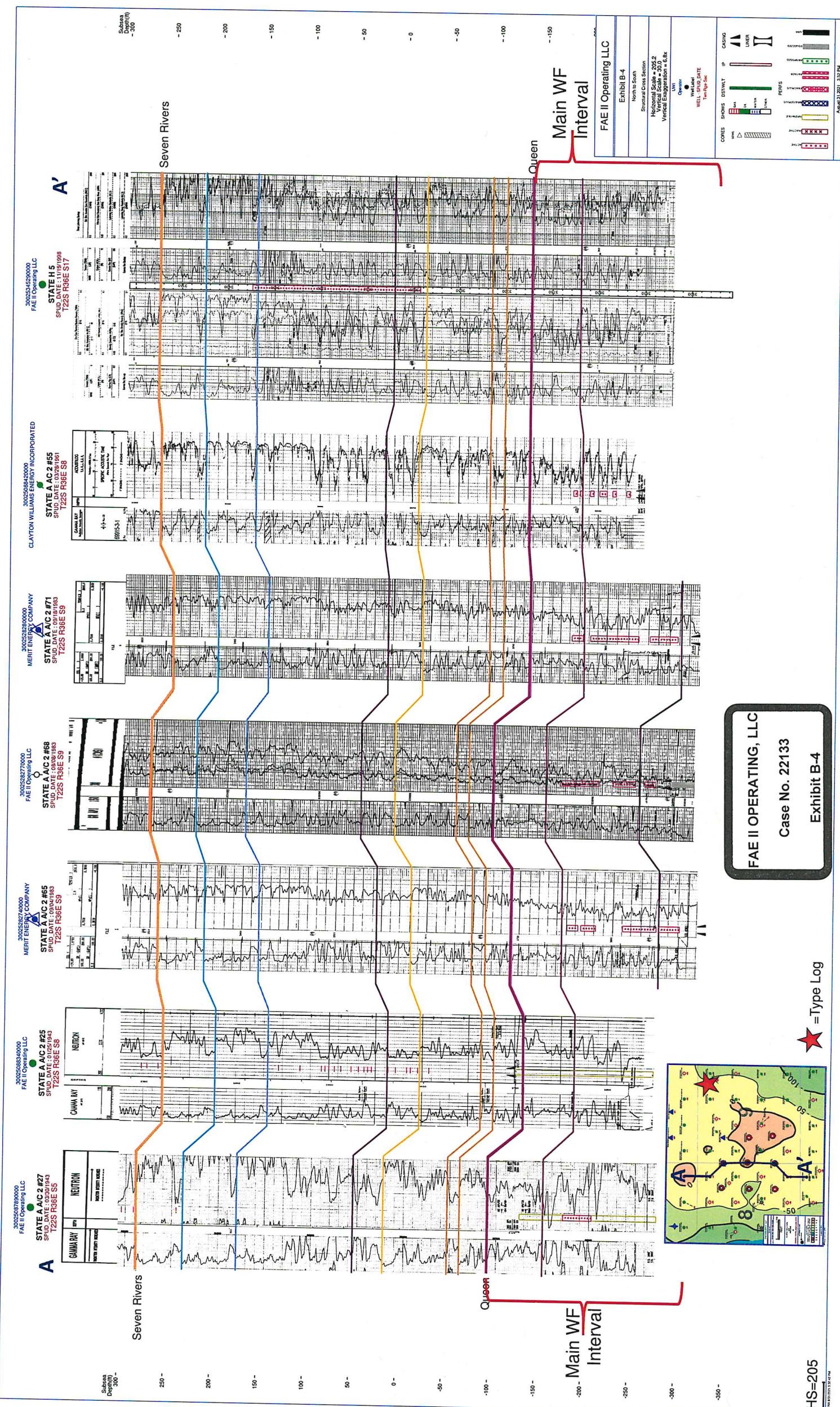


FAE II OPERATING, LLC

Case No. 22133

Exhibit B-2





# Impact Water Analysis Report

**SYSTEM IDENTIFICATION**

Company: Blackbeard  
 Location: State A A/C 2 #4  
 Sample Source: Wellhead  
 Salesman: David Garcia

Sample ID#: 93620

Sample Date: 02-15-2018  
 Report Date: 02-20-2018

**WATER CHEMISTRY**

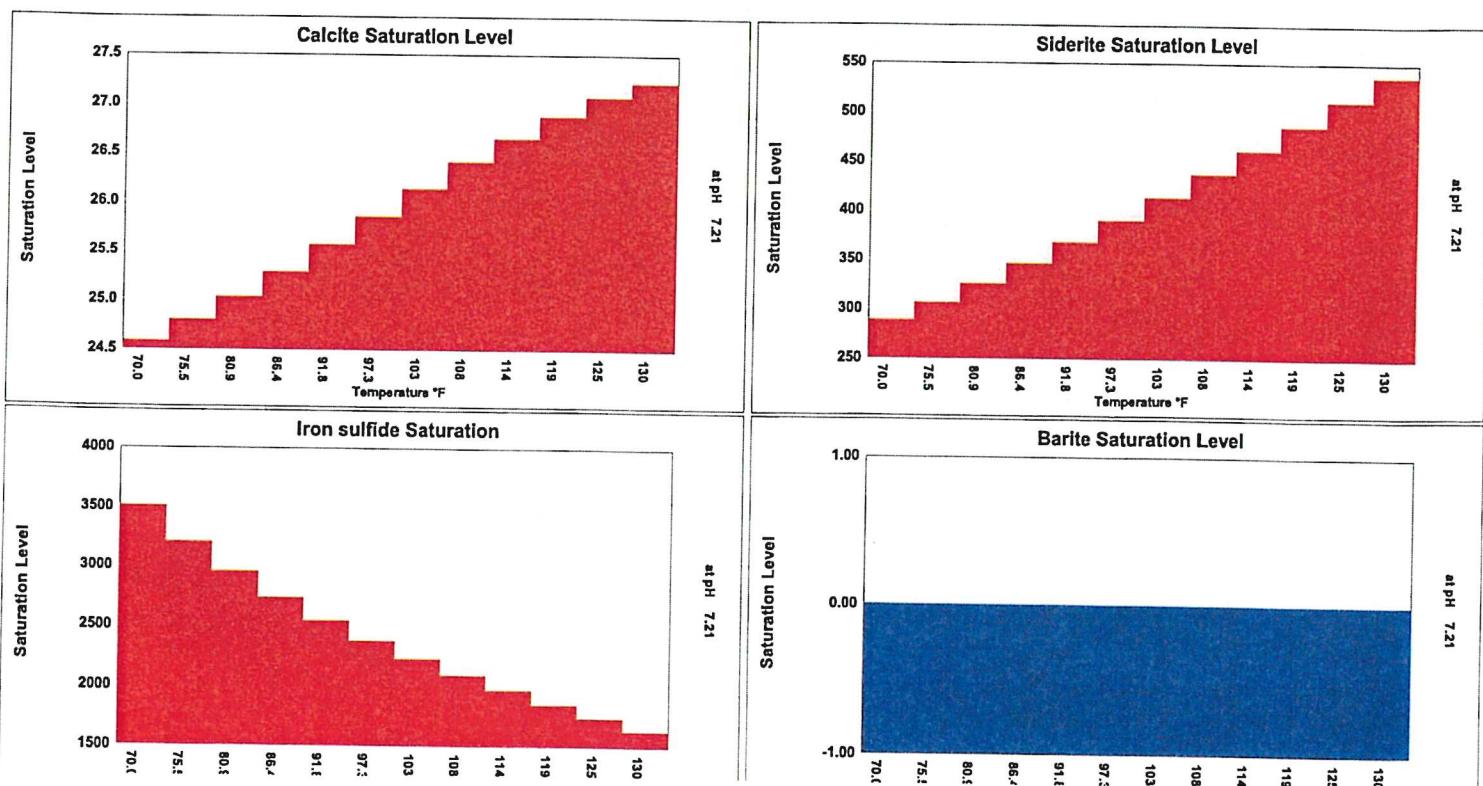
CATIONS		ANIONS	
Calcium(as Ca)	771.10	Chloride(as Cl)	4600
Magnesium(as Mg)	233.10	Sulfate(as SO <sub>4</sub> )	0.00
Barium(as Ba)	6.53	Dissolved CO <sub>2</sub> (as CO <sub>2</sub> )	180.00
Strontium(as Sr)	17.37	Bicarbonate(as HCO <sub>3</sub> )	2784
Potassium(as K)	85.82	H <sub>2</sub> S (as H <sub>2</sub> S)	428.00
Lithium(as Li)	0.31	Boron(as B)	10.76
Iron(as Fe)	4.82		
Manganese(as Mn)	0.43		
PARAMETERS			
Temperature(°F)	77.00		
Sample pH	7.19		
Conductivity	13856		
T.D.S.	11856		
Resistivity	72.17		
Sp.Gr.(g/mL)	1.00		

**SCALE AND CORROSION POTENTIAL**

Temp. (°F)	Press. (atm)	Calcite		Anhydrite		Gypsum		Barite		Celestite		Siderite		Mackawenite		CO <sub>2</sub> (mpy)	pCO <sub>2</sub> (atm)
		CaCO <sub>3</sub>	xSAT mg/L	CaSO <sub>4</sub>	xSAT mg/L	CaSO <sub>4</sub> *2H <sub>2</sub> O	xSAT mg/L	BaSO <sub>4</sub>	xSAT mg/L	SrSO <sub>4</sub>	xSAT mg/L	FeCO <sub>3</sub>	xSAT mg/L	FeS	xSAT mg/L		
70.00	1.00	24.58	6.44	0.00	-2032	0.00	-1593	0.00	-3.81	0.00	-279.92	288.09	7.65	3504	2.46	0.122	0.280
75.45	10.00	24.79	6.38	0.00	-2042	0.00	-1627	0.00	-4.27	0.00	-282.09	305.98	7.58	3203	2.44	0.204	1.54
80.91	19.00	25.03	6.32	0.00	-2042	0.00	-1658	0.00	-4.74	0.00	-283.46	325.47	7.52	2950	2.43	0.196	2.80
86.36	28.00	25.28	6.27	0.00	-2033	0.00	-1686	0.00	-5.23	0.00	-284.20	346.05	7.47	2732	2.42	0.180	4.06
91.82	37.00	25.56	6.23	0.00	-2015	0.00	-1710	0.00	-5.73	0.00	-284.42	367.72	7.42	2543	2.40	0.168	5.32
97.27	46.00	25.85	6.19	0.00	-1988	0.00	-1732	0.00	-6.23	0.00	-284.23	390.15	7.38	2377	2.39	0.159	6.58
102.73	55.00	26.13	6.16	0.00	-1954	0.00	-1751	0.00	-6.74	0.00	-283.72	413.36	7.34	2229	2.38	0.153	7.84
108.18	64.00	26.41	6.14	0.00	-1916	0.00	-1718	0.00	-7.28	0.00	-283.36	437.18	7.32	2093	2.36	0.138	9.10
113.64	73.00	26.65	6.09	0.00	-1867	0.00	-1675	0.00	-7.82	0.00	-282.57	461.47	7.27	1970	2.35	0.122	10.36
119.09	82.00	26.87	6.06	0.00	-1816	0.00	-1637	0.00	-8.39	0.00	-282.15	486.28	7.23	1852	2.34	0.109	11.62
124.55	91.00	27.07	6.03	0.00	-1759	0.00	-1602	0.00	-8.99	0.00	-281.84	511.52	7.19	1742	2.32	0.0971	12.88
130.00	100.00	27.22	5.99	0.00	-1700	0.00	-1568	0.00	-9.62	0.00	-281.64	536.61	7.15	1636	2.31	0.0867	14.14
		xSAT	mg/L	xSAT	mg/L	xSAT	mg/L	xSAT	mg/L	xSAT	mg/L	xSAT	mg/L	xSAT	mg/L		

Saturation Levels (xSAT) are the ratio of ion activity to solubility, e.g. {Ca}{CO<sub>3</sub>}/K<sub>sp</sub>. pCO<sub>2</sub> (atm) is the partial pressure of CO<sub>2</sub> in the gas phase.

mg/L scale is the quantity of precipitation (or dissolution) required to instantaneously bring the water to equilibrium.



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

APPLICATION OF FAE II OPERATING,  
LLC FOR REINSTATEMENT OF INJECTION  
AUTHORITY AND AUTHORIZATION TO CONVERT  
PRODUCING WELLS TO INJECTORS  
FOR WATERFLOOD OPERATIONS,  
LEA COUNTY, NEW MEXICO

CASE NO. 22133

**SELF-AFFIRMED STATEMENT OF HUXLEY SONG**

1. I am over 18 years of age and am competent to provide this Self-Affirmed Statement. I have personal knowledge of the matters addressed herein. I am the Vice President of Engineering for FAE II Operating, LLC (“FAE”). I am familiar with the Application filed by FAE in this case and with the engineering matters pertaining to this Application. I have previously testified before the New Mexico Oil Conservation Division (“Division”), and my credentials as an expert in petroleum engineering matters were accepted and made a matter of record.

2. FAE’s Application seeks an order: (1) reinstating injection authority for its State “A” A/C No. 65, 67, 69 and 71 wells within its Blackbeard North Waterflood Project (“Project”) within the Seven Rivers and Queen formations comprised of portions of Sections 5, 7, 8 and 9, Township 22 South, Range 36 East, Lea County, New Mexico; and (2) authorizing FAE to convert its State “A” A/C No. 64, 68, 70 and 72 producing wells to injectors for waterflood operations.

FAE II OPERATING, LLC

Case No. 22133

Exhibit C

3. The legal locations and injection intervals of the wells (“Wells”) pertaining to this application are as follows:

<b>Well Name (API: 30-025-)</b>	<b>Location within T22S-R36E</b>	<b>Injection interval</b>
State "A" A/C 2 No. 64 (28273)	Unit A, 1250 FNL & 1250 FEL, Sec. 8	3720'- 3885'
State "A" A/C 2 No. 65 (28274)	Unit E, 1345 FNL & 25 FWL, Sec. 9	3695'- 3875'
State "A" A/C 2 No. 67 (28276)	Unit K, 2615 FSL & 1345 FWL, Sec. 9	3660'- 3850'
State "A" A/C 2 No. 68 (28277)	Unit E, 2570 FNL & 70 FWL, Sec. 9	3695'- 3885'
State "A" A/C 2 No. 69 (28278)	Unit I, 2615 FSL & 1295 FEL, Sec. 8	3700'- 3890'
State "A" A/C 2 No. 70 (28279)	Unit P, 1295 FSL & 1295 FEL, Sec. 8	3725'- 3890'
State "A" A/C 2 No. 71 (28280)	Unit M, 1295 FSL & 25 FWL, Sec. 9	3715'- 3890'
State "A" A/C 2 No. 72 (28281)	Unit K, 1410 FSL & 1440 FWL, Sec. 9	3675'- 3875'

4. FAE proposes to reinstate injection authority for its State “A” A/C No. 65, 67, 69 and 71 wells and convert its State “A” A/C No. 64, 68, 70 and 72 producing wells to injectors within the Project and plans to inject water through a closed system of perforations at depths of 3,640' to 3,599' within the Seven Rivers and Queen formations.

5. Specifications and wellbore schematics for the Wells are provided at pages 2-9 of Form C-108. The Wells will be adequately equipped for injection, and the construction of the Wells will protect fresh water and other hydrocarbon-bearing zones.

6. The proposed average injection pressure through the Wells is expected to be approximately 700 psi. The expected maximum injection pressure will be calculated relative to the depth of the highest perforation, using a factor of 0.2 psi/ft. The proposed Wells will have perforation depths of approximately 3,640' and 3,599' (or 728 psi and 720 psi maximum injection pressure, respectively). Pending results of a step rate test, the maximum injection pressure could potentially be increased to a factor of 0.6 psi/ft (or 2,184 psi at 3,640' and 2,160 psi at 3,599').

7. The proposed average injection rate is expected to be approximately 600 barrels of water per day. The maximum daily injection rate will be 1,000 barrels of water per day or as permitted by the Division.

8. FAE proposes to acidize the perforations within its injector Wells with 5,000 gal 15% HCl for each set of perforations. Based on my professional training and experience, it is my professional opinion that acidizing each set of perforations within the Wells will maximize injection rates.

9. **Exhibit C-1** depicts the rate at which production has declined within the Project from approximately 90 bopd after initial waterflood implementation in the 1980s to approximately 10 bopd at present. Based on my professional training and experience, it is my opinion that production will decline even further from the current level of approximately 10 bopd in the absence of additional injection wells.

10. **Exhibit C-2** contains an Incremental Production and Economic Summary of the Project. The exhibit shows an economic comparison of continuing operations under current conditions with no additional injection support as opposed to increasing secondary recovery operations in the Wells within the Project. It is my opinion that commencing injection operations within the Wells would result in an incremental Estimated Ultimate Recovery (EUR) increase of approximately 1,900 Mbbl of oil.

11. It is my opinion that injection operations within the Project are economically and technically feasible and that it is prudent to utilize secondary recovery operations to maximize oil recovery. It is also my opinion that the proposed conversion of FAE's State "A" A/C No. 64, 68, 70 and 72 producers to injectors for waterflood operations is not premature.

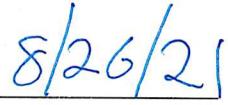
12. FAE will run an MIT test prior to commencing injection and will monitor pressure during injection.

13. The exhibits referenced above were either prepared by me or under my supervision or were compiled from company business records.

14. In my opinion, the granting of FAE's application would serve the interests of conservation, the prevention of waste, and the protection of correlative rights.

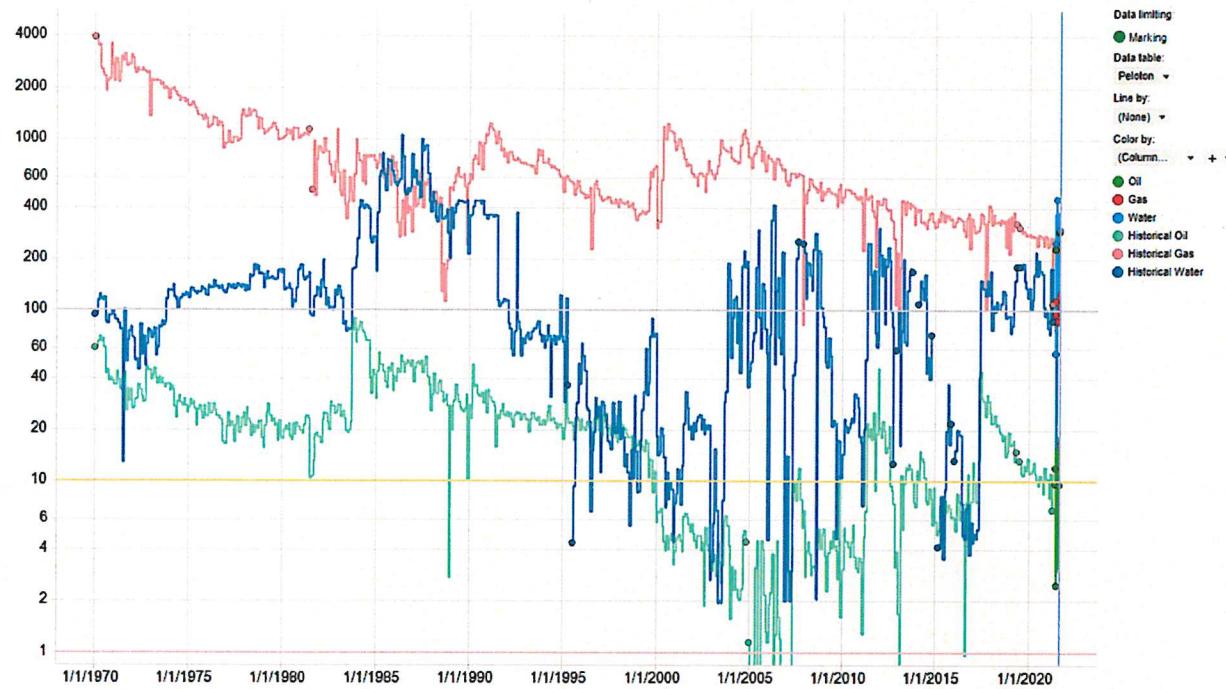
15. I understand this Self-Affirmed Statement will be used as written testimony in this case. I affirm that my testimony in paragraphs 1 through 14 above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.

  
Huxley Song

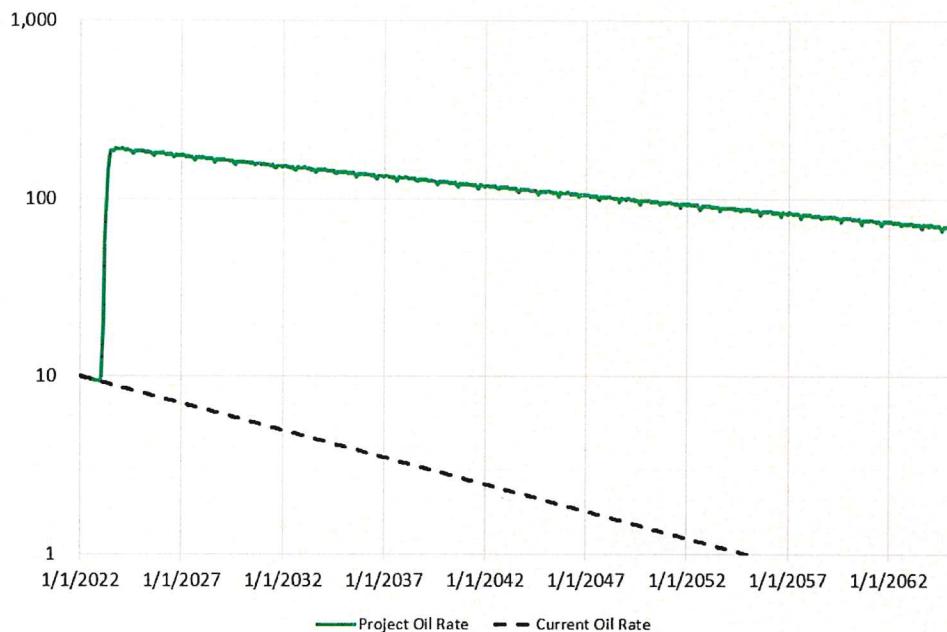
  
Date

**Exhibit C-1**

**Historical Production within Project Area**



FAE II OPERATING, LLC  
Case No. 22133  
Exhibit C-1

**Exhibit C-2****Production Comparison: Waterflood Reactivation Project vs Current Play Out****Economics of Waterflood Reactivation**

	NPV-10 (Including Capital)	Gross Oil Reserves
Waterflood Reactivation	\$16.2 million	2.0 million bo
Current Play Out (No Waterflood Reactivation)	\$1.5 million	0.1 million bo
Delta (Benefit from Waterflood Reactivation)	\$14.7 million	1.9 million bo

FAE II OPERATING, LLC

Case No. 22133

Exhibit C-2