Oil Conservation Division

Examiner Hearing

June 27, 2024

Case No. 24570



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

APPLICATION OF WATERBRIDGE STATELINE LLC TO APPROVE SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO.

CASE NO. 24570

TABLE OF CONTENTS

Exhibit A: Affidavit of Oliver Seekins

• Exhibit A-1: Application and C-108

Exhibit B: Affidavit of Thomas Tomastik

Exhibit C: Affidavit of Reed Davis

Exhibit D: Self-Affirmed Statement of Deana Bennett re Notice

- Exhibit D-1: Sample Notice Letter
- Exhibit D.2: Mailing List of Interested Parties
- Exhibit D.3: Certified Mailing Tracking List
- Exhibit D.4: Affidavit of Publication

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

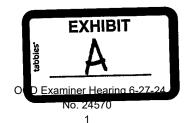
APPLICATION OF WATERBRIDGE STATELINE LLC TO APPROVE SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO.

CASE NO. 24570 (FPNM SWD #6)

AFFIDAVIT OF OLIVER SEEKINS

Oliver Seekins, of lawful age and being duly sworn, declares as follows:

- 1. My name is Oliver Seekins. I work for ALL Consulting as a Project Manager/Regulatory Specialist. I have been retained by WaterBridge Stateline LLC ("WaterBridge") (OGRID No. 330129).
 - 2. I personal knowledge of the matters stated herein.
- 3. I have previously testified before the Oil Conservation Division ("Division") as an expert witness in regulatory matters and permitting salt water disposal wells. My credentials as an expert in regulatory matters and permitting salt water disposal wells have been accepted by the Division and made a matter of record.
 - 4. My area of responsibility includes the area of Lea County in New Mexico.
- 5. I am familiar with the application WaterBridge filed in this matter and I am familiar with the status of the lands in the subject area.
- 6. **Exhibit A-1** is the hearing application in Case No. 24570 that WaterBridge filed with the Division. The application includes the Form C-108, attached as Exhibit A to the Application. In preparing for this hearing, I have reviewed the C-108 and did not identify any changes that require amending the C-108 or affect the accuracy of statements in the C-108.



- 7. In this case, WaterBridge seeks authorization to inject produced water into the Glorieta Sandstone formation through the FPNM SWD #6 well at a surface location 1964' from the North line and 2170' from the West line, Unit F, Section 17, Township 26 South, Range 38 East, NMPM, Lea County, New Mexico.
- 8. WaterBridge seeks authority to inject produced water into the Glorieta Sandstone formation at a depth of approximately 5,400 feet to 5,775 feet.
- 9. WaterBridge requests that the Division approve a maximum daily injection rate for the well of 20,000 bbls per day.
- 10. The well will be a commercial well, and WaterBridge intends to commence drilling the Well as soon as reasonably possible after receiving the injection order and commence injection within 1-year of receiving the approved injection order or an approved NMOCD authorization to inject extension.
- 11. Attachment 2 in Exhibit A-1 include a map that identifies wells within 2 miles of the Well.
 - 12. As noted in Attachment 2, there are no wells within a half-mile of the Well.
- 13. Attachment 2 identifies the operators, lessees, mineral and surface owners within two miles of the Well.
- 14. I also reviewed whether there are any fresh water wells within a mile of the Well. There is one well within one mile of the Well, however according to NMOSE records, this well in not currently active, and as such is unavailable for sampling, as noted in Attachment 6 to Exhibit A-1.
- 15. I provided notice information to WaterBridge's counsel based on OCD's regulations, in Rule 19.15.26.8(B), which require notice to the surface owner and to each leasehold

operator, and to any other affected person as that term is defined Rule 19.15.2.7(8). The notice party information is included in Attachment 9 to Exhibit A-1.

- 16. It is my opinion that WaterBridge undertook a good faith effort to locate and identify the correct parties and valid addresses required for notice.
- 17. In my opinion, the granting of WaterBridge's application is in the interests of conservation and the prevention of waste. The Well will provide much needed capacity for produced water, which will, in turn, support oil and gas operators' ability to produce oil and gas.
- 18. The attached exhibits were prepared by me, or compiled from company business records, or were prepared at my direction.
- 19. I attest under penalty of perjury under the laws of the State of New Mexico that the information provided herein is correct and complete to the best of my knowledge and belief.

[Signature page follows]

State of Utah

County of Washington

This record was acknowledged before me on June 18 2024, by Oliver Seekins.



Notary Public in and for the State of Utah
Commission Number: 724858

My Commission Expires: 3/4/2007

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

APPLICATION OF WATERBRIDGE STATELINE LLC TO APPROVE SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO.

CASE NO. 24570

APPLICATION

WaterBridge Stateline LLC ("WaterBridge"), OGRID No. 330129, through its undersigned attorneys, hereby submits this application to the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-12, Rule No. 19.15.26, and Rule 19.15.4.8 for an order approving drilling of a salt water disposal well in Lea County, New Mexico. In support of this application, WaterBridge states as follows:

- (1) WaterBridge proposes to drill the FPNM SWD #6 well at a surface location 1,964' from the North line and 2,170' from the West line, Unit F, Section 17, Township 26 South, Range 38 East, NMPM, Lea County, New Mexico for the purpose of operating a produced water disposal well.
- (2) WaterBridge seeks authority to inject produced water into the Glorieta Sandstone formation at a depth of approximately 5,400 feet to 5,775 feet.
- (3) WaterBridge requests that the Division approve a maximum daily injection rate for the well of 20,000 bbls per day.
- (4) WaterBridge requests approval of a maximum injection pressure of 1,080 psi for the well.
 - (5) A proposed C-108 for the subject well is attached hereto as Attachment A.



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

WHEREFORE, WaterBridge requests that this application be set for hearing before an Examiner of the Oil Conservation Division on June 13, 2024; and that after notice and hearing, the Division enter its order approving this application.

Respectfully submitted,

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

Earl E. DeBrine, Jr.

Deana M. Bennett

Yarithza Peña

Post Office Box 2168

500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800

edebrine@modrall.com

deana.bennett@modrall.com

yarithza.pena@modrall.com

Attorneys for Applicant

CASE NO. 24570: Application of WaterBridge Stateline LLC for approval of a salt water disposal well in Lea County, New Mexico. Applicant seeks an order approving disposal into the Glorieta Sandstone formation through the FPNM SWD #6 well at a surface location 1,964' from the North line and 2,170' from the West line, Unit F, Section 17, Township 26 South, Range 38 East, NMPM, Lea County, New Mexico for the purpose of operating a produced water disposal well. Applicant seeks authority to inject produced water into the Glorieta Sandstone formation at a depth of approximately 5,400 feet to 5,775 feet. Applicant further requests that the Division approve a maximum daily injection rate for the well of 20,000 bbls per day. Said area is located approximately 7.94 miles Southeast of Jal, New Mexico.

7

4 of 45

wea by OCD: 5/15/2	024 12.00.43 /134			Revised March 23, 20
RECEIVED:	REVIEWER:	TYPE:	APP NO:	
	- Geologic 1220 South St. Fr	a30VE THIS TABLE FOR OCCODE CO OIL CONSERVA Cal & Engineering ancis Drive, Sant	ATION DIVISION g Bureau – a Fe, NM 87505	
THIS	CHECKLIST IS MANDATORY FOR AL			
pplicant: WaterBr		*		Number: <u>330129</u>
ell Name: FPNM			API:	- d 06106
SWD; Glorieta	2		Pool C	ode: 96106
	ATE AND COMPLETE IN	INDICATED BELO	W	IE TYPE OF APPLICATIO
A. Location	ICATION: Check those n – Spacing Unit – Simult NSL NSP	aneous Dedicatio	-	
[1] Com [[11] Injed	one only for [1] or [11] nmingling – Storage – M DHC CTB P ction – Disposal – Pressu WFX PMX S	LC □PC □C ure Increase – Enha	(0.00 p. 6.00	/
		BANCONO SE SE SAN	10	FOR OCD ONL
A. Offse B. Roya C. Appli D. Notifi	N REQUIRED TO: Check to perators or lease hole lity, overriding royalty or cation requires published cation and/or concurrection and/or concurrection and/or concurrection and/or concurrection.	ders wners, revenue ow ed notice ent approval by SL	vners O	Notice Comple Application Content Complete
F. ■ Surfa G.■ For a	ce owner Il of the above, proof o otice required	1000		ed, and/or,
administrative understand th	N: I hereby certify that a approval is accurate nat no action will be taken a submitted to the Div	and complete to t ken on this applice	he best of my know	vledge. I also
N	lote: Statement must be comple	ted by an individual with	managerial and/or super	visory capacity.
			5/13/2024	
Oliver Seekins			Date	
rint or Type Name			010 202 7501	
			918.382.7581 Phone Number	
Time To	ing-		1973 YEL SWIDE	
-www.	U		oseekins@all-llc.con	1

Released to Imaging: 5/21/2024 2:37:03 PM Released to Imaging: 6/21/2024 9:18:40 AM

Signature

e-mail Address

Received by OCD: 5/15/2024 12:00:45 AM STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505 Page 5 of 45 FORM C-108 Revised June 10, 2003

APPLICATION FOR AUTHORIZATION TO INJECT

I.	PURPOSE: Secondary Recovery Pressure Maintenance X Disposal Storage Application qualifies for administrative approval? X Yes No
Π.	OPERATOR: WaterBridge Stateline LLC
	ADDRESS:5555 San Felipe, Ste. 1200 Houston, TX 77056
	CONTACT PARTY: Jessica High - Director, QHSE & Regulatory PHONE: 832-871-4064
III.	WELL DATA: Complete the data required on the reverse side of this form for each well proposed for injection. Additional sheets may be attached if necessary.
IV.	Is this an expansion of an existing project? Yes X No If yes, give the Division order number authorizing the project:
V.	Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.
VI.	Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.
VII.	Attach data on the proposed operation, including:
	 Proposed average and maximum daily rate and volume of fluids to be injected; Whether the system is open or closed; Proposed average and maximum injection pressure; Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and, If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).
*VIII.	Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.
IX.	Describe the proposed stimulation program, if any.
*X.	Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted).
*XI.	Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.
XII.	Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.
XIII.	Applicants must complete the "Proof of Notice" section on the reverse side of this form.
XIV.	Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and
	belief.
	NAME: Oliver Seekins TITLE: Project Manager / Regulatory Specialist
	SIGNATURE: DATE: 5/13/2024
*	E-MAIL ADDRESS: oseekins@all-llc.com If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be resubmitted. Please show the date and circumstances of the earlier submittal:

Application for Authorization to Inject

Well Name: FPNM SWD #6

III - Well Data (The wellbore diagram is included as Attachment 1)

A.

(1) General Well Information:

Operator: WaterBridge Stateline LLC (OGRID No. 330129)

Lease Name & Well Number: FPNM SWD #6 Location Footage Calls: 1,964' FNL & 2,170' FWL

Legal Location: UL F, S17 T26S R38E

Ground Elevation: 2,983'

Proposed Injection Interval: 5,400' - 5,775'

County: Lea

(2) Casing Information:

Туре	Hole Size	Casing Size	Casing Weight	Setting Depth	Sacks of Cement	Estimated TOC	Method Determined
Surface	24"	20"	94.0 lb/ft	1,165'	1,185	Surface	Circulation
Intermediate 1	17-1/2"	13-3/8"	54.5 lb/ft	2,635'	1,940	Surface	Circulation
Production Casing	12-1/4"	9-5/8"	40.0 lb/ft	5,775'	1,915	Surface	CBL
Tubing	N/A	5-1/2"	17.0 lb/ft	5,375'	N/A	N/A	N/A

DV Tool set at: 3,000'

(3) Tubing Information:

5-1/2" (17.0 lb/ft) ceramic-coated tubing with setting depth of 5,375'

(4) Packer Information: ACT AS1-X or equivalent packer set at 5,375'

B.

(1) Injection Formation Name: Glorieta Sandstone

Pool Name: SWD; Glorieta

Pool Code: 96106

- (2) Injection Interval: Perforated injection between 5,400' 5,775'
- (3) Drilling Purpose: New drill for saltwater disposal
- (4) Other Perforated Intervals: No other perforated intervals exist.
- (5) Overlying Oil and Gas Zones: Below are the approximate formation tops for known oil and gas producing zones in the area.
 - Yates (2,815')
 - Seven Rivers (2,889')
 - Queen (3,424')
 - Penrose (3,730')

Underlying Oil and Gas Zones: Below are the approximate formation tops for known oil and gas producing zones in the area.

- Tubb (6,630')
- Devonian (9,098')

10

V - Well and Lease Details

The following maps and documents are included as Attachment 2:

- · 2-mile Oil & Gas Well Map
- ½-mile AOR Well Table
- 2-Mile Lease Map
- 2-Mile Mineral Ownership Map
- 2-Mile Surface Ownership Map
- Potash Lease Map

VI - AOR Well List

A list of the well(s) within the 1/2-mile AOR is included in Attachment 2.

There are no wells in the 1/2-mile AOR.

VII – Proposed Operation

- (1) Proposed Maximum Injection Rate: 20,000 bpd Proposed Average Injection Rate: 15,000 bpd
- (2) A closed-loop system will be used.
- (3) Proposed Maximum Injection Pressure: 1,080 psi (surface)
 Proposed Average Injection Pressure: Approximately 810 psi (surface)
- (4) Source Water Analysis: The expected injectate will consist of produced water from production wells completed in the Queen, Wolfcamp, Devonian and Ellenburger formations. Analysis of water from these formations is included as **Attachment 3**.
- (5) Injection Formation Water Analysis: The proposed SWD will be injecting water into the Glorieta Sandstone, which is a non-productive zone known to be compatible with formation water from the Queen, Wolfcamp, Devonian and Ellenburger formations. Water analyses from the Glorieta Sandstone in the area are included as Attachment 4.

VIII - Geologic Description

The proposed injection interval includes the Glorieta Sandstone from 5,400' - 5,775'. The Permian-aged Glorieta Sandstone is a fine grained and well-to-moderately sorted quartz arenite sandstone that occurs directly below the San Andres Formation. There are multiple zones of high porosity and low resistivity that makes this sandstone a viable injection zone in this area.

Further discussion of the injection formation, overlying and underlying confinement zones, and historic use of the field are included as **Attachment 5**.

The base of the USDW is the Rustler Formation at a depth of approximately 1,140 feet. Depth of the nearest water well in the area is approximately 185 feet below ground surface.

Received by OCD: 5/15/2024 12:00:45 AM

Page 8 of 45

IX - Proposed Stimulation Program

A small cleanup acid job may be used to remove mud and drill cuttings from the formation. However, no other formation stimulation is currently planned.

X – Logging and Test Data

Logs will be submitted to the Division upon completion of the well.

XI - Fresh Groundwater Samples

Based on a review of data from the New Mexico Office of the State Engineer, there is one (1) groundwater well located within 1-mile of the proposed SWD location. However, the well is not eligible for sampling because of its location in an area with aquifer production restrictions.

A water well map and details of the water well within 1-mile are included as Attachment 6.

XII – No Hydrologic Connection Statement

No publicly known faulting is present in the area that would provide a hydrologic connection between the injection interval and overlying USDWs. Additionally, the casing program has been designed to ensure there will be no hydrologic connection between the injection interval and overlying USDWs.

A signed No Hydrologic Connection Statement is included as Attachment 7.

In addition, a Seismic Potential Letter detailing the minimal risk of injection-induced seismicity associated with the proposed SWD is included as **Attachment 8**.

XIII - Proof of Notice

A public notice will be filed with the Hobbs News Sun newspaper, and an affidavit will be included as an exhibit at hearing.

A copy of the application will be mailed to the identified affected persons, with delivery confirmation being provided as an exhibit at hearing. A list of the identified affected persons is included as **Attachment 9**.

Attachments

Attachment 1:

- C-102
- Wellbore Diagram
- Packer Diagram

Attachment 2: Area of Review Information:

- 2-Mile Oil & Gas Well Map
- 1/2-Mile AOR Well Table
- 2-Mile Lease Map
- 2-Mile Mineral Ownership Map
- 2-Mile Surface Ownership Map
- Potash Lease Map

Attachment 3: Source Water Analysis

Attachment 4: Injection Formation Water Analysis

Attachment 5: Confining Zones and Historic Pore Space Use

Attachment 6: Water Well Map and Well Data

Attachment 7: No Hydrologic Connection Statement

Attachment 8: Seismic Potential Letter

Attachment 9: List of Affected Persons

Received by OCD: 6/21/2024 9:14:45 AM

Page 16 of 110

Page 10 of 45

Received by OCD: 5/15/2024 12:00:45 AM

Attachment 1

- C-102
- Wellbore Diagram
- Packer Diagram

District III

Received by OCD: 5/15/2024 12:00:45 AM

Plane (173) 393-6-6; Fex. (171) 191-6726 District II

Phone (560) 3)4-6176 Fax (500) 334-6170

Pulse (303) 436-3460 Fax (303) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION Plane: (175) 748-(283 Fio: (575) 748-9720.

1220 South St. Francis Dr. Santa Fe, NM 87505

Page 11 of 45

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

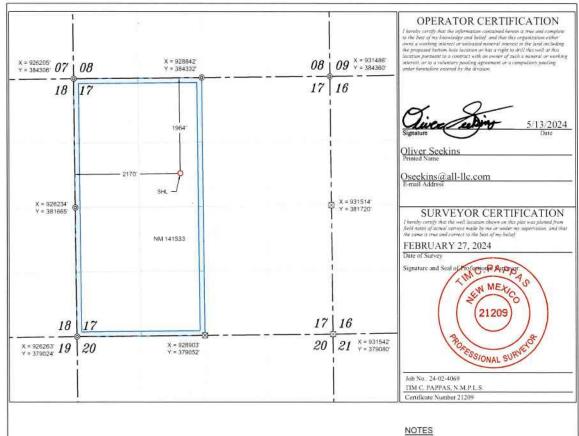
API Number	Pool Code	Pool Name
	96106	SWD;Glorieta
Property Code	Property Name FPNM SWD	Well Number #6
OGRID No. 330129	Operator Name WATERBRIDGE STATEL	NE LLC 2983'

Surface Location rth/South line F 17 26 S 38 E 1964 NORTH 2170 WEST LEA

Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	Enst/West line	County
Dedicated Acres	Joint or	Infill	Consolidation Co	ide O	rder No.				

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



NAD 83 (SHL) 1964' FNL & 2170' FWL LATITUDE = 32.045044° LONGITUDE = 103.084142° LATITUDE = 32.044921* LONGITUDE = -103.083 STATE PLANE NAD 83 (N.M. EAST) N: 382363.99' E: 928395.87' STATE PLANE NAD 27 (N.M. EAST)

 FND. U.S.G.L.O. MON. UNLESS OTHERWISE NOTED M CALC. CORNER STATE OIL & GAS LEASE BLM OIL & GAS LEASE HORIZONTAL SPACING UNIT ALL COORDINATES, BEARINGS, AND DISTANCES CONTAINED HEREIN ARE GRID, BASED UPON THE NEW MEXICO STATE PLANE COORDINATES SYSTEM, NORTH AMERICAN DATUM B3, NEW MEXICO EAST (3001), NAVD 88.

2. THIS DOCUMENT IS BASED UPON AN ON THE GROUND

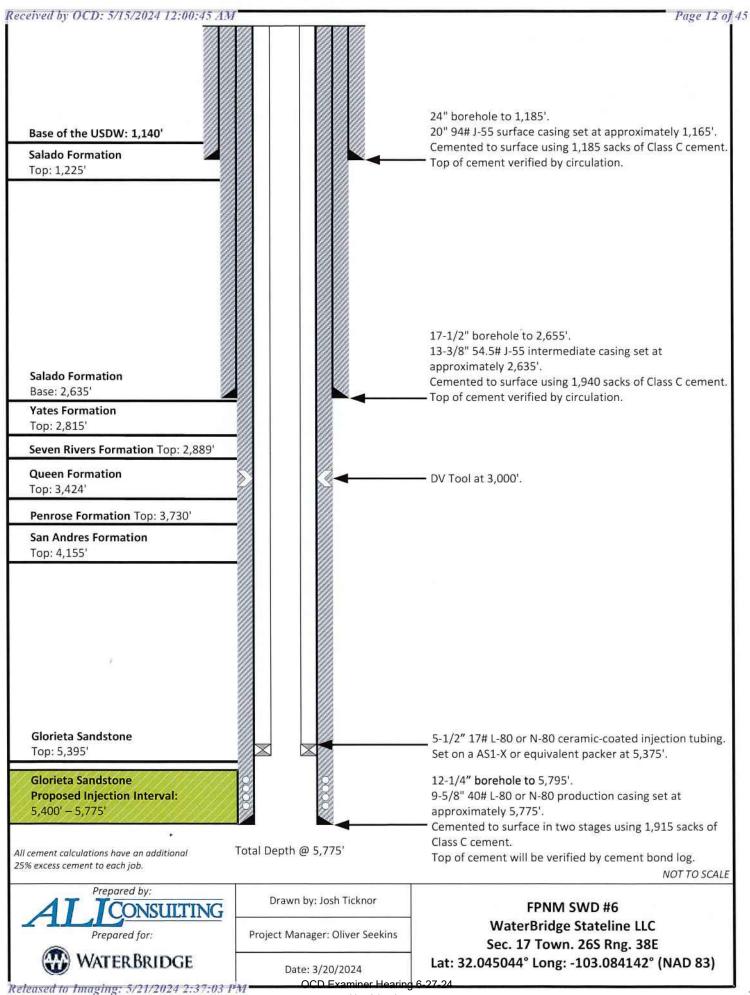
2. THIS DUGUMENT IS BASED UPON AN ON THE GROUP SURVEY PERFORMED DURING FEBRUARY, 2024. CERTIFICATION OF THIS DOCUMENT IS ONLY TO THE LOCATION OF THIS EASEMENT IN RELATION TO RECORDED MONUMENT OF DEEDS PROVIDED BY THE CLIENT.

3. ELEVATIONS MSL, DERIVED FROM G.N.S.S. OBSERVATION AND DERIVED FROM SAID ON-THE-GROUND SURVEY.

1500 3000 SCALE: 1" = 1500"

OCD Examiner Hearing 6-27-24

No. 24570



No. 24570 16

Page 13 of 45

AS1-X MECHANICAL PACKER



The ACT AS1-X Packer is the most versatile of the mechanically set retnevable packers and may be used in any production application. Treating, testing, injecting, pumping wells, flowing wells, deep or shallow, the ASI-X is suited for all. The packer can be left in tension or compression, depending on well conditions and the required application. A large internal by-pass reduces aviabbing when maining and retrieving. The by-pass closes when the packer is set and opens prior to releasing the upper slips when retrieving to allow pressure equalization.

The I-slot design allows easy setting and releasing, 14 tient right-hand set, right-hand release. A patented upper-slip releasing system reduces the force required to release the packer. A non directional slip is released first, making it easier to release the other slips. The ASI-X packer can withstand 7,000 ps. (48 MPa) of differential pressure above or below.

FEATURES, ADVANTAGES AND BENEFITS:

- . The design holds high differential pressure from above or below, enabling the packer to meet most production, stimulation, and injection needs
- The packer can be set with compression, tension, or wire line, enabling deployment. in shallow and deep applications
- . The packer can be set and released with only a one-quarter turn of the tubing
- The bypass valve is below the upper slips so that debns are washed from the slips when the valve is opened, reducing the times for circulation and total retrieval
- . The full opening enables surrestricted flow and the passage of wire line tools and other packer systems
- . The packer can be run with the T-2 on-off tool, which enables the tubing to be disconnected and retnewed without retrieving the packer

OPTIONS:

- Elastomer options are available for hostile environments
- · Optional safety releases are available

		AS	X MECHANICAL PACK	er e		
C.	SING .	RECOMMEND HOLE SZE		TOOL IDMIN leadest	THE AD COMMECTION BOX	PARTNO
SEZE finches	WEXCHT (Be 8)	(cchee)	TOOL OD MAX (exten)	TOTAL DATE (parties)	UP/FIN DOMN	Head Man
4.1/2	12,5,15,1	3 826-3 920	3.650	1.938	2.37E EUE	261-3650-XXXX
5	11.5-15	4.455-4.560	4,125	1,938	2.378" EUE	261-4125-00-0
5	18-20 8	4,154-4.276	4 000	939	23/8" EUE	261-4000-XXX
5.172	14-20	4.778-5.012	4.625	2.00	2.3/8" EUE	261-4625-00000
5.1/2	14:20	4,773-5,012	4:625	2.38	2.7/8" EUE	261-4625-XXXX
5.572	20-23	4.670-4.778	4.500	2.00	2.1/8° EUE	261-4500-000
5.1/2	26-23	4 670-4.778	4.500	238	2.7/8" EUE	281-4500-XXXX
6.5/6	20-24	5.92 (-5.094	3.750	≥ 00	3.1/2 EUE	261-5750-XXX
7	17-26	6.276-6.538	6.000	2.55	2.7/8" EUE	261-6999-0000
7:	17-26	6,276-6,538	6:030	3.00	3.1/2° EUE	261/600000000
7	26-32	6:094-6:276	5.875	2.50	2.7/8" EUE	261-5875-YXXX
7.	26-32	6.924-6.276	5.875	\$.90	3 1/2" EUE	261-5875-XXX
7	29-25	5 004-6 194	5.812	3,00	3.1/2"EUE	261-5812/000
7.5/8	24-29.7	6.873-7.025	6.672	2.50	2.7/5 EUE	261-6672-XXXX
7.5/8	14-29.7	6.875-7.025	6,672	3:90	3,1/2° EUE	261-6672-XXXX
7.5/8	33.7+39	6.625-6.765	6.453	2.50	2.7/8-EUE	261+6453-XXXX
7,5/8	33.7-39	6.625-6.765	6.453	3.00	3.1/2" EUE	261-6453-XXXX
9.5/8	32 3 43 5	5.755-9.001	8.500	3.90	3.1/2 EUE	261-8500-XXXX
9.5/8	32 3-43.5	8.755-9.001	8.500	4.00	4.1/2" EUE	261-8500-8000
9.5/8	43.5-53.5	8 535 3 755	8.250	3.50	3 1/2" EUE	261-8250-xxxx
9.5/3	43.5-53.5	8.535-8.755	8.250	4.00	4.1/2 EUE	261-8250-X+XX

100000 is changed as per material / elastomer / end connection

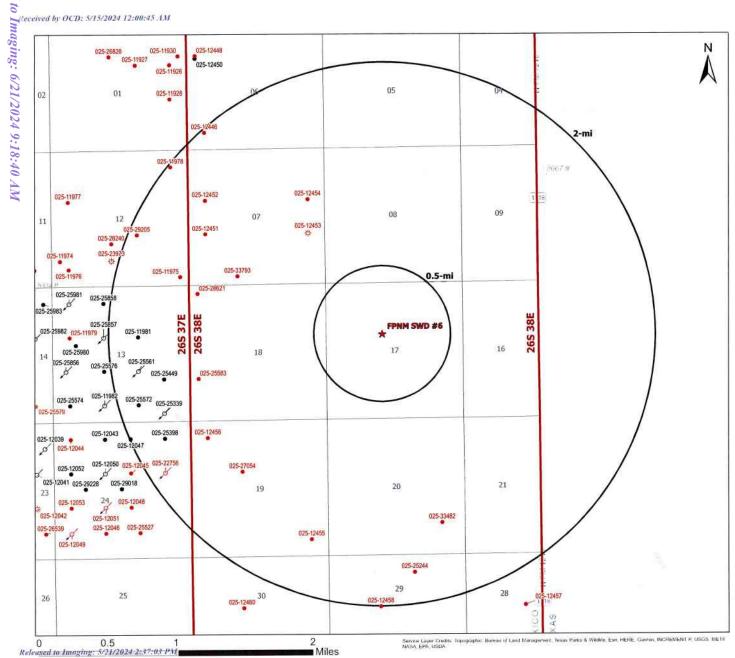
Page 14 of 45

Received by OCD: 5/15/2024 12:00:45 AM

Attachment 2

Area of Review Information:

- 2-mile Oil & Gas Well Map
- 1/2-Mile AOR Well Table
- 2-mile Lease Map
- 2-mile Mineral Ownership Map
- 2-mile Surface Ownership Map
- Potash Lease Map



Legend

- Proposed SWD (1)
- Gas, Plugged (3)
- Injection, Active (10)
- Injection, Plugged (3)
- Oil, Active (15)
- Oil, Plugged (37)
- Oil, Temporarily Abandoned (1)
- Salt Water Disposal, Active (1)

Source Info: NMOCD O&G Wells updated 2/16/2024 (https://www.emnrd.nm.gov/ocd/ocd-data/ftp-server/l)

0&G Wells Area of Review FPNM SWD #6 LEA COUNTY, NEW MEXICO Mapped by: Ben Bockelmann Proj Mgr. Oliver Seekins May 07, 2024 **ALICONSULTING** WATERBRIDGE

Received by OCD: 6/21/2024 9:14:45 AM

15 of 54

16 of 54

Page

D: 5/15/2024 12:00:45 AM		1/2-Mile AOR	Well Table for FPNM SW	VD #6 (Top of Injec	tion Interval: 5,400')		
Well Name	API#	Well Type	Operator	Spud Date	Location (Sec., Tn., Rng.)	Total Vertical Depth (feet)	Penetrate Inj. Zone
XIIISII - 0-11 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1							
e: There are no wells locate	durithin the 17 mile AOB						

Legend

★ Proposed SWD **BLM Communitization Units** NMSLO Mineral Leases Private Mineral Leases BLM Authorized O&G Leases

1/2-mile AOR Lessees/Unit Operators:

- ARMSTRONG ENERGY CORPORATION (BLM
- . R&R ROYALTY LTD (BLM LESSEE)

Mineral Lease Area of Review

FPNM SWD #6

LEA COUNTY, NEW MEXICO

Proj Mgr: Oliver Seekins

May 07, 2024

Mapped by: Ben Bockelmann

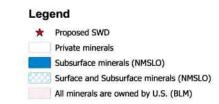
Prepared for WATERBRIDGE ...

AT TONSULTING

Received by OCD: 6/21/2024 9:14:45 AM

0 0.5 1 Released to Imaging: 5/24/2024 2:37:03 PM

2

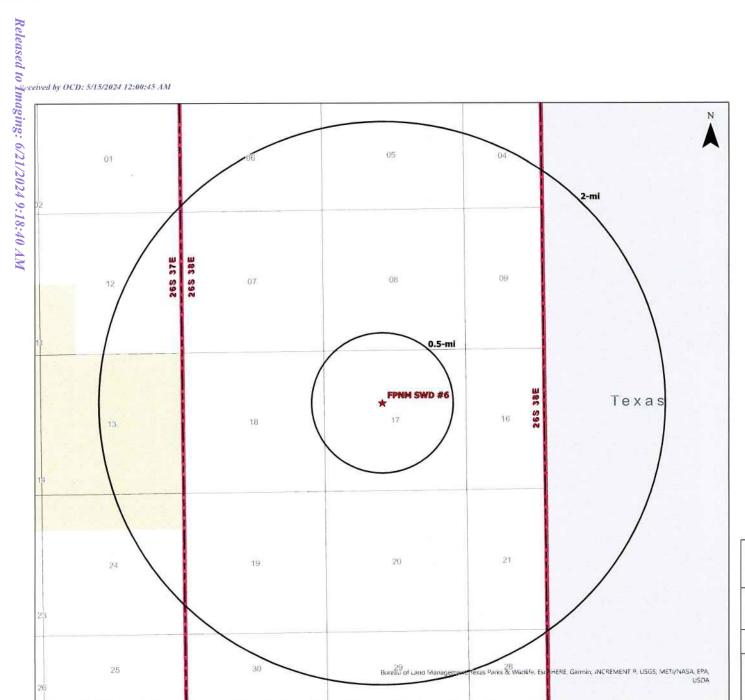


Mineral Ownership Area of Review FPNM SWD #6 LEA COUNTY, NEW MEXICO Proj Mgr. Oliver Seekins Mapped by: Ben Bockelmann May 07, 2024 Prepared for ALICONSULTING **WATERBRIDGE**

OCD Examiner Hearing 6-27-24

Source Info: BLM Surface Ownership (https://catalog.data.gov/dataset/blm-new-mexico-surface-ownership)

Page 19 of 45



0 0.5 1 Released to Imaging: 5/21/2024 2:37:03 PM



Surface Ownership Area of Review FPNM SWD #6 LEA COUNTY, NEW MEXICO Proj Mgr: Oliver Seekins Mapped by: Ben Bockelmann May 07, 2024 Prepared for ALTCONSULTING WATERBRIDGE ...

Source Info: BLM Surface Ownership (https://catalog.data.gov/dataset/blm-new-mexico-surface-ownership)

Page 20 of 45



Released to Imaging: 5/21/2024 2:37:03 PM





OCD Examiner Hearing 6-27-24

Source Info: BLM CFO Potash (https://www.nm.bim.gov/shapeFiles/cfo/carlsbad_spatial_data.html)

Received by OCD: 5/15/2024 12:00:45 AM

Page 21 of 45

Attachment 3

Source Water Analysis

																Page
ed by OCD: 3/15/2024 12:00:45 AM																e age
						Source	Water Ar	nalysis								
			WaterB	ridge Stateli	ne LLC - FPNM	SWD #6 - Q	ueen, Wol	camp, Dev	onian and El	lenburger Fo	ormations					
Well Name	API	Latitude	Longitude	Section	Township	Range	Unit	Ftgns	Ftgew	County	State	Formation	Tds (mg/L)	Chloride (mg/L)	Bicarbonate (mg/L)	Sulfate (mg/L)
GULF STATE #001	3002508458	32.7242317	-103.5246506	26	185	34E	A	660N	660E	LEA	NM	QUEEN	267,000	165,000	216	88
WEST PEARL QUEEN UNIT #103	3002503247	32.6359787	-103.4816437	29	198	35E	C	990N	1980W	Lea	NM	QUEEN		151,575	141	94
WEST PEARL QUEEN UNIT #118	3002503248	32.629612	-103.4773712	29	198	35E	J	1980S	1980E	Lea	NM	QUEEN		149,504	35	25'
WEST PEARL QUEEN UNI #141	3002503284	32.6223412	-103.4645233	33	19S	35E	C	660N	1980W	Lea	NM	QUEEN		138,040	38	411
WHITE CITY PENN GAS COM UNIT 1 #001	3001500408	32,1937523	-104.3088455	29	24S	26E	A	660N	660E	EDDY	NM	WOLFCAMP		10,000	645	1,32
HABANERO 17 FEDERAL COM#001H	3001536108	32.2218475	-104.2062683	17	24S	27E	Ä	990N	660E	EDDY	NM	WOLFCAMP	108,205	65,927	146	9
SERRANO 29 FEDERAL #001H	3001537763	32.1898842	-104.2062149	29	245	27E	H	1980N	660E	EDDY	NM	WOLFCAMP	102,136	62,813	183	- 1
SERRANO 29 FEDERAL #001H	3001537763	32.1898842	-104.2062149	29	24S	27E	H	1980N	660E	EDDY	NM	WOLFCAMP	100,995	63,450	268	1
CLARA M ROBERTS ETAL #001	3002507265	32.9945259	-103.0748596	26	15S	38E	D	330N	330W	LEA	NM	DEVONIAN	50,630	29,593	823	1,07
OBERHOLTZER #001	3002507164	33.2986488	-103.1388397	7.	128	38E	C	660N	1980W	LEA	NM	DEVONIAN	58,738	33,600	655	1,920
LEA AV STATE #005	3002507201	33.268692	-103.1398849	19	128	38E	C	990N	1650W	LEA	NM	DEVONIAN	57,890	33,208	458	
CS STONE #001	3002507260	33.0045204	-103.0823975	-22	15S	38E	G	1980N	1980E	LEA	NM	DEVONIAN	78,690	46,060	354	
CLARA M ROBERTS #001	3002507264	33.0045013	-103.0748672	23	158	38E	E	1980N	330W	LEA	NM	DEVONIAN	91,505	54,638	894	
ROSA SHULTS #001	3002507191	33.272316	-103.1442108	18	128	38E	M	330S	330W	LEA	NM	DEVONIAN	39,824	21,933	647	
HOUSTON A #001	3002507202	33.2632332	-103,1442032	19	12S.	38E	1.	23108	330W	LEA	NM	DEVONIAN	76,102	44,700	483	The state of the s
SHELL BROWNING #001	3002507113	33.3240585	-103.1301956	31	118	38E	Н	1980N	660E	LEA	NM	DEVONIAN	79,057	46,200	727	
STATE A #002	3002507126	33:32407	-103.1215515	32	118	38E	Tr.	1980N	1980W	LEA	NM	DEVONIAN	85,233	53,250	607	
NEW MEXICO A FEDERAL #001	3002507150	33.3022766	-103.1344833	6	128	38E	0	660S	1980E	LEA	NM	DEVONIAN	61,815	35,600	580	
NEW MEXICO A FEDERAL #002	3002507151	33.3059044	-103.134491	6	12S	38E	1	19805	1980E	LEA	NM	DEVONIAN	61,795	35,600 30,880	535 572	
FAYLOR B #001	3002507155 3002507264	33.2877579	-103.1344681 -103.0748672	7 21	12S 15S	38E	0	660S 1980N	1980E 330W	LEA LEA	NM NM	DEVONIAN DEVONIAN	54,397 80,811	48,610	883	
CLARA M ROBERTS #001	3002507290	33.0045013 32.8726234	-103.0748672	35	168	38E	E N	660S	1980W	LEA	NM	DEVONIAN	48,373	27,670	696	
ROSE EAVES #001 W W HAMILTON #001	3002507293	32.8762512	-103.1200638	35	16S	38E	K	1980S	1980W	LEA	NM	DEVONIAN	41,751	23,780	291	
L COOPER #802	3002507295	32.8689995	-103.1212997	2	175	38E	C	660N	3300E	LEA	NM	DEVONIAN	38,520	21,600	600	
L COOPER A #001	3002507301	32.8438873	-103 1040649	12	178	38E	N	660S	1980W	LEA	NM	DEVONIAN	29,115	15,640	999	Total Contract
EDERAL DAVIS #002	3002507301	32.8293381	-103.0954208	13	178	38E	P	660S	660E	LEA	NM	DEVONIAN	35,212	18,540	865	
M HOLLOWAY #001	3002507306	32.8402596	-103.0997314	13	178	38E	В	660N	1980E	LEA	NM	DEVONIAN	49,286	28,700	645	
WEST DOLLARHIDE DEVONIAN UNIT #104	3002512297	32.1720123	-103.0761032	32	24S	38E	i i	1980S	660E	LEA	NM	DEVONIAN	50,858	30,200	183	
M HOLLOWAY #001	3002507306	32.8402596	-103.0997314	13	175	38E	В	660N	1980E	LEA	NM	DEVONIAN	49,290	28,700	645	
WEST DOLLARHIDE DEVONIAN UNIT #104	3002512297	32 1720123	-103 0761032	32	245	38E	i	19805	660E	Lea	NM	ELLENBURGER	1127400.0	30,200	183	
A B COATES D #003	3002511748	32.1112633	-103.1177216	24	25S	37E	N	9908	2310W	LEA	NM	ELLENBURGER	91,617	57,190	832	1,387
SOUTH JUSTIS UNIT #024	3002511774	32.1040077	-103.1102829	25	255	37E	11	1650N	660E	LEA	NM	ELLENBURGER	99,800	60,300	195	
ACTIVIC CONTRACTOR MICHIGANIA MICHIGANIA	The second secon	32.1040077	-103 1102829	25	258	37E	ii	1650N	660E	LEA	NM	ELLENBURGER	98,300	59,400	189	

Released to Imaging: 5/21/2024 2:37:03 PM

Page 23 of 45

Received by OCD: 5/15/2024 12:00:45 AM

Attachment 4

Injection Formation Water Analysis

							lr	ijectio	n For	mation	Wate	r Analysis					
			. 7			Vater E	Bridge	State	ine LLC	- FPNN	1 SWD	#6 - Glorieta Sand:	stone				
Vell Name	API	Latitude	Longitude	Section	Township	Range	Unit	Ftgns	Ftgew	County	State	Field	Formation	Tds (mg/L)	Chloride (mg/L)	Bicarbonate (mg/L)	Sulfate (mg/l
ARCY MCBUFFINGTON #007	3002511568	32.1248627	-103.1219788	13	255	37E	м	660S	990W	LEA	NM	JUSTIS	GLORIETA	55,190	31,603	1,158	1,804
EARCY MCBUFFINGTON #007	3002511568	32.1248627	-103.1219788	13	255	37E	М	660S	990W	LEA	NM	JUSTIS	GLORIETA	55,183	31,600	1,158	1,804
ARLSON FEDERAL #001	3002511574	32.1330185	-103.1198425	13	255	37E	F	1650N	1650W	LEA	NM	JUSTIS	GLORIETA	113,731	67,250	280	3,013
ARLSON FEDERAL #001	3002511574	32.1330185	-103.1198425	13	255	37E	F	1650N	1650W	LEA	NM	JUSTIS	GLORIETA	101,412	60,660	963	2,996
ANGLIE FEDERAL #001	3002511592	32.1293945	-103.1273041	14	255	37E	- j	23105	660E	LEA	NM	JUSTIS	GLORIETA	113,937	67,370	280	3,018
ANGLIE FEDERAL #001	3002511592	32.1293945	-103.1273041	14	255	37E	- 1	23105	660E	LEA	NM	JUSTIS	GLORIETA	113,817	67,250	274	3,067

Page 25 of 45

Received by OCD: 5/15/2024 12:00:45 AM

Attachment 5

Confining Zones and Historic Pore Space Use

Received by OCD: 5/15/2024 12:00:45 AM

Page 26 of 45



CONFINING ZONES AND HISTORIC PORE SPACE USAGE

For WaterBridge Stateline LLC's proposed FPNM SWD #6 application in the Lower Permian Glorieta Sandstone in the Central Basin Platform area, the lower San Andres Formation will act as the upper confinement zone, and the lower Glorieta Sandstone as the lower confinement zone, given its low porosity and high resistivity. The proposed location is in T26S., R38E, an area with very limited oil and gas production. Most area wells have been plugged and abandoned, and none penetrate the proposed injection intervals in the Glorieta Sandstone.

The San Andres Formation is a shelf carbonate deposit composed predominantly of dolomite, and in the proposed development area, the lower San Andres Formation is a tight rock with low porosity and high resistivity values. **Figure 1** is a log snip of this upper confining zone of approximately 60 feet in the lower San Andres Formation. The lower confining zone is a tight sandstone unit within the Glorieta Sandstone, which also has low porosity development and high resistivity readings. The Glorieta Sandstone is a fine-grained, well-to-moderately sorted quartz arenite sandstone. **Figure 2** is a log snip of this approximately 30 feet of lower Glorieta Sandstone.

The closest oil and gas production to the FPNM SWD #6 is the active waterflood operation directly to the west. This waterflood operation is the W.H. Rhodes B Federal NCT-1 unit project and was originally operated by Texaco, Inc., with the first waterflood injection commencing in 1964 and continued expansion occurring in 1969, 1973, and 1993 by Texaco Exploration and Production, Inc. Oil production and enhanced oil recovery water injection is into the Yates and Seven Rivers formations at depths ranging from approximately 3,000 to 3,400 feet and primarily located in T26S, R37E. There is no oil or gas production from the Glorieta Sandstone within the two-mile radius of the proposed FPNM SWD #6.

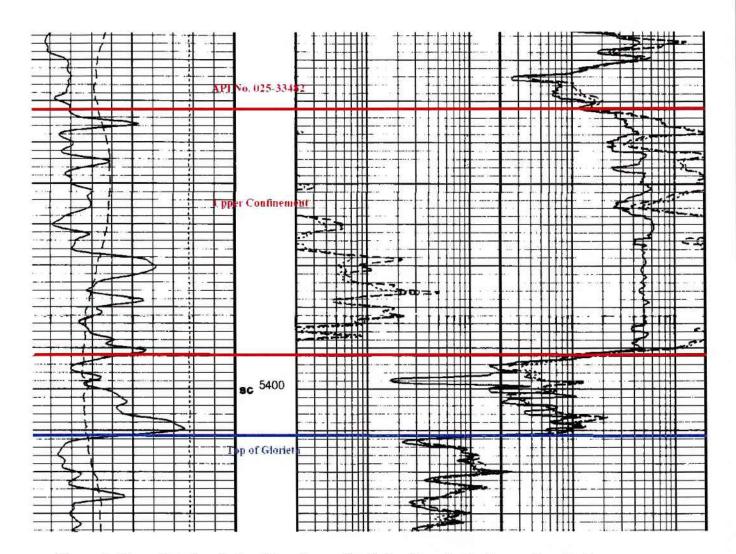


Figure 1. Open Hole Log Snip of the Upper Confining Zone in the Lower San Andres Formation

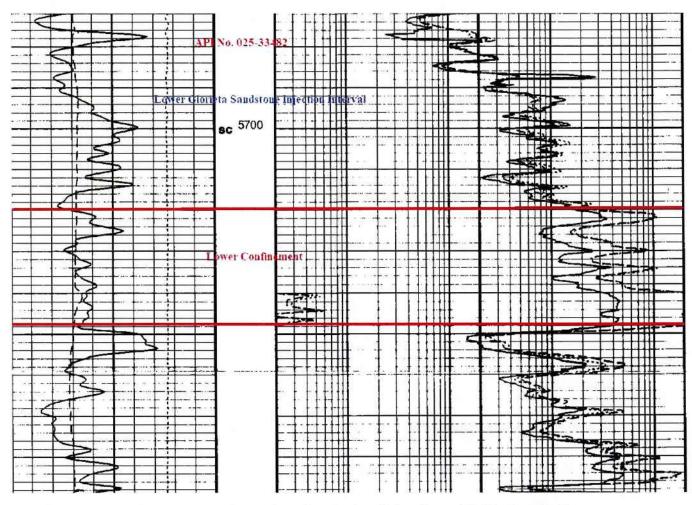


Figure 2. Open Hole Logging Snip of the Lower Confining Zone Within the Glorieta Sandstone

Received by OCD: 5/15/2024 12:00:45 AM

Page 35 of 110

Page 29 of 45

Attachment 6

Water Well Map and Well Data

0 0.25 0.5 Released to Imaging: 5/21/2024 2:37:03 PM

Miles

Legend

roposed SWD (1)

OSE PODs

- Active (0)
- Inactive (0)
- Pending (0)
- Changed Location of Well (0)
- Capped (0)
- Plugged (1)
- Unknown (1)

Water Wells Area of Review FPNM SWD #6

LEA COUNTY, NEW MEXICO

Proj Mgr: Oliver Seekins May 07, 2024 Mapped by: Ben Bockelmann







SourceInfo: ttps://gis.ose.state.nm.us/arcgis/rest/services/WatersPod/OSE_PODs/MapServer/0

Received by OCD: 6/21/2024 9:14:45 AM

1 of 45

Page 931

		Water Well Sa	mpling Rationale			
WaterBridge Stateline LLC - FPNM SWD #6						
Water Wells	Owner	Available Contact Information	Use	Sampling Required	Notes	
CP-00862	Yates Petroleum	P.O. Box 692 Tatum, NM 88267	Prospecting and development of natural resources.	No	This well is located in an area where the aquifer has been temporarily closed.	

Page 32 of 45

Received by OCD: 5/15/2024 12:00:45 AM

Attachment 7

No Hydrologic Connection Statement



RE: Waterbridge Stateline LLC - FPNM SWD #6 application, Lea County, New Mexico

ALL Consulting LLC (ALL) has performed a thorough hydrologic investigation related to the one saltwater disposal well (SWD) listed above. The investigation was conducted to determine if there were any existing or potential connections between the proposed injection intervals in the Glorieta Sandstone and the deepest underground source of drinking water (USDW).

ALL performed an assessment and analysis of the subsurface geophysical log data along with published documents on the groundwater in this vicinity of Lea County, New Mexico. The surficial geology is Quaternary alluvial deposits consisting predominantly of sand and caliche. This area is south of the High Plains Aquifer and depths to potable water ranges from 30 to 142 feet below the surface. The USDW is the Rustler Formation and the base of the USDW ranges from 875 to 1,130 feet below the surface.

Based on ALL's assessment and analysis there is containment through multiple confining zones in the San Andres Formation and the Salado evaporite deposits above the Glorieta Sandstone and the USDW and over 4,260 feet of vertical separation between the base of the USDW and the top of the injection interval. Additionally, there is no evidence of faults that would allow for communication between the USDW and Glorieta Sandstone.

Tom Tomastik

Released to Imaging: 5/21/2024 2:37:03 PM Released to Imaging: 6/21/2024 9:18:40 AM

Date

Chief Geologist and Regulatory Specialist

an Formattle

ALL Consulting LLC



Page 34 of 45

Received by OCD: 5/15/2024 12:00:45 AM

Attachment 8

Seismic Potential Letter

Page 35 of 45



March 18, 2024

PN 1703.SWD.13

Mr. Phillip Goetze, P.G. NM EMNRD – Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

Subject:

WaterBridge Stateline LLC

FPNM SWD #6 - Seismic Potential Letter

Dear Mr. Goetze,

At the request of WaterBridge Stateline LLC (WaterBridge), ALL Consulting, LLC (ALL) has assessed the potential injection-induced seismicity risks in the vicinity of WaterBridge's FPNM SWD #6, a proposed saltwater disposal (SWD) facility in Lea County, New Mexico, and summarized the findings in this letter. This assessment used publicly available data to identify the proximity and characteristics of seismic events and known faults to evaluate the potential for the operation of the FPNM SWD #6 to contribute to seismic activity in the area.

Geologic Evaluation

The FPNM SWD #6 is requesting a permit to inject into the Permian Glorieta Sandstone (Glorieta) at a depth of 5,400-5,775 feet below ground surface (bgs). The Glorieta primarily consists of Permian-age sandstone and is overlain by approximately 60 feet of low porosity carbonate rocks within the lower San Andres Formation, which would prevent the upward migration of injection fluid and serve as the upper confining layer (see **Attachment 1**). Additionally, approximately 28 feet of low porosity and low permeability other carbonate rocks lie beneath the proposed injection interval and act as a lower confining zone by preventing downward migration of injected fluids into the underlying Tubb Formation (see **Attachment 1**). A stratigraphic chart depicting the geologic setting is included as **Figure 1**.

Seismic Events and Fault Data

A review of United States Geological Survey (USGS) and New Mexico Tech Seismological Observatory (NMTSO) earthquake catalogs determined that four (4) seismic events have been recorded within a 100 square mile area [9.08-kilometer (km) radius] around the subject SWD.

¹ Yang, K.-M., & Dorobek, S. L. (1995). The Permian Basin of west Texas and New Mexico: Tectonic history of a "composite" Foreland Basin and its effects on stratigraphic development. Stratigraphic Evolution of Foreland Basins, 149–174. https://doi.org/10.2110/pec.95.52.0149

WaterBridge Stateline LLC FPNM SWD #6 Seismic Information March 18, 2024

The closest recorded seismic event was a M1.68 that occurred on July 22, 2017, and was located approximately 0.62 miles southwest of the FPNM SWD #6 (see Attachment 2).

Fault data from United States Geological Survey (USGS) and the Texas Bureau of Economic Geology (BEG)² indicates that the closest known fault is located approximately 0.29 miles west of the FPNM SWD #6 (see Attachment 2). This identified fault is within the Precambrian basement, which is approximately 8,225 feet below the proposed injection interval.3 Fault data from Sourcewater also indicates the presence of four faults in the sedimentary column, above the Precambrian basement, within the area of review.4 These shallow faults penetrate the Canyon, Cisco, and Wolfcamp formations which begin approximately 2,940 feet below the proposed injection interval. As previously discussed, there are confining barriers beneath the proposed injection interval which will prevent the downward migration of fluids into such faults. A map of the seismic events and faults within 9.08 km of the FPNM SWD #6 is included as Attachment 2.

Figure 1 – Delaware Basin Stratigraphic Chart (Adapted from Yang and Dorobek 1995)

SYSTEM	SERIES/ STAGE	PLATFORM	DELAWARE BASIN		
	OCHOAN.	DEWEY LAKE RUSTLER SALADO	DEWEY LAKE RUSTLER SALADO CASTILE		
PERMIAN	GUADALUPIAN	TANSILL YATES SEVEN RIVERS QUEEN GRAYBURG SAN ANDRES	DELAWARE MT GROUP BELL CANYON CHERRY CANYON BRUSHY CANYON		
	LEONARDIAN	CLEAR FORK WICHITA	BONE SPRING WOLFCAMP		
	WOLFCAMPIAN	WOLFCAMP			
PENNSYLVANIAN	VIRGILIAN	CISCO	CISCO		
	MISSOURIAN	CANYON	CANYON		
	DESMOINESIAN	STRAWN	STRAWN		
	ATOKAN	ATOKA BEND	ATOKA BEND		
	MORROWAN	(ABSENT)	MORROW		
MISSISSIPPIAN	CHESTERIAN MERAMECIAN OSAGEAN	CHESTER BARNET	CHESTER BARNETT		
	KINDERHOOKIAN	KINDERHOOK	KINDERHOOK		
DEVONIAN		———WOODFORD—— DEVONIAN	WOODFORD		
SILURIAN		SILURIAN SHALE FUSSELMAN	MIDDLE SILURIAN FUSSELMAN		
	UPPER	MONTOYA	SYLVAN MONTOYA		
ORDOVICIAN	MIDDLE	SIMPSON	SIMPSON		
	LOWER	ELLENBURGER	ELLENBURGER		
CAMBRIAN	UPPER	CAMBRIAN	CAMBRIAN		
PRECAMBRIAN					

Seismic Potential Evaluation

Experience in evaluating induced seismic events indicates that most injection-induced seismicity throughout the U.S. (e.g., Oklahoma, Ohio, Texas, New Mexico, and Colorado) occurs as a result of injection into Precambrian basement rock, into overlying formations that are in hydraulic communication with the Precambrian basement rock, or as a result of injection near critically stressed and optimally oriented faults. Seismicity at basement depths occurs because critically stressed faults generally originate in crystalline basement rock and may also extend into overlying sedimentary formations.5

² Horne E. A. Hennings P. H., and Zahm C. K. 2021. Basement structure of the Delaware Basin, in The Geologic Basement of Texas: A Volume in Honor of Peter Flawn, Callahan O. A., and Eichubl P., The University of Texas at Austin, Bureau of Economic

³ G. Randy Keller, J. M. Hills &; Rabah Djeddi, A regional geological and geophysical study of the Delaware Basin, New Mexico and West Texas, Trans Pecos Region (West Texas) (1980).

⁴ Formation of Occurrence, Strike, Dip, and Length Interpreted by (Cortina, J. E. and Lemons, C. R. 2019. Houston, TX: Sourcewater, Inc.)

⁵ Ground Water Protection Council and Interstate Oil and Gas Compact Commission. Potential Injection-Induced Seismicity Associated with Oil & Gas Development: A Primer on Technical and Regulatory Considerations Informing Risk Management and Mitigation. 2015. 141 pages.

Page 37 of 45

WaterBridge Stateline LLC FPNM SWD #6 Seismic Information March 18, 2024

Injection into either the Precambrian basement rock or its overlying formations that are hydraulically connected to the basement rock through faulting or fracture networks can increase the pore pressure and may lead to the fault slipping, resulting in a seismic event.⁴ As such, the vertical distance between the injection formation and Precambrian basement rock and the presence or lack of faulting within the injection interval are major considerations when determining the risk of injection-induced seismicity.

Geophysical logs from nearby well records show at least 8,225 feet of vertical separation between the injection interval and the Precambrian basement.³ In addition, injection-induced seismicity is not typically associated with shallow disposal wells in the Central Basin Platform and Delaware Basin areas, such as the FPNM SWD #6.

For injection into the Glorieta Sandstone to contribute to seismic activity, one of two hypothetical geologic scenarios must exist:⁶

- Scenario #1: Earthquake hypocenters would need to be significantly shallower (several kilometers) than initially identified by the USGS and NMTSO seismic monitoring networks, and thus placing seismic activity high in the sedimentary column, rather than in the Precambrian basement.
- 2. Scenario #2: This scenario would require that both of the following conditions are met:
 - a. Fault Transmissivity: High permeability and transmissive conduits from fault-damaged zones would need to be present below the Glorieta, allowing fluid to migrate through the underlying Tubb Formation and through significantly deeper confining intervals, and eventually into the Precambrian basement.
 - b. Pore Pressure: The injection fluids and bottom hole pressures in the Glorieta would need to exceed existing hydrostatic pressures within the deeper geologic formation in order for injection fluids to migrate downward.

There are no publications or geologic data that suggest either of these scenarios to be true for the area around the FPNM SWD #6.

Formation Parting Pressure

Class II SWDs in New Mexico are administratively permitted with a maximum pressure gradient of 0.2 psi/ft. Review of New Mexico Oil Conservation Division (OCD) Order IP-476 submitted by Chevron USA Inc. in support of the Vacuum Glorieta West Unit, which is located approximately 60 miles northwest of the FPNM SWD #6, determined the fracture gradient of the Glorieta in the region ranges from 0.26-0.39 psi/ft from approved step-rate tests. Typical SWD permitting standards in New Mexico, and the requested operating parameters of the FPNM SWD #6, would indicate that formation parting pressure would not be exceeded by the FPNM SWD #6.

⁶ Skoumal, Robert J., et al. "Induced Seismicity in the Delaware Basin, Texas." *Journal of Geophysical Research: Solid Earth*, vol. 125, no. 1, 2020, doi:10.1029/2019jb018558.

Page 38 of 45

WaterBridge Stateline LLC FPNM SWD #6 Seismic Information March 18, 2024

Conclusion

As an expert on the issue of induced seismicity, seismic monitoring, and mitigation, it is my opinion that the potential for the FPNM SWD #6 to cause injection-induced seismicity is expected to be minimal, at best. This conclusion assumes the FPNM SWD #6 will be operated below formation parting pressure and is based on (1) the presence of numerous confining layers above and below the injection interval, (2) the significant vertical distance between the injection zone and Precambrian basement rock in which the nearest fault has been identified, and (3) the vertical distance from, and lack of historic seismicity on, identified shallow faults in the area of review.

Sincerely,

ALL Consulting, LLC

Reed Davis

Geophysicist

Page 39 of 45

Received by OCD: 5/15/2024 12:00:45 AM

WaterBridge Stateline LLC FPNM SWD #6 Seismic Information March 18, 2024

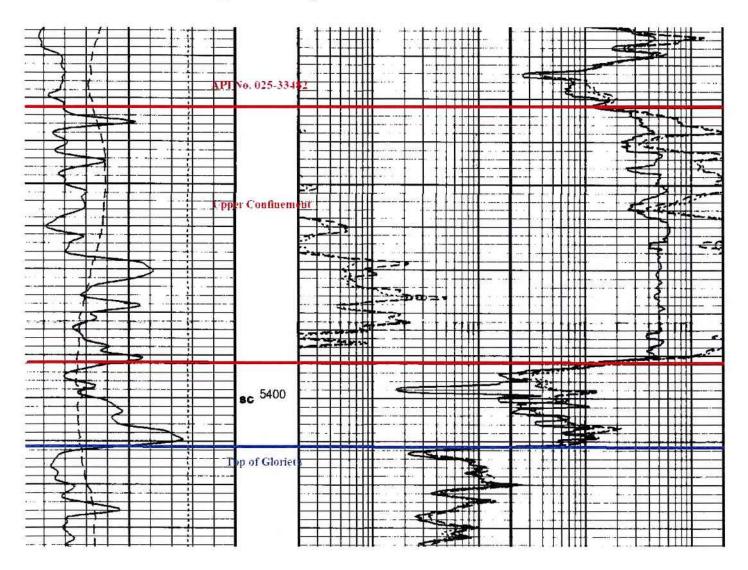
> Attachment 1 Upper and Lower Confining Zones

> > OCD Examiner Hearing 6-27-24 No. 24570

Page 40 of 45

WaterBridge Stateline LLC FPNM SWD #6 Seismic Information March 18, 2024

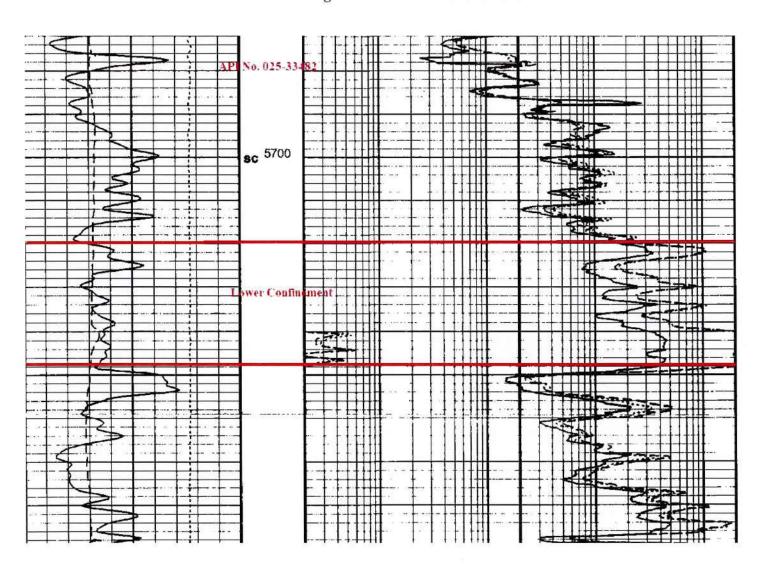
Upper Confining Zone from API No. 025-33482



Page 41 of 45

WaterBridge Stateline LLC FPNM SWD #6 Seismic Information March 18, 2024

Lower Confining Zone from API No. 025-33482



Page 42 of 45

Received by OCD: 5/15/2024 12:00:45 AM

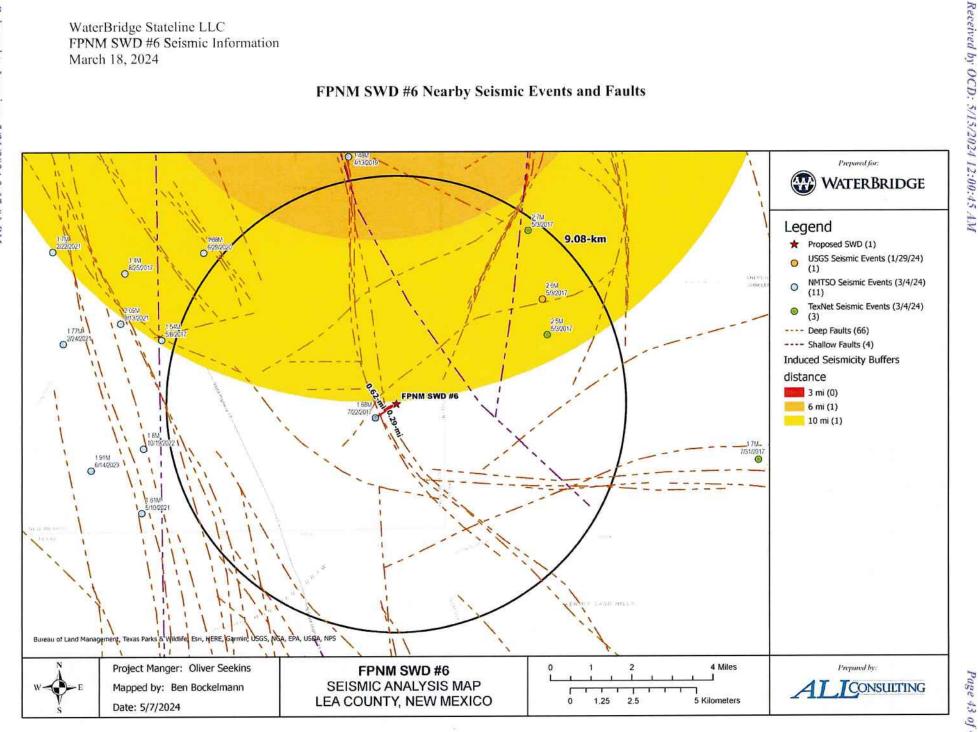
WaterBridge Stateline LLC FPNM SWD #6 Seismic Information March 18, 2024

> Attachment 2 Seismic Event Map

> > Page 8

WaterBridge Stateline LLC FPNM SWD #6 Seismic Information March 18, 2024

FPNM SWD #6 Nearby Seismic Events and Faults



Page 44 of 45

Attachment 9

List of Affected Persons

Received by OCD: 6/21/2024 9:14:45 AM

Received by OCD: 5/15/2024 12:00:45 AM

Affected Party Classification	Entity - Proof of Notice	Entity - As Mapped/Exhibited	Address	City	State	Zip Code
Surface Owner	D.K. Boyd	N/A	3317 Andrews Hwy	Midland	TX	79703
NMOCD District Office	New Mexico Oil Conservation District 1	N/A	1625 N. French Dr	Hobbs	NM	88240
Mineral Owner	New Mexico Bureau of Land Management	N/A	301 Dinosaur Trail	Sante Fe	NM	87508
BLM - Lessee Armstrong Energy Corporation		Armstrong Energy Corporation	P.O. Box 1973	Roswell	NM	88202
BLM - Lessee R&R Royalty, Ltd.		R&R Royalty LTD	500 N Shoreline Blvd, Ste 322	Corpus Christi	TX	78401
Mineral Owner - Unleased	IDA KRISTINE HANSON	Unleased Private Sec. 17 T26S R36E	19018 CLOYANNA LANE	Humble	TX	77346
Mineral Owner - Unleased	Elizabeth W., Goff et al.	Unleased Private Sec. 08 T26S R36E	500 N Shoreline Blvd, Ste 322	Corpus Christi	TX	78401

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

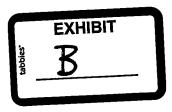
APPLICATION OF WATERBRIDGE STATELINE LLC TO APPROVE SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO.

CASE NO. 24570 (FPNM SWD #6)

AFFIDAVIT OF THOMAS E TOMASTIK

Thomas E. Tomastik, of lawful age and being duly sworn, declares as follows:

- 1. My name is Thomas E. Tomastik. I work for ALL Consulting as a Chief Geologist and Regulatory Specialist. I have been retained by WaterBridge Stateline LLC ("WaterBridge") (OGRID No. 330129).
 - 2. I personal knowledge of the matters stated herein.
- 3. I have previously testified before the Oil Conservation Division ("Division") as an expert witness in petroleum engineering and petroleum geology and my credentials as have been accepted by the Division and made a matter of record.
 - 4. My area of responsibility includes the area of Lea County in New Mexico.
- 5. I am familiar with the application WaterBridge filed in this matter and I am familiar with the status of the lands in the subject area.
- 6. I undertook a hydrologic evaluation related to the proposed FPNM SWD #6 well (the "Well"), which is included as Attachment 7 to Exhibit A-1.
- 7. WaterBridge seeks authorization to inject produced water into the Glorieta Sandstone at the Well into the Glorieta Sandstone at a depth of approximately 5,400 feet to 5,775 feet.



OCD Examiner Hearing 6-27-24

- 8. I examined available geologic and engineering data and found no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water ("USDW").
- 9. In my opinion, there is containment through multiple confining zones in the San Andres Formation and the Salado evaporite deposits above the Glorieta Sandstone and the USDW and over 4,260 feet of vertical separation between the base of the USDW and the top of the injection interval. Additionally, there is no evidence of faults that would allow for communication between the USDW and Glorieta Sandstone.
- In addition, WaterBridge's wellbore design will isolate any known freshwater zones and is protective of USDWs.
- 11. All of the well data and operations information required by the C-108 is included in the C-108 attached as Exhibit A-1. The proposed well design is contained in Attachment 1 to the C-108 and described in Section III.A of the C-108.
- 12. In my opinion, the well design will be protective of freshwater and USDWs in the area and protective of correlative rights.
- 13. A water chemistry analysis is provided as Attachments 3 and 4 to Exhibit A-1. Based on this water chemistry analysis, in my opinion and based on my experience, there will not be a compatibility issue between the injection fluids and the fluids within the injection interval.
- 14. The estimated average surface injection pressure is expected to be approximately 810 psi. The maximum surface injection pressure will be 1,080 psi, based on the Division's guideline limiting surface injection pressures to 0.2 psi per foot of depth to the top-most injection interval. The proposed injection volumes can be achieved without exceeding the maximum surface

injection pressure. Injection pressures and volumes will be continuously monitored through an electronic SCADA system.

- 15. In my opinion, the granting of WaterBridge's application is in the interests of conservation and the prevention of waste.
- 16. The attached exhibits were prepared by me, or compiled from company business records, or were prepared at my direction.
- 17. I attest under penalty of perjury under the laws of the State of New Mexico that the information provided herein is correct and complete to the best of my knowledge and belief.

[Signature page follows]

Thomas E. Tomastik

State of OKIB honna County of Wagoner

This record was acknowledged before me on June 152024, by Thomas E. Tomastik.

Stamp]

RITA GIORDANO

NOTARY PUBLIC
STATE OF OKLAHOMA

Commission # 15000795 Expires 01/27/27 :

Notary Public in and for the
State of Commission Number: 15000195

My Commission Expires:

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

APPLICATION OF WATERBRIDGE STATELINE LLC TO APPROVE SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO.

CASE NO. 24570 (FPNM SWD #6)

AFFIDAVIT OF REED DAVIS

Reed Davis, of lawful age and being duly sworn, declares as follows:

- 1. My name is Reed Davis. I work for ALL Consulting as a Geophysicist. I have been retained by WaterBridge Stateline LLC ("WaterBridge") (OGRID No. 330129).
 - 2. I personal knowledge of the matters stated herein.
- 3. I have previously testified before the Oil Conservation Division ("Division") as an expert witness in geology and geophysics and my credentials have been accepted by the Division and made a matter of record.
 - 4. My area of responsibility includes the area of Lea County in New Mexico.
- 5. I am familiar with the application WaterBridge filed in this matter and I am familiar with the status of the lands and geology in the subject area.
- 6. In this case, WaterBridge seeks authorization to inject produced water into the Glorieta Sandstone formation through the FPNM SWD #6 well (the "Well") into the Glorieta Sandstone formation at a depth of approximately 5,400 feet to 5,775 feet.
- 7. Exhibit A-1, Attachment 8, contains a statement I prepared that includes an overview of the geology of this area, as well as information regarding the low potential for induced seismicity if WaterBridge's application is granted.
- 8. Based on my geology study, I have concluded that the Glorieta Sandston is well suited for injection because it is bounded by both an upper confining layer and a lower confining



layer, which will prevent migration of the injected fluids. The Glorieta primarily consists of Permian-age sandstone and is overlain by approximately 60 feet of low porosity carbonate rocks within the lower San Andres Formation, which would prevent the upward migration of injection fluid and serve as the upper confining layer. Additionally, approximately 28 feet of low porosity and low permeability other carbonate rocks lie beneath the proposed injection interval and act as a lower confining zone by preventing downward migration of injected fluids into the underlying Tubb Formation. Attachment I to my Letter are geophysical logs which depict the intervals above and below the proposed injection interval.

- 9. In my opinion, operating the Well will not impact the correlative rights of mineral owners because the proposed injection will remain within the target injection interval due to the upper and lower confining zones. There is no oil and gas production from the Glorieta Sandstone within the two-mile radius of the Well.
- 10. I also prepared a statement regarding seismicity, which was included in the C-108, also as Attachment 8.
- 11. Based on my study, in my opinion, the potential for the Well to cause injection-induced seismicity is expected to be minimal because (1) the presence of numerous confining layers above and below the injection interval, (2) the significant vertical distance between the injection zone and Precambrian basement rock in which the nearest fault has been identified, and (3) the vertical distance from, and lack of historic seismicity on, identified shallow faults in the area of review.
- 12. In my opinion, the granting of WaterBridge's application is in the interests of conservation and the prevention of waste.
- 13. The attached exhibits were prepared by me, or compiled from company business records, or were prepared at my direction.

14. I attest under penalty of perjury under the laws of the State of New Mexico that the information provided herein is correct and complete to the best of my knowledge and belief.

[Signature page follows]

State of	Chlahoma
County of	10/50

This record was acknowledged before me on June 18 2024, by Reed Davis.

[Stamp]

Commission Number: 19011374

My Commission Expires: // /// 2027

PALOMA LUCERO
Notary Public, State of Oklahoma
Commission # 19011374
My Commission Expires 11-11-2027

57

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

APPLICATION OF WATERBRIDGE STATELINE LLC TO APPROVE SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO.

CASE NO. 24570

SELF-AFFIRMED DECLARATION OF DEANA M. BENNETT

Deana M. Bennett, attorney in fact and authorized representative of WaterBridge Stateline, LLC, the Applicant herein, declares as follows:

- 1) The above-referenced Application was provided under notice letter, dated June 4, 2024, attached hereto, as Exhibit D.1.
- 2) Exhibit D.2 is the mailing list, which show the notice letters were delivered to the USPS for mailing on June 4, 2024.
- 3) Exhibit D.3 is the certified mailing tracking information, which is automatically compiled by CertifiedPro, the software Modrall uses to track the mailings. This spreadsheet shows the names and addresses of the parties to whom notice was sent and the status of the mailing.
- 4) Exhibit D.4 is the Affidavit of Publication from the Hobbs News-Sun confirming that notice was published on June 9, 2024.
- 5) I attest under penalty of perjury under the laws of the State of New Mexico that the information provided herein is correct and complete to the best of my knowledge and belief.

Dated: June 19, 2024

By: Rennett Bennett

er Hearing 6-27-24

Released to Imaging: 6/21/2024 9:18:

EXHIBIT



June 4, 2024

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

Deana M. Bennett 505.848.1834 dmb@modrall.com

Re: APPLICATION OF WATERBRIDGE STATELINE LLC TO APPROVE SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO.

CASE NO. 24570

TO: AFFECTED PARTIES

This letter is to advise you that WaterBridge Stateline, LLC ("WaterBridge") has filed the enclosed application.

In Case No. 24570, WaterBridge Stateline LLC seeks an order approving disposal into the Glorieta Sandstone formation through the FPNM SWD #6 well at a surface location 1,964' from the North line and 2,170' from the West line, Unit F, Section 17, Township 26 South, Range 38 East, NMPM, Lea County, New Mexico for the purpose of operating a produced water disposal well. Applicant seeks authority to inject produced water into the Glorieta Sandstone formation at a depth of approximately 5,400 feet to 5,775 feet. Applicant further requests that the Division approve a maximum daily injection rate for the well of 20,000 bbls per day. Said area is located approximately 7.94 miles Southeast of Jal, New Mexico.

The hearing is set for June 27, 2024 beginning at 8:30 a.m. The hearing will be conducted in a hybrid fashion, both in-person at the Energy, Minerals, Natural Resources Department, Wendell Chino Building, Pecos Hall, 1220 South St. Francis Drive, 1st Floor, Santa Fe, NM 87505 and via a virtual meeting platform. To participate in the electronic hearing, see the instructions posted on the docket for the hearing date: https://www.emnrd.nm.gov/ocd/hearing-info/.

As a party who may be affected by this application, we are notifying you of your right to appear at the hearing and participate in this case, including the right to present evidence either in support of or in opposition to the

Modrall Sperling Roehl Harris & Sisk P.A.

500 Fourth Street NW Suite 1000 Albuquerque, New Mexico 87102

PO Box 2168 Albuquerque, New Mexico 87103-2168

Tel: 505.848.1800 www.modrall.com



Page 2

application. Failure to appear at the hearing may preclude you from any involvement in this case at a later date.

You are further notified that if you desire to appear in this case, then you are requested to file a Pre-Hearing Statement with the Division at least four business days in advance of a scheduled hearing before the Division or the Commission, but in no event later than 5:00 p.m. mountain time, on the Thursday preceding the scheduled hearing date, with a copy delivered to the undersigned.

Sincerely,

Deana M. Bennett

Attorney for Applicant

Deena M. Bennett

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

APPLICATION OF WATERBRIDGE STATELINE LLC TO APPROVE SALT WATER DISPOSAL WELL IN LEA COUNTY, NEW MEXICO.

CASE NO. 24570

APPLICATION

WaterBridge Stateline LLC ("WaterBridge"), OGRID No. 330129, through its undersigned attorneys, hereby submits this application to the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-12, Rule No. 19.15.26, and Rule 19.15.4.8 for an order approving drilling of a salt water disposal well in Lea County, New Mexico. In support of this application, WaterBridge states as follows:

- (1) WaterBridge proposes to drill the FPNM SWD #6 well at a surface location 1,964' from the North line and 2,170' from the West line, Unit F, Section 17, Township 26 South, Range 38 East, NMPM, Lea County, New Mexico for the purpose of operating a produced water disposal well.
- (2) WaterBridge seeks authority to inject produced water into the Glorieta Sandstone formation at a depth of approximately 5,400 feet to 5,775 feet.
- (3) WaterBridge requests that the Division approve a maximum daily injection rate for the well of 20,000 bbls per day.
- (4) WaterBridge requests approval of a maximum injection pressure of 1,080 psi for the well.
 - (5) A proposed C-108 for the subject well is attached hereto as Attachment A.

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

WHEREFORE, WaterBridge requests that this application be set for hearing before an Examiner of the Oil Conservation Division on June 13, 2024; and that after notice and hearing, the Division enter its order approving this application.

Respectfully submitted,

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

By: 102000

Earl E. DeBrine, Jr. Deana M. Bennett

Yarithza Peña

Post Office Box 2168

500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800

edebrine@modrall.com

deana.bennett@modrall.com

yarithza.pena@modrall.com

Attorneys for Applicant

Page 3 of 45

CASE NO. 24570: Application of WaterBridge Stateline LLC for approval of a salt water disposal well in Lea County, New Mexico. Applicant seeks an order approving disposal into the Glorieta Sandstone formation through the FPNM SWD #6 well at a surface location 1,964' from the North line and 2,170' from the West line, Unit F, Section 17, Township 26 South, Range 38 East, NMPM, Lea County, New Mexico for the purpose of operating a produced water disposal well. Applicant seeks authority to inject produced water into the Glorieta Sandstone formation at a depth of approximately 5,400 feet to 5,775 feet. Applicant further requests that the Division approve a maximum daily injection rate for the well of 20,000 bbls per day. Said area is located approximately 7.94 miles Southeast of Jal, New Mexico.

Page 4 of 45 Revised March 23, 2017

RECEIVED:	REVIEWER:	TYPE:	APP NO:				
	- Geologi	ABOVE THIS TABLE FOR OCCUP CO OIL CONSERV Cal & Engineering ancis Drive, Sant	ATION DIVISION g Bureau –				
	ADMINISTE	RATIVE APPLICATI	ON CHECKLIST				
THIS C			ATIONS FOR EXCEPTIONS TO DIVISION RULES AND EDIVISION LEVEL IN SANTA FE				
pplicant: WaterBrid			OGRID Number: 330129				
/ell Name: FPNM:	SWD #6		API:				
ool: SWD; Glorieta			Pool Code: 96106				
		INDICATED BELO					
	CATION: Check those - Spacing Unit – Simul ISL NSP	taneous Dedicatio					
[] Comr [[] Injec	ne only for [1] or [11] mingling – Storage – M DHC	LC □PC □C ure Increase – Enh					
A. Offset B. Royalt C. Applic D. Notific E. Surfac G. For all		ders wners, revenue ov ed notice ent approval by SL ent approval by BL	Notice Complete Application Content Complete				
administrative understand the	approval is accurate	and complete to t ken on this applice	bmitted with this application for the best of my knowledge. I also ation until the required information and				
No	te: Statement must be comple	eted by an individual with	n managerial and/or supervisory capacity.				
			5/13/2024				
Oliver Seekins			Date				
Print or Type Name			010 202 7501				
. 0			918.382.7581 Phone Number				
9							
ween wy			oseekins@all-llc.com				
Signature			e-mail Address				

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505 Page 5 of 45 FORM C-108 Revised June 10, 2003

APPLICATION FOR AUTHORIZATION TO INJECT

I.	PURPOSE: Secondary Recovery Pressure Maintenance X Disposal Storage Application qualifies for administrative approval? X Yes No
II.	OPERATOR: WaterBridge Stateline LLC
	ADDRESS: 5555 San Felipe, Ste. 1200 Houston, TX 77056
	CONTACT PARTY: Jessica High - Director, QHSE & Regulatory PHONE: 832-871-4064
III.	WELL DATA: Complete the data required on the reverse side of this form for each well proposed for injection. Additional sheets may be attached if necessary.
IV.	Is this an expansion of an existing project? Yes X No If yes, give the Division order number authorizing the project:
V.	Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.
VI.	Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.
VII.	Attach data on the proposed operation, including:
	 Proposed average and maximum daily rate and volume of fluids to be injected; Whether the system is open or closed; Proposed average and maximum injection pressure; Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and, If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).
*VIII.	Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.
IX.	Describe the proposed stimulation program, if any.
*X.	Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted).
*XI.	Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.
XII.	Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.
XIII.	Applicants must complete the "Proof of Notice" section on the reverse side of this form.
XIV.	Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and
	belief.
	NAME: Oliver Seekins TITLE: Project Manager / Regulatory Specialist
	SIGNATURE: DATE: 5/13/2024
*	E-MAIL ADDRESS: oseekins@all-llc.com If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be resubmitted. Please show the date and circumstances of the earlier submittal:

Application for Authorization to Inject

Well Name: FPNM SWD #6

III - Well Data (The wellbore diagram is included as Attachment 1)

A.

(1) General Well Information:

Operator: WaterBridge Stateline LLC (OGRID No. 330129)

Lease Name & Well Number: FPNM SWD #6 Location Footage Calls: 1,964' FNL & 2,170' FWL

Legal Location: UL F, S17 T26S R38E

Ground Elevation: 2,983'

Proposed Injection Interval: 5,400' - 5,775'

County: Lea

(2) Casing Information:

Туре	Hole Size	Casing Size	Casing Weight	Setting Depth	Sacks of Cement	Estimated TOC	Method Determined
Surface	24"	20"	94.0 lb/ft	1,165'	1,185	Surface	Circulation
Intermediate 1	17-1/2"	13-3/8"	54.5 lb/ft	2,635'	1,940	Surface	Circulation
Production Casing	12-1/4"	9-5/8"	40.0 lb/ft	5,775'	1,915	Surface	CBL
Tubing	N/A	5-1/2"	17.0 lb/ft	5,375'	N/A	N/A	N/A

DV Tool set at: 3,000'

(3) Tubing Information:

5-1/2" (17.0 lb/ft) ceramic-coated tubing with setting depth of 5,375'

(4) Packer Information: ACT AS1-X or equivalent packer set at 5,375'

В.

(1) Injection Formation Name: Glorieta Sandstone

Pool Name: SWD; Glorieta

Pool Code: 96106

- (2) Injection Interval: Perforated injection between 5,400' 5,775'
- (3) Drilling Purpose: New drill for saltwater disposal
- (4) Other Perforated Intervals: No other perforated intervals exist.
- (5) Overlying Oil and Gas Zones: Below are the approximate formation tops for known oil and gas producing zones in the area.
 - Yates (2,815')
 - Seven Rivers (2,889')
 - Queen (3,424')
 - Penrose (3,730')

Underlying Oil and Gas Zones: Below are the approximate formation tops for known oil and gas producing zones in the area.

- Tubb (6,630')
- Devonian (9,098')

V - Well and Lease Details

The following maps and documents are included as Attachment 2:

- 2-mile Oil & Gas Well Map
- ½-mile AOR Well Table
- 2-Mile Lease Map
- 2-Mile Mineral Ownership Map
- 2-Mile Surface Ownership Map
- Potash Lease Map

VI – AOR Well List

A list of the well(s) within the 1/2-mile AOR is included in Attachment 2.

There are no wells in the 1/2-mile AOR.

VII – Proposed Operation

- (1) Proposed Maximum Injection Rate: 20,000 bpd Proposed Average Injection Rate: 15,000 bpd
- (2) A closed-loop system will be used.
- (3) Proposed Maximum Injection Pressure: 1,080 psi (surface)
 Proposed Average Injection Pressure: Approximately 810 psi (surface)
- (4) Source Water Analysis: The expected injectate will consist of produced water from production wells completed in the Queen, Wolfcamp, Devonian and Ellenburger formations. Analysis of water from these formations is included as Attachment 3.
- (5) Injection Formation Water Analysis: The proposed SWD will be injecting water into the Glorieta Sandstone, which is a non-productive zone known to be compatible with formation water from the Queen, Wolfcamp, Devonian and Ellenburger formations. Water analyses from the Glorieta Sandstone in the area are included as Attachment 4.

VIII - Geologic Description

The proposed injection interval includes the Glorieta Sandstone from 5,400' - 5,775'. The Permian-aged Glorieta Sandstone is a fine grained and well-to-moderately sorted quartz arenite sandstone that occurs directly below the San Andres Formation. There are multiple zones of high porosity and low resistivity that makes this sandstone a viable injection zone in this area.

Further discussion of the injection formation, overlying and underlying confinement zones, and historic use of the field are included as **Attachment 5**.

The base of the USDW is the Rustler Formation at a depth of approximately 1,140 feet. Depth of the nearest water well in the area is approximately 185 feet below ground surface.

IX - Proposed Stimulation Program

A small cleanup acid job may be used to remove mud and drill cuttings from the formation. However, no other formation stimulation is currently planned.

X - Logging and Test Data

Logs will be submitted to the Division upon completion of the well.

XI - Fresh Groundwater Samples

Based on a review of data from the New Mexico Office of the State Engineer, there is one (1) groundwater well located within 1-mile of the proposed SWD location. However, the well is not eligible for sampling because of its location in an area with aquifer production restrictions.

A water well map and details of the water well within 1-mile are included as Attachment 6.

XII - No Hydrologic Connection Statement

No publicly known faulting is present in the area that would provide a hydrologic connection between the injection interval and overlying USDWs. Additionally, the casing program has been designed to ensure there will be no hydrologic connection between the injection interval and overlying USDWs.

A signed No Hydrologic Connection Statement is included as Attachment 7.

In addition, a Seismic Potential Letter detailing the minimal risk of injection-induced seismicity associated with the proposed SWD is included as **Attachment 8**.

XIII - Proof of Notice

A public notice will be filed with the Hobbs News Sun newspaper, and an affidavit will be included as an exhibit at hearing.

A copy of the application will be mailed to the identified affected persons, with delivery confirmation being provided as an exhibit at hearing. A list of the identified affected persons is included as **Attachment 9**.

Attachments

Attachment 1:

- C-102
- Wellbore Diagram
- Packer Diagram

Attachment 2: Area of Review Information:

- 2-Mile Oil & Gas Well Map
- 1/2-Mile AOR Well Table
- 2-Mile Lease Map
- 2-Mile Mineral Ownership Map
- 2-Mile Surface Ownership Map
- Potash Lease Map

Attachment 3: Source Water Analysis

Attachment 4: Injection Formation Water Analysis

Attachment 5: Confining Zones and Historic Pore Space Use

Attachment 6: Water Well Map and Well Data

Attachment 7: No Hydrologic Connection Statement

Attachment 8: Seismic Potential Letter

Attachment 9: List of Affected Persons

Received by OCD: 6/21/2024 9:14:45 AM Received by OCD: 5/15/2024 12:00:45 AM Page 72 of 110
Page 10 of 45

Attachment 1

- C-102
- Wellbore Diagram
- Packer Diagram

Received by OCD: 5/15/2024 12:00:45 AM

District 1

District II E11 S. Fore Rt., Armeia, NM #8210 Phone: (573) 748-1283 Pax, (575) 748-9320

District III District IV (200 S. St. Prancis Dr., Santa Fr., NM 4790) Plants: (201) 478-3460 Fac. (2015-176-3462

State of New Mexico Energy, Minerals & Natural Resources Department

> OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Page 11 of 45

Form C-102

Revised August 1, 2011

Submit one copy to appropriate District Office

☐ AMENDED REPORT

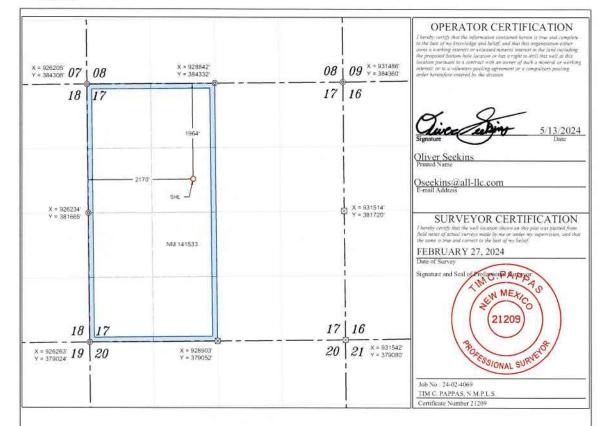
WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name
	96106	SWD;Glorieta
Property Code	Property Name FPNM SWD	Well Number #6
OGRID No. 330129	Operator Name WATERBRIDGE STATELINE LLC	Elevation 2983'

Surface Location 17 38 E 26 S 2170 1964 NORTH WEST LEA

Bottom Hole Location If Different From Surface UL or lot no Township Lot Idn Feet from the Feet from the East/West line County Dedicated Acres Joint or Infill Consolidation Code

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the



NAD 83 (SHL) 1964' FNL & 2176' FWI LATHUDE = 32,045044" LONGITUDE = 103.084142° NAD 27 (SHL) LATHUDE = 32,044921" LONGITUDE = 103.085693° STATE PLANE NAD 83 (N.M. EAST) N: 382363-99 E: 928395.87 STATE PLANE NAD 27 (N.M. EAST)

⑤ FND. U.S.G.L.O. WON. UNLESS OTHERWISE NOTED
☑ CALC. CORNER SHL/ KOP/ FTP / PPP/ LTP / BHL
STATE OIL & GAS LEASE DLM OIL & GAS LEASE HORIZONTAL SPACING UNIT

NOTES ALL COORDINATES, BEARINGS, AND DISTANCES
CONTAINED HEREIN ARE GRID, BASED UPON THE NEW
MEMICO STATE PLANE COORDINATES SYSTEM, NORTH
AMERICAN DATUM 83, NEW MEXICO EAST (3001), NAVD 88.

2. THIS DOCUMENT IS BASED UPON AN ON THE GROUND SURVEY PERFORMED DURING FEBRUARY, 2024. CERTIFICATION OF THIS DOCUMENT IS ONLY TO THE LOCATION OF THIS EASEMENT IN RELATION TO RECORDED MONUMENT OF DEEDS PROVIDED BY THE CLIENT.

3. ELEVATIONS MSL, DERIVED FROM G.N.S.S. OBSERVATION AND DERIVED FROM SAID ON-THE-GROUND SURVEY.

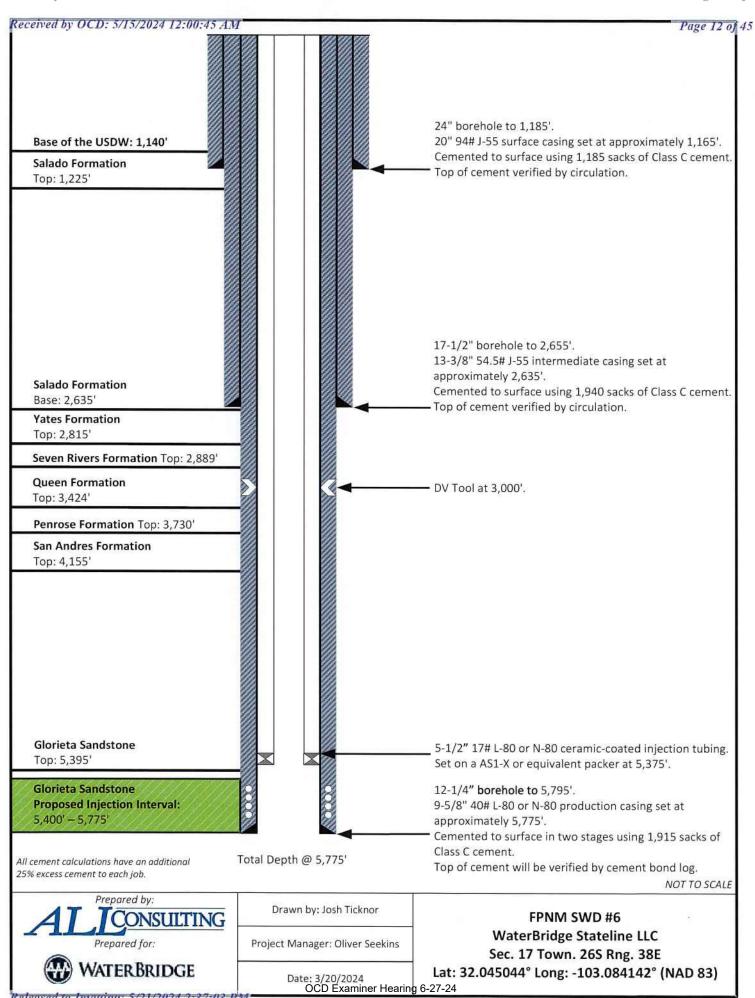
1500 3000 SCALE: 1" = 1500

OCD Examiner Hearing 6-27-24

No. 24570

Released to Imagings-6/21/2024: 9:1/8:40 AM 03 PM

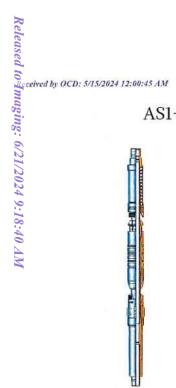
Released to Imaging: 6/21/2024 9:18:40 AM



Received by OCD: 6/21/2024 9:14:45 AM

Page 13 of 45

AS1-X MECHANICAL PACKER



The ACT AS1-X Packer is the most versatile of the mechanically set retrievable packers and may be used in any production application. Treating testing, injecting pumping wells, flowing wells, deep or shallow, the ASI-X is suited for all. The packer can be left in tension or compression, depending on well conditions and the required application. A large internal by-pass reduces availabing when running and retrieving. The by-pass closes when the packer is set and opens prior to releasing the upper slips when retrieving to allow

The J-slot design allows easy setting and releasing, 14 turn right-hand set, right-hand release. A patented upper-slip releasing system reduces the force required to release the packer. A non directional slip is released first, making it easier to release the other slips. The AS1-X packer can withstand 7,000 pai (48 MPa) of differential pressure above or below.

FEATURES, ADVANTAGES AND BENEFITS:

- . The design holds high differential pressure from above or below, enabling the packer to meet most production, stimulation, and injection needs
- . The packer can be set with compression, tension, or wire line, enabling deployment in shallow and deep applications
- . The packer can be set and released with only a one-quarter turn of the tubing
- . The bypass valve is below the upper slips so that debris are washed from the slips when the valve is opened, reducing the times for circulation and total retrieval
- The full opening enables unrestricted flow and the passage of wire line tools and other packer systems
- . The packer can be not with the T-2 on-off tool, which enables the tubing to be disconnected and retneved without retneving the packer

OPTIONS:

- · Elastomer options are available for hostile environments
- · Optional safety releases are available

		AS	X MEXITANICAL PACH	ER .		
CA	SING					
SIZE (inches)	Wescerr (to #)	RECOMMENDED HOLESZE (cutor)	TOOL ODMAX (calm)	TOOLIDMIN (school	THREAD CONNECTION BOX UP / FIN DOWN	PARTNO
4.1/2	13.5-15.1	3.826-3.920	3.650	1,938	2.3/8" EUE	261-3650-000
5	11.5-15	4,408-4.560	4.125	1.938	2.3/8" EUE	261-4125-000
5	18-20.8	4.154-4.276	4,000	3.938	2.3/9" EUE	261-4000-XXX
5.1/2	14-20	4.778-5.012	4.625	2.00	2.3/8" EUE	261-4625-XXX
5,1/2	14-20	4,778-5,012	4.625	2.38	2.7/8" EUE	261-4625-XXX
5.1/2	20-23	4.670-4,778	4.500	2.00	2 3/8" EUE	261-4500-XXX
5.1/2	20-23	4,670-4,778	4,500	2.38	2.7/8" EUE	261-4500-XXX
6.5/8	20-24	5,921-6.094	5.750	3.00	3.1/2°EUE	261-5750-XXX
7	17-26	6.276-6.538	6.000	2.50	2.7/8" EUE	261-6900-XXX
7	17-26	6.276-6.538	6:000	3.00	3.1/2" EUE	261-6000-XXX
7.	26-32	6.094-6.276	5,875	2.50	2.7/8" EUE	261-5875-XXX
7	26-32	6.094-6.276	5.875	3.00	3.1/2" EUE	261-5875-XXX
7	29-35	6.004-6.184	5.812	3.00	3.1/2" EUE	261-5812-XXX
7.5/8	24-29,7	6,875-7.025	6.672	2.50	2.7/8'EUE	261-6672-XXX
7.5/8	24-29.7	6.875-7.025	6.672	3.00	3.1/2" EUE	261-6672-XXX
7.5/8	33.7-39	6.625-6.765	6.453	2.50	2.7/81EUE	261-6453-XXX
7.5/8	33.7-39	6.625-6.765	6,453	3.00	3,1/2" EUE	261-6453-XXX
9.5/8	32.3-43.5	8.755-9.001	8.500	3.00	3.1/2" EUE	261-8500-XXX
9.5/8	32.3-43.5	8.755-9.001	8.500	4.00	4.1/2" EUE	261-8500-XXX
9.5/8	43.5-53.5	8.535-8.755	8.250	3.00	3.1/2" EUE	261-8250-XXX
9.5/8	43.5-53.5	8.535-8.755	8.250	4.00	4.1/2" EUE	261-8250-XXX

YXXXX is changed as per material / elastomer / end connection

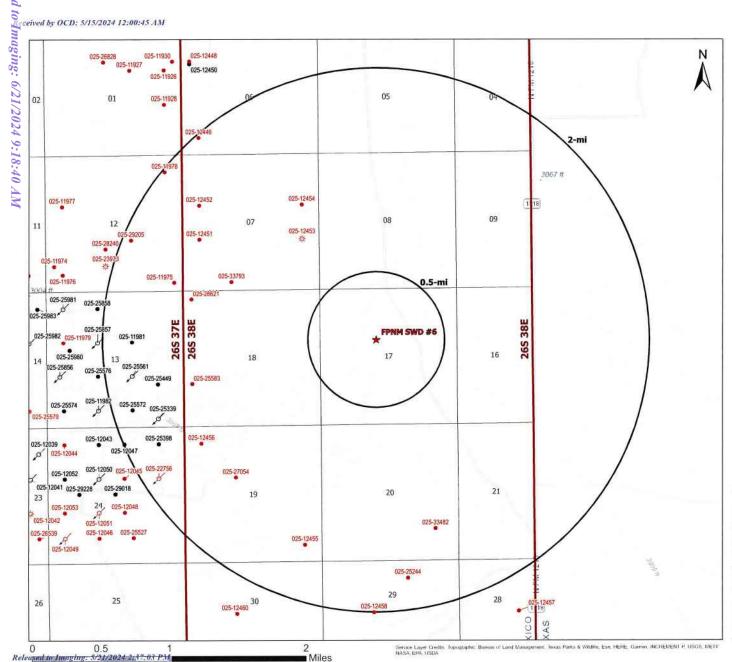
No. 24570 73

Released to Imaging: 5/21/2024 2:37:03 PM

Attachment 2

Area of Review Information:

- 2-mile Oil & Gas Well Map
- 1/2-Mile AOR Well Table
- 2-mile Lease Map
- 2-mile Mineral Ownership Map
- 2-mile Surface Ownership Map
- Potash Lease Map



Legend

- Proposed SWD (1)
- Gas, Plugged (3)
- Injection, Active (10)
- Injection, Plugged (3)
- Oil, Active (15)
- Oil, Plugged (37)
- Oil, Temporarily Abandoned (1)
- Salt Water Disposal, Active (1)

Source Info: NMOCD O&G Wells updated 2/16/2024 (https://www.emnrd.nm.gov/ocd/ocd-data/ftp-server/l)

0&G Wells Area of Review FPNM SWD #6 LEA COUNTY, NEW MEXICO Proj Mgr. Oliver Seekins Mapped by: Ben Bockelmann May 07, 2024 AT TONSULTING WATERBRIDGE

Page 16 of 45

Received by OCD: 6/21/2024 9:14:45 AM

		1/2-Mile AOR V	Well Table for FPNM SW	VD #6 (Top of Inject	tion Interval: 5,400')		
Well Name	API#	Well Type	Operator	Spud Date	Location (Sec., Tn., Rng.)	Total Vertical Depth (feet)	Penetrate Inj. Zone

Released to Imaging: 5/21/2024 2:37:03 PM

Legend

★ Proposed SWD **BLM Communitization Units** NMSLO Mineral Leases Private Mineral Leases

BLM Authorized O&G Leases

1/2-mile AOR Lessees/Unit Operators:

- ARMSTRONG ENERGY CORPORATION (BLM
- . R&R ROYALTY LTD (BLM LESSEE)

Mineral Lease Area of Review

FPNM SWD #6

LEA COUNTY, NEW MEXICO

Proj Mgr: Oliver Seekins

May 07, 2024

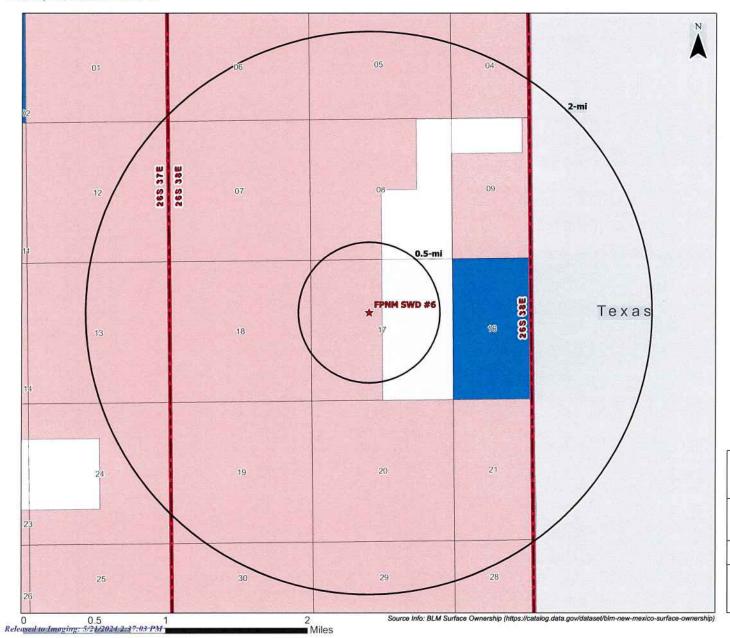
Mapped by: Ben Bockelmann

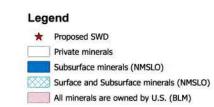
Prepared for WATERBRIDGE WATERBRIDGE

AT TONSULTING

Received by OCD: 5/15/2024 12:00:45 AM

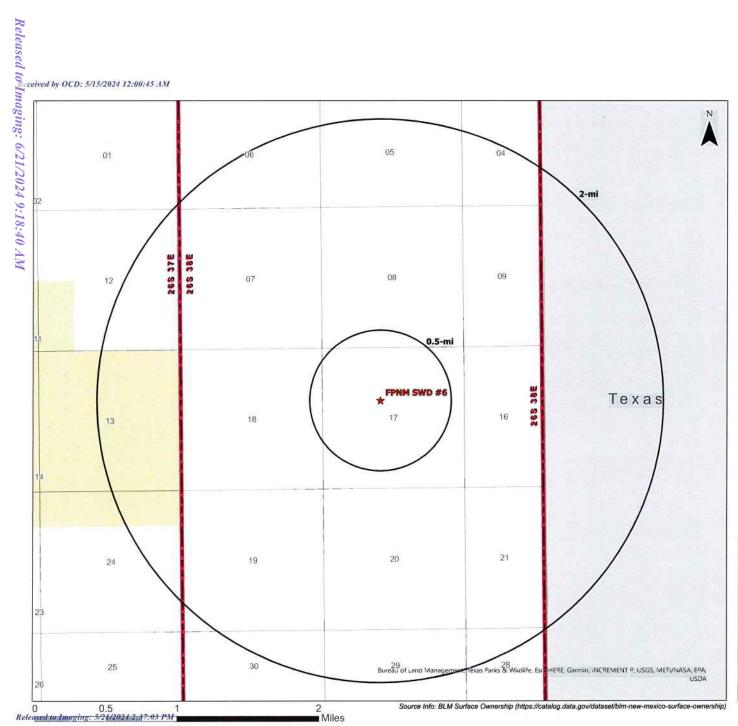








Page 19 of 45













OCD Examiner Hearing 6-27-24 No. 24570

Page 21 of 45

Received by OCD: 5/15/2024 12:00:45 AM

Attachment 3

Source Water Analysis

ved by OCD: 5/15/2024 12:00:45 AM																
and by OCD- 5/15/2024 12:00:45 AM																
and by OCDs 5/15/2024 12:00:45 AM																
and by OCD- 5/15/2024 12:00:45 AM																
																Page 2
en al octo. 301,02024 12,00,45 (1.0																FREE -
	HE WAY SET YOUR	THE RESERVE				Source	Water A	nalysis	P. Kellon	CHEST WAY	A NEW TO	op on the late	Serve Mills	occidentine and	Marger Brook and Committee	
			WaterB	iridge Stateli	ine LLC - FPNM	SWD #6 - Q	ueen, Wol	fcamp, Dev	onian and E	lenburger Fo	rmations					
Well Name	API	Latitude	Longitude	Section	Township	Range	Unit	Ftgns	Ftgew	County	State	Formation	Tds (mg/L)	Chloride (mg/L)	Bicarbonate (mg/L)	Sulfate (mg/L)
GULF STATE #001	3002508458	32.7242317	-103,5246506	26	18S	34E	A	660N	660E	LEA	NM	QUEEN	267,000	165,000	216	88
WEST PEARL QUEEN UNIT #103	3002503247	32.6359787	-103,4816437	29.	198	351	C	990N	1980W	Lea	NM.	QUEEN		151,575	141	
WEST PEARL QUEEN UNIT #118	3002503248	32.629612	-103.4773712	29	198	35E	J	1980S	1980E	1.ca	NM	QUEEN		149,504	35	
WEST PEARL QUEEN UNI#141	3002503284	32.6223412	-103.4645233	33	198	35E	C	660N	1980W	Lea	NM	QUEEN		138,040	38	419
WHITE CITY PENN GAS COM UNIT 1 #001	3001500408	32,1937523	-104.3088455	29	245	26E	A	660N	660E	EDDY	NM	WOLFCAMP		10,000	645	1,320
HABANERO 17 FEDERAL COM #001H	3001536108	32.2218475	-104.2062683	17	248	27E	Λ	990N	660E	EDDY	NM	WOLFCAMP	108,205	65,927	146	
SERRANO 29 FEDERAL #00111	3001537763	32.1898842	-104.2062149	29	245	27E	H	1980N	660E	EDDY	NM	WOLFCAMP	102,136	62,813	183	
SERRANO 29 FEDERAL #00111	3001537763	32.1898842	-104.2062149	29	248	271	H	1980N	6601:	EDDY	NM	WOLFCAMP	100,995	63,450	268	
CLARA M ROBERTS ETAL #001	3002507265	32 9945259	-103.0748596	26	158	38E	D	330N	330W	LEA	NM.	DEVONIAN	50,630		823	
OBERHOLTZER #001	3092507164	33,2986488	-103.1388397	7	12S	38E	C	660N	1980W	LEA	NM	DEVONIAN	58,738		655	
LEA AV STATE #005	3002507201	33.268692	-103.1398849	19	128	38E	C	990N	1650W	LEA	NM	DEVONIAN	57,890		458	
C S STONE #001	3002507260	33.0045204	-103.0823975	22	15S	38E	G	1980N	1980E	LEA	NM	DEVONIAN	78,690	46,060	354	
CLARA M ROBERTS #001	3002507264	33,0045013	-103.0748672	23	155	38E	E	1980N	330W	LEA	NM	DEVONIAN	91,505		894	
ROSA SHULTS #001	3002507191	33.272316	-103.1442108	18	128	38E	M	3308	.330W	LEA	NM	DEVONIAN	39,824	21,933	647	
HOUSTON A #001	3002507202	33.2632332	+103.1442032	19	128	38E	12	2310S	330W	LEA	NM	DEVONIAN	76,102	44,700	483	
SHELL BROWNING #001	3002507113	33.3240585	-103.1301956	31	118	38E	H	1980N	660E	LEA	NM	DEVONIAN	79,057	46,200	727	
STATE A #002	3002507126	33,32407	-103.1215515	32	118	38E	F	1980N	1980W	LEA	NM	DEVONIAN	85,233	53,250	607	
NEW MEXICO A FEDERAL #001	3002507150	33,3022766	-103.1344833	6	12S	38E	0	660S	1980E	LEA	NM	DEVONIAN	61,815		580 535	
NEW MEXICO A FEDERAL #002	3002507151	33.3059044	-103.134491	6	128	38E	1	1980S	1980E	LEA	NM	DEVONIAN	61,795 54,397	35,600 30,880	572	
TAYLOR B #001	3002507155	33,2877579	-103,1344681	7	128	38E	0	660S 1980N	1980E 330W	LEA	NM NM	DEVONIAN	80.811	48,610	883	
CLARA M ROBERTS #001	3002507264	33.0045013	-103.0748672	23	15S	38E	E N	1980N 660S	1980W	LEA	NM NM	DEVONIAN	48,373	27,670	696	4 in the section of
ROSE EAVES #001	3002507290 3002507293	32.8726234	-103.1200638 -103.1200485	35 35	168 168	38E	K	19805	1980W	LEA	NM NM	DEVONIAN	41,751	23,780	291	
W W HAMILTON #001	3002507295	32.8762512 32.8689995	-103.1212997	2	17S	38E	C	660N	3300E	LEA	NM.	DEVONIAN	38,520		600	
L COOPER #002	3002507295	32.8689993	-103,1212997	12	178	381	N N	660S	1980W	LEA	NM	DEVONIAN	29,115		999	- Containing
I. COOPER A #001 FEDERAL DAVIS #002	3002507305	32.8293381	-103,1040649	13	178	38E	P	660S	660E	LEA	NM	DEVONIAN	35,212		865	
	3002507305	32.8293381	-103.0997314	13	178	38E	18	660N	19801	LEA	NM	DEVONIAN	49,286		645	2.42.57
F M HOLLOWAY #001 WEST DOLLARHIDE DEVONIAN UNIT #104	3002512297	32 1720123	+103.0761032	12	248	186	1	19805	560E	LEA	NM	DEVONIAN	50,858		183	
F M HOLLOWAY #001	3002507306	32.8402596	-103.0997314	13	178	386	B	660N	1980E	LEA	NM	DEVONIAN	49,290		645	
WEST DOLLARIIDE DEVONIAN UNIT #164	3002512297	32.8402390	-103.0761032	32	245	381:	1	1980S	6601	Lea	NM	FLLENBURGER	42,420	30,200	183	
A B COATES D #003	3002511748	32.1112633	-103.1177216	24	25S	37E	N	990S	2310W	LEA	NM	ELLENBURGER	91,617	57,190	832	
SOUTH JUSTIS-UNIT #024	3002511774	32,1040077	-103.1102829	25	258	37E	11	1650N	660E	LEA	NM	ELLENBURGER	99,800		195	
SOUTH JUSTIS UNIT #024	3002511774	32,1040077	-103.1102829	25	258	37E	H	1650N	660E	LEA	NM	ELLENBURGER	98,300		189	

Page 85 of 110

Page 23 of 45

Received by OCD: 5/15/2024 12:00:45 AM

Attachment 4

Injection Formation Water Analysis

Released to Imaging: 5/21/2024 2:37:03 PM Released to Imaging: 6/21/2024 9:18:40 AM

Received by OCD: 6/21/2024 9:14:45 AM
Received by OCD: 5/15/2024 12:00:45 AM

							li	njectio	on For	matior	1 Wate	er Analysis					Mary and S
					٧	Vater	3ridge	State	line LLC	- FPNN	N SWD	#6 - Glorieta Sands	tone	III III III III III III III III III II			
Vell Name	API	Latitude	Longitude	Section	Township	Range	Unit	Ftgns	Ftgew	County	State	Field	Formation	Tds (mg/L)	Chloride (mg/L)	Bicarbonate (mg/L)	Sulfate (mg/l
EARCY MCBUFFINGTON #007	3002511568	32.1248627	-103.1219788	13	255	37E	м	660S	990W	LEA	NM	JUSTIS	GLORIETA	55,190	31,603	1,158	1,804
REARCY MCBUFFINGTON #007	3002511568	32.1248627	-103.1219788	13	255	37E	М	6605	990W	LEA	NM	JUSTIS	GLORIETA	55,183	31,600	1,158	1,804
ARLSON FEDERAL #001	3002511574	32.1330185	-103.1198425	13	255	37E	F	1650N	1650W	LEA	NM	JUSTIS	GLORIETA	113,731	67,250	280	3,013
ARLSON FEDERAL #001	3002511574	32.1330185	-103.1198425	13	255	37E	F	1650N	1650W	LEA	NM	JUSTIS	GLORIETA	101,412	60,660	963	2,996
ANGLIE FEDERAL #001	3002511592	32.1293945	-103.1273041	14	255	37E	1	23105	660E	LEA	NM	JUSTIS	GLORIETA	113,937	67,370	280	3,018
ANGLIE FEDERAL #001	3002511592	32.1293945	-103.1273041	14	255	37E	1	23105	660E	LEA	NM	JUSTIS	GLORIETA	113,817	67,250	274	3,067

Received by OCD: 5/15/2024 12:00:45 AM

Page 25 of 45

Attachment 5

Confining Zones and Historic Pore Space Use



CONFINING ZONES AND HISTORIC PORE SPACE USAGE

For WaterBridge Stateline LLC's proposed FPNM SWD #6 application in the Lower Permian Glorieta Sandstone in the Central Basin Platform area, the lower San Andres Formation will act as the upper confinement zone, and the lower Glorieta Sandstone as the lower confinement zone, given its low porosity and high resistivity. The proposed location is in T26S., R38E, an area with very limited oil and gas production. Most area wells have been plugged and abandoned, and none penetrate the proposed injection intervals in the Glorieta Sandstone.

The San Andres Formation is a shelf carbonate deposit composed predominantly of dolomite, and in the proposed development area, the lower San Andres Formation is a tight rock with low porosity and high resistivity values. **Figure 1** is a log snip of this upper confining zone of approximately 60 feet in the lower San Andres Formation. The lower confining zone is a tight sandstone unit within the Glorieta Sandstone, which also has low porosity development and high resistivity readings. The Glorieta Sandstone is a fine-grained, well-to-moderately sorted quartz arenite sandstone. **Figure 2** is a log snip of this approximately 30 feet of lower Glorieta Sandstone.

The closest oil and gas production to the FPNM SWD #6 is the active waterflood operation directly to the west. This waterflood operation is the W.H. Rhodes B Federal NCT-1 unit project and was originally operated by Texaco, Inc., with the first waterflood injection commencing in 1964 and continued expansion occurring in 1969, 1973, and 1993 by Texaco Exploration and Production, Inc. Oil production and enhanced oil recovery water injection is into the Yates and Seven Rivers formations at depths ranging from approximately 3,000 to 3,400 feet and primarily located in T26S, R37E. There is no oil or gas production from the Glorieta Sandstone within the two-mile radius of the proposed FPNM SWD #6.

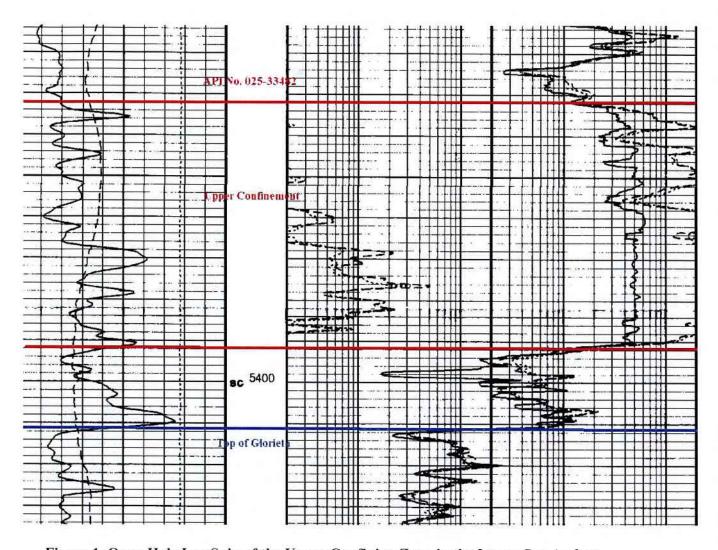


Figure 1. Open Hole Log Snip of the Upper Confining Zone in the Lower San Andres Formation

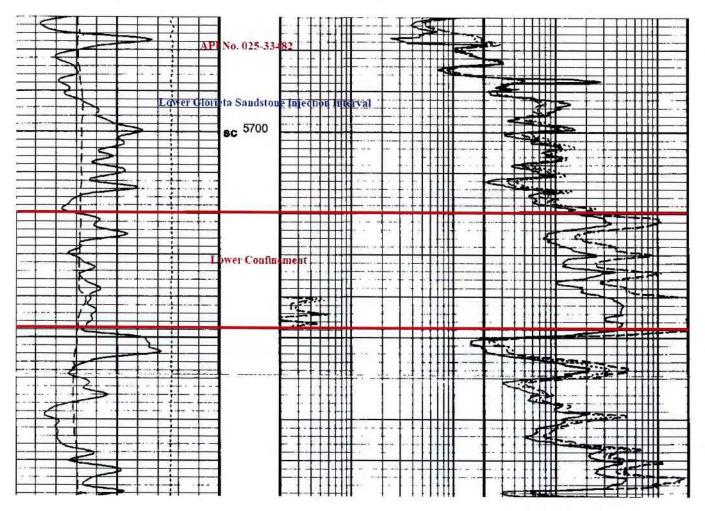


Figure 2. Open Hole Logging Snip of the Lower Confining Zone Within the Glorieta Sandstone

Received by OCD: 5/15/2024 12:00:45 AM

Page 29 of 45

Attachment 6

Water Well Map and Well Data

0 0.25 0.5 Released to Imaging: 5/21/2024 2:37:03 PM

Miles

Legend

★ Proposed SWD (1)

OSE PODs

- Active (0)
- Inactive (0)
- Pending (0)
- Changed Location of Well (0)
- Capped (0)
- Plugged (1)
- Unknown (1)

Water Wells Area of Review

FPNM SWD #6

LEA COUNTY, NEW MEXICO

Proj Mgr. Oliver Seekins May 07, 2024 Mapped by: Ben Bockelmann





WATERBRIDGE ...

SourceInfo: ttps://gis.ose.state.nm.us/arcgis/rest/services/WatersPod/OSE_PODs/MapServer/0

Received by OCD: 6/21/2024 9:14:45 AM
Page 31 of 45

		Water Well Sa	mpling Rationale		
			ne LLC - FPNM SWD #6		
Water Wells	Owner	Available Contact Information	Use	Sampling Required	Notes
CP-00862	Yates Petroleum	P.O. Box 692 Tatum, NM 88267	Prospecting and development of natural resources.	No	This well is located in an area wher the aquifer has been temporarily closed.

Released to Imaging: 5/21/2024 2:37:03 PM

Attachment 7

No Hydrologic Connection Statement



RE: Waterbridge Stateline LLC - FPNM SWD #6 application, Lea County, New Mexico

ALL Consulting LLC (ALL) has performed a thorough hydrologic investigation related to the one saltwater disposal well (SWD) listed above. The investigation was conducted to determine if there were any existing or potential connections between the proposed injection intervals in the Glorieta Sandstone and the deepest underground source of drinking water (USDW).

ALL performed an assessment and analysis of the subsurface geophysical log data along with published documents on the groundwater in this vicinity of Lea County, New Mexico. The surficial geology is Quaternary alluvial deposits consisting predominantly of sand and caliche. This area is south of the High Plains Aquifer and depths to potable water ranges from 30 to 142 feet below the surface. The USDW is the Rustler Formation and the base of the USDW ranges from 875 to 1,130 feet below the surface.

Based on ALL's assessment and analysis there is containment through multiple confining zones in the San Andres Formation and the Salado evaporite deposits above the Glorieta Sandstone and the USDW and over 4,260 feet of vertical separation between the base of the USDW and the top of the injection interval. Additionally, there is no evidence of faults that would allow for communication between the USDW and Glorieta Sandstone.

Tom Tomastik

Chief Geologist and Regulatory Specialist

fan Formatil

ALL Consulting LLC

Date



Page 34 of 45

Received by OCD: 5/15/2024 12:00:45 AM

Attachment 8

Seismic Potential Letter



March 18, 2024

PN 1703.SWD.13

Mr. Phillip Goetze, P.G. NM EMNRD – Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

Subject:

WaterBridge Stateline LLC

FPNM SWD #6 - Seismic Potential Letter

Dear Mr. Goetze,

At the request of WaterBridge Stateline LLC (WaterBridge), ALL Consulting, LLC (ALL) has assessed the potential injection-induced seismicity risks in the vicinity of WaterBridge's FPNM SWD #6, a proposed saltwater disposal (SWD) facility in Lea County, New Mexico, and summarized the findings in this letter. This assessment used publicly available data to identify the proximity and characteristics of seismic events and known faults to evaluate the potential for the operation of the FPNM SWD #6 to contribute to seismic activity in the area.

Geologic Evaluation

The FPNM SWD #6 is requesting a permit to inject into the Permian Glorieta Sandstone (Glorieta) at a depth of 5,400-5,775 feet below ground surface (bgs). The Glorieta primarily consists of Permian-age sandstone and is overlain by approximately 60 feet of low porosity carbonate rocks within the lower San Andres Formation, which would prevent the upward migration of injection fluid and serve as the upper confining layer (see **Attachment 1**). Additionally, approximately 28 feet of low porosity and low permeability other carbonate rocks lie beneath the proposed injection interval and act as a lower confining zone by preventing downward migration of injected fluids into the underlying Tubb Formation (see **Attachment 1**). A stratigraphic chart depicting the geologic setting is included as **Figure 1**.

Seismic Events and Fault Data

A review of United States Geological Survey (USGS) and New Mexico Tech Seismological Observatory (NMTSO) earthquake catalogs determined that four (4) seismic events have been recorded within a 100 square mile area [9.08-kilometer (km) radius] around the subject SWD.

¹ Yang, K.-M., & Dorobek, S. L. (1995). The Permian Basin of west Texas and New Mexico: Tectonic history of a "composite" Foreland Basin and its effects on stratigraphic development. Stratigraphic Evolution of Foreland Basins, 149–174, https://doi.org/10.2110/pec.95.52.0149

Page 36 of 45

WaterBridge Stateline LLC FPNM SWD #6 Seismic Information March 18, 2024

The closest recorded seismic event was a M1.68 that occurred on July 22, 2017, and was located approximately 0.62 miles southwest of the FPNM SWD #6 (see **Attachment 2**).

Fault data from United States Geological Survey (USGS) and the Texas Bureau of Economic Geology (BEG)² indicates that the closest known fault is located approximately 0.29 miles west of the FPNM SWD #6 (see Attachment 2). This identified fault is within the Precambrian basement, which is approximately 8,225 feet below the proposed injection interval.3 Fault data from Sourcewater also indicates the presence of four faults in the sedimentary column, above the Precambrian basement, within the area of review.4 These shallow faults penetrate the Canyon, Cisco, and Wolfcamp formations which begin approximately 2,940 feet below the proposed injection interval. As previously discussed, there are confining barriers beneath the proposed injection interval which will prevent the downward migration of fluids into such faults. A map of the seismic events and faults within 9.08 km of the FPNM SWD #6 is included as Attachment 2.

Figure 1 – Delaware Basin Stratigraphic Chart (Adapted from Yang and Dorobek 1995)

SYSTEM	SERIES/ STAGE	CENTRAL PLATFO		DELAW BAS	
	OCHOAN.	DEWEY LA RUSTLE SALAD	R	RUS	Y LAKE TLER ADO TILE
PERMIAN	GUADALUPIAN	TANSIL YATES SEVEN RIV OUEEN GRAYBU SAN ANDI	/ERS I RG RES	BELL C	E MT GROUP ANYON Y CANYON Y CANYON
	LEONARDIAN	CLEAR FO WICHIT	ORK	BONE	SPRING
	WOLFCAMPIAN	WOLFCA	MP	WOL	FCAMP
	VIRGILIAN	CISCO		CIS	SCO
	MISSOURIAN	CANYO	N	CAN	NYON
PENNSYLVANIAN	DESMOINESIAN	STRAWN		STRAWN	
	ATOKAN	ATOKA	-BEND-	ATOKA	-BEND-
	MORROWAN	(ABSENT)		MORROW	BEND-
MISSISSIPPIAN	CHESTERIAN MERAMECIAN OSAGEAN	CHESTER THE MERAMEC OSAGE	BARNETT	CHESTER MERAMEC OSAGE	BARNETT
	KINDERHOOKIAN	KINDERH	ООК		RHOOK
DEVONIAN		WOODFO			DFORD ONIAN
SILURIAN		SILURIAN S	HALE	MIDDLE	SILURIAN ELMAN
	UPPER	MONTO	YA		LVAN TOYA
ORDOVICIAN	MIDDLE	SIMPSO	אכ	SIM	PSON
	LOWER	ELLENBU	RGER	ELLEN	BURGER
CAMBRIAN	UPPER	CAMBRI	AN	CAM	BRIAN
PRECAMBRIAN			-		7

Seismic Potential Evaluation

Experience in evaluating induced seismic events indicates that most injection-induced seismicity throughout the U.S. (e.g., Oklahoma, Ohio, Texas, New Mexico, and Colorado) occurs as a result of injection into Precambrian basement rock, into overlying formations that are in hydraulic communication with the Precambrian basement rock, or as a result of injection near critically stressed and optimally oriented faults. Seismicity at basement depths occurs because critically stressed faults generally originate in crystalline basement rock and may also extend into overlying sedimentary formations.⁵

² Horne E. A. Hennings P. H., and Zahm C. K. 2021. Basement structure of the Delaware Basin, in The Geologic Basement of Texas: A Volume in Honor of Peter Flawn, Callahan O. A., and Eichubl P., The University of Texas at Austin, Bureau of Economic Geology.

³ G. Randy Keller, J. M. Hills &; Rabah Djeddi, A regional geological and geophysical study of the Delaware Basin, New Mexico and West Texas, Trans Pecos Region (West Texas) (1980).

⁴ Formation of Occurrence, Strike, Dip, and Length Interpreted by (Cortina, J. E. and Lemons, C. R. 2019. Houston, TX: Sourcewater, Inc.)

⁵ Ground Water Protection Council and Interstate Oil and Gas Compact Commission. Potential Injection-Induced Seismicity Associated with Oil & Gas Development: A Primer on Technical and Regulatory Considerations Informing Risk Management and Mitigation. 2015. 141 pages.

Received by OCD: 5/15/2024 12:00:45 AM

Page 37 of 45

WaterBridge Stateline LLC FPNM SWD #6 Seismic Information March 18, 2024

Injection into either the Precambrian basement rock or its overlying formations that are hydraulically connected to the basement rock through faulting or fracture networks can increase the pore pressure and may lead to the fault slipping, resulting in a seismic event.⁴ As such, the vertical distance between the injection formation and Precambrian basement rock and the presence or lack of faulting within the injection interval are major considerations when determining the risk of injection-induced seismicity.

Geophysical logs from nearby well records show at least 8,225 feet of vertical separation between the injection interval and the Precambrian basement.³ In addition, injection-induced seismicity is not typically associated with shallow disposal wells in the Central Basin Platform and Delaware Basin areas, such as the FPNM SWD #6.

For injection into the Glorieta Sandstone to contribute to seismic activity, one of two hypothetical geologic scenarios must exist:⁶

- Scenario #1: Earthquake hypocenters would need to be significantly shallower (several kilometers) than initially identified by the USGS and NMTSO seismic monitoring networks, and thus placing seismic activity high in the sedimentary column, rather than in the Precambrian basement.
- 2. Scenario #2: This scenario would require that both of the following conditions are met:
 - a. Fault Transmissivity: High permeability and transmissive conduits from fault-damaged zones would need to be present below the Glorieta, allowing fluid to migrate through the underlying Tubb Formation and through significantly deeper confining intervals, and eventually into the Precambrian basement.
 - b. Pore Pressure: The injection fluids and bottom hole pressures in the Glorieta would need to exceed existing hydrostatic pressures within the deeper geologic formation in order for injection fluids to migrate downward.

There are no publications or geologic data that suggest either of these scenarios to be true for the area around the FPNM SWD #6.

Formation Parting Pressure

Class II SWDs in New Mexico are administratively permitted with a maximum pressure gradient of 0.2 psi/ft. Review of New Mexico Oil Conservation Division (OCD) Order IP-476 submitted by Chevron USA Inc. in support of the Vacuum Glorieta West Unit, which is located approximately 60 miles northwest of the FPNM SWD #6, determined the fracture gradient of the Glorieta in the region ranges from 0.26-0.39 psi/ft from approved step-rate tests. Typical SWD permitting standards in New Mexico, and the requested operating parameters of the FPNM SWD #6, would indicate that formation parting pressure would not be exceeded by the FPNM SWD #6.

97

Released to Imaging: 5/21/2024 2:37:03 PM

⁶ Skoumal, Robert J., et al. "Induced Seismicity in the Delaware Basin, Texas." *Journal of Geophysical Research: Solid Earth*, vol. 125, no. 1, 2020, doi:10.1029/2019jb018558.

WaterBridge Stateline LLC FPNM SWD #6 Seismic Information March 18, 2024

Conclusion

As an expert on the issue of induced seismicity, seismic monitoring, and mitigation, it is my opinion that the potential for the FPNM SWD #6 to cause injection-induced seismicity is expected to be minimal, at best. This conclusion assumes the FPNM SWD #6 will be operated below formation parting pressure and is based on (1) the presence of numerous confining layers above and below the injection interval, (2) the significant vertical distance between the injection zone and Precambrian basement rock in which the nearest fault has been identified, and (3) the vertical distance from, and lack of historic seismicity on, identified shallow faults in the area of review.

Sincerely,

ALL Consulting, LLC

Reed Davis Geophysicist Received by OCD: 6/21/2024 9:14:45 AM

Page 101 of 110

Page 39 of 45

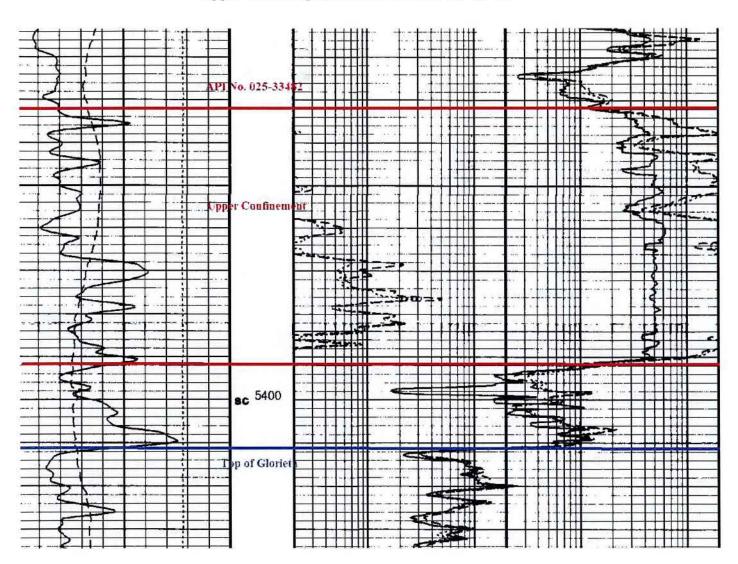
Received by OCD: 5/15/2024 12:00:45 AM

WaterBridge Stateline LLC FPNM SWD #6 Seismic Information March 18, 2024

> Attachment 1 Upper and Lower Confining Zones

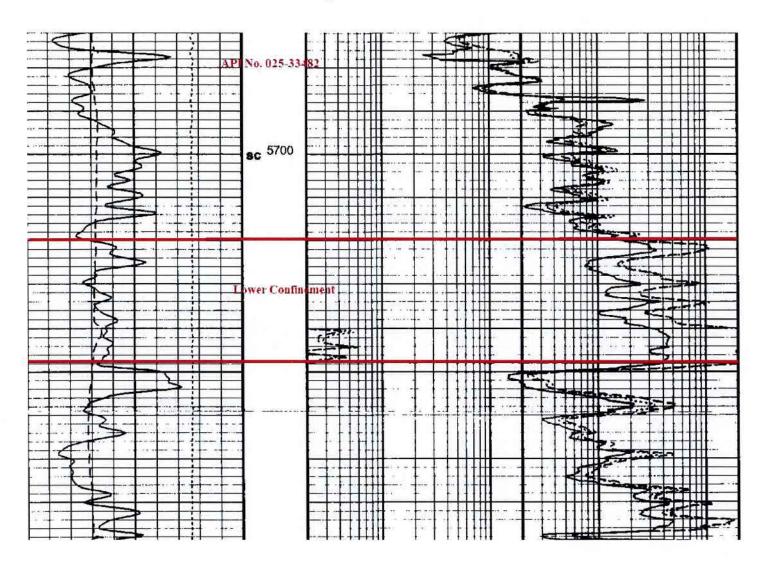
Released to Imaging: 5/21/2024 2:37:03 PM Released to Imaging: 6/21/2024 9:18:40 AM WaterBridge Stateline LLC FPNM SWD #6 Seismic Information March 18, 2024

Upper Confining Zone from API No. 025-33482



WaterBridge Stateline LLC FPNM SWD #6 Seismic Information March 18, 2024

Lower Confining Zone from API No. 025-33482



Received by OCD: 6/21/2024 9:14:45 AM Received by OCD: 5/15/2024 12:00:45 AM Page 104 of 110 Page 42 of 45

WaterBridge Stateline LLC FPNM SWD #6 Seismic Information March 18, 2024

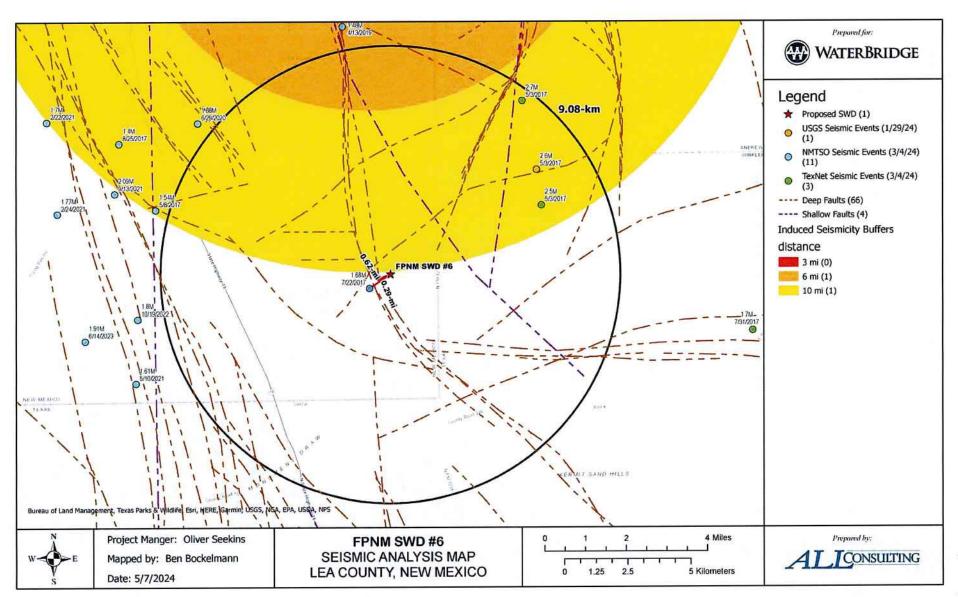
> Attachment 2 Seismic Event Map

> > Page 8

Released to Imaging: 5/21/2024 2:37:03 PM
Released to Imaging: 6/21/2024 9:18:40 AM

OCD Examiner Hearing 6-27-24 No. 24570 102 WaterBridge Stateline LLC FPNM SWD #6 Seismic Information March 18, 2024

FPNM SWD #6 Nearby Seismic Events and Faults



Attachment 9

List of Affected Persons

		FPNM SWD #6 - Noti	ce of Application Recipients		REPORT OF THE REAL PROPERTY.	
Affected Party Classification	Entity - Proof of Notice	Entity - As Mapped/Exhibited	Address	City	State	Zip Code
Surface Owner	D.K. Boyd	N/A	3317 Andrews Hwy	Midland	TX	79703
NMOCD District Office	New Mexico Oil Conservation District 1	N/A	1625 N. French Dr	Hobbs	NM	88240
The state of the s	New Mexico Bureau of Land Management	N/A	301 Dinosaur Trail	Sante Fe	NM	87508
Mineral Owner		Armstrong Energy Corporation	P.O. Box 1973	Roswell	NM	88202
DOLLY EXPERIMENTAL TO THE PARTY OF THE PARTY	Armstrong Energy Corporation					
BLM - Lessee	Armstrong Energy Corporation R&R Royalty, Ltd.	R&R Royalty LTD	500 N Shoreline Blvd, Ste 322	Corpus Christi	TX	78401
BLM - Lessee BLM - Lessee			500 N Shoreline Blvd, Ste 322 19018 CLOYANNA LANE	Corpus Christi Humble	TX TX	78401 77346
Mineral Owner BLM - Lessee BLM - Lessee Mineral Owner - Unleased Mineral Owner - Unleased	R&R Royalty, Ltd.	R&R Royalty LTD				

PS Form 3877

Type of Mailing: CERTIFIED MAIL 06/04/2024

Fourth St	iman ling Roehl Harris & Sisk P.A. treet, Suite 1000 NM 87102	Туре о	PS Form 38 f Mailing: CERT 06/04/2024	TIFIED MAIL	e E		Firm Ma	iling Book ID: 267099
Line	USPS Article Number	Name, Street, City, State, Zip		Postage	Service Fee	RR Fee	Rest.Del.Fee	Reference Contents
1	9314 8699 0430 0121 8963 95	D.K. Boyd 3317 Andrews Hwy Midland TX 79703		\$2.59	\$4.40	\$2.32	\$0.00	12240.0001.24570. Notice
2	9314 8699 0430 0121 8964 01	New Mexico Oil Conservation District 1 1625 N. French Dr. Hobbs NM 88240		\$2.59	\$4.40	\$2.32	\$0.00	12240.0001.24570. Notice
3	9314 8699 0430 0121 8964 18	New Mexico Bureau of Land Manageme 301 Dinosaur Trail Santa Fe NM 87508	ent	\$2.59	\$4.40	\$2.32	\$0.00	12240.0001.24570. Notice
4	9314 8699 0430 0121 8964 25	Armstrong Energy Corporation P.O. Box 1973 Roswell NM 88202		\$2.59	\$4.40	\$2.32	\$0.00	12240.0001.24570. Notice
5	9314 8699 0430 0121 8964 32	R&R Royalty, Ltd. 500 N. Shoreline Blvd., Ste 322 Corpus Christi TX 78401		\$2.59	\$4.40	\$2.32	\$0.00	12240.0001.24570. Notice
6	9314 8699 0430 0121 8964 49	Ida Kristine Hanson 19018 Cloyanna Lane Humble TX 77346		\$2.59	\$4.40	\$2.32	\$0.00	12240.0001.24570. Notice
7	9314 8699 0430 0121 8964 56	Elizabeth W., Goff et al. 500 N. Shoreline Blvd., Ste 322 Corpus Christi TX 78401		\$2.59	\$4.40	\$2.32	\$0.00	12240.0001.24570. Notice
		537 5 37	Totals:	\$18.13	\$30.80 Grand	\$16.24 Total:	\$0.00 \$65.17	

List Number of Pieces Listed by Sender

Total Number of Pieces Received at Post Office

Postmaster: Name of receiving employee Dated:



Received by OCD: 6/21/2024 9:14:45 AM

Transaction Repo	rt Details - CertifiedPro.net
Firm Mai	l Book ID= 267099
Generated: 6	5/20/2024 7:50:15 AM

S THE REAL PROPERTY.		ごないがからないこととと	Generated: 6/20/2024 /	:30:13 AW		MANAGEM NA			Marine Park III Marin III
USPS Article Number	Date Created	Reference Number	Name 1	City	State	Zip	Mailing Status	Service Options	Mail Delivery Date
9314869904300121896456	2024-06-04 2:41 PM	12240.0001.24570.	Elizabeth W., Goff et al.	Corpus Christi	TX	78401	Delivered	Return Receipt - Electronic, Certified Mail	2024-06-10 10:17 AM
9314869904300121896449	2024-06-04 2:41 PM	12240.0001.24570.	Ida Kristine Hanson	Humble	TX	77346	Undelivered	Return Receipt - Electronic, Certified Mail	
9314869904300121896432	2024-06-04 2:41 PM	12240.0001.24570.	R&R Royalty, Ltd.	Corpus Christi	TX	78401	Delivered	Return Receipt - Electronic, Certified Mail	2024-06-10 10:17 AM
9314869904300121896425	2024-06-04 2:41 PM	12240.0001.24570.	Armstrong Energy Corporation	Roswell	NM	88202	Delivered	Return Receipt - Electronic, Certified Mail	2024-06-07 10:22 AM
9314869904300121896418	2024-06-04 2:41 PM	12240.0001.24570.	New Mexico Bureau of Land Management	Santa Fe	NM	87508	Delivered	Return Receipt - Electronic, Certified Mail	2024-06-06 10:59 AM
9314869904300121896401	2024-06-04 2:41 PM	12240.0001.24570.	New Mexico Oil Conservation District 1	Hobbs	NM	88240	Delivered	Return Receipt - Electronic, Certified Mail	2024-06-07 7:57 AM
9314869904300121896395	2024-06-04 2:41 PM	12240.0001.24570.	D.K. Boyd	Midland	TX	79703	Delivered	Return Receipt - Electronic, Certified Mail	2024-06-07 11:42 AM



Affidavit of Publication

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated June 09, 2024 and ending with the issue dated June 09, 2024.

Publisher

Swom and subscribed to before me this 9th day of June 2024.

Business Manager

My commission expires

January 29, 2027

(Seal) STATE OF NEW MEXICO
NOTARY PUBLIC
GUSSIE RUTH BLACK
COMMISSION # 1087526
COMMISSION EXPIRES 01/29/2027

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said publication has been made.

LEGAL NOTICE June 9, 2024

CASE NO. 24568: Notice to all affected parties, as well as heirs and devisees of: D.K. Boyd; New Mexico Oli Conservation District 1; New Mexico Bureau of Land Management; Apache Corporation; FAE II Operating LLC; LeaCo Operating, LLC; Magnum Producing, LP; Burlington Resources Oil & Gas Company LP; BXP Energy Resources V, LLC; MNA Enterprises LTD CO of the Application of WaterBridge Stateline LLC for approval of a salt water disposal well in Lea County, New Mexico. The State of New Mexico through its Oil Conservation Division hereby gives notice that the Division will conduct a public hearing at 8:30 a.m. on June 27, 2024 to consider this application. The hearing will be conducted in a hybrid fashion, both in-person at the Energy, Minerals, Natural Resources Department, Wendell Chino Building, Peccos Hall, 1220 South St. Francis Drive, 1st Floor, Santa Fe, NM 87505 and via a virtual meeting platform. To participate in the electronic hearing, see the instructions posted on the docket for the hearing date: https://www.eminrd.nm.gov/ocd/hearing-info/. Applicant seeks an order approving date a surface location 25:32* from the North line and 16:45* from the East line. Unit G, Section 25. Township 26 South, Range 37 East, NMPM, Lea County, New Mexico for the purpose of operating a produced water disposal well. Applicant seeks authority to inject produced water into the Glorieta Sandstone formation at a depth of approximately 5,350 feet to 5.725 feet. Applicant further requests that the Division approve a maximum daily injection rate for the well of 20,000 bbis per day. Said area is located approximately 8:2 miles Southeast of Jal, New Mexico.

CASE NO. 24569: Notice to all affected parties, as well as heirs and devisees of: D.K. Boyd; New Mexico Oil Conservation District 1; New Mexico Bureau of Land Management; Blackbeard Operating, LLC; Magnum Producing, LP; R&R Royalty LTD of the Application of WaterBridge Stateline LLC for approval of a salt water disposal well in Lea County, New Mexico. The State of New Mexico through its Oil Conservation Division hereby gives notice that the Division will conduct a public hearing at 8:30 a.m. on June 27, 2024 to consider this application. The hearing will be conducted in a hybrid fashion, both in-person at the Energy, Minerals, Natural Resources Department, Wendell Chino Building, Recos Hall, 1220 South St. Francis Drive, 1st Floor, Santa Fe, NM 87805 and via a virtual meeting platform. To participate in the electronic hearing, see the instructions posted on the doctet for the hearing date. https://www.emnrd.nm.gov/ocd/hearing-inio/: Applicant seeks an order approving disposal into the Giorieta Sandstone formation through the FPNM SWO #3 well at a surface location 2,512 from the North line and 1,133 from the West line, Lof 2, Section 29, Township 26 South, Range 38 East, NMPM, Lea County, New Mexico for the purpose of operating a produced water disposal well, Applicant seeks authority to inject produced water into the Giorieta Sandstone formation at a depth of approximately 5,400 feet to 5,775 feet. Applicant further requests that the Division approve a maximum daily injection rate for the well of 20,000 bits per day. Said area is located approximately 9.20 miles Southeast of Jai, New Mexico.

CASE NO. 24570: Notice to all affected parties, as well as heirs and devisees of: D.K. Boyd; New Mexico Oli Conservation District 1; New Mexico Bureau of Land Management; Armstrong Energy Corporation; R&R Royalty, Ltd.; Ida Kristine Hanson; Elizabeth W., Goff et al. of the Application of WaterBridge Stateline LLC for approval of a salt water disposal well in Lea County, New Mexico. The State of New Mexico through its Oil Conservation Division hereby gives notice that the Division will conduct a public hearing at 8:30 a.m. on June 27, 2024 to consider this application. The nearing will be conducted in a hybrid fashion, both in-person at the Energy, Minerals, Natural Resources Department, Wendell, Chino Building, Pecos Hall, 1220 South St. Francis Drive, 1st Floor, Santa Fe, NM 87505 and via a virtual meeting platform. To participate in the electronic hearing, see the instructions plot of the conducted in a dock at for the hearing of a fether https://www.emnrd.nm.gov/cod/hearing-info/. Applicant seeks an order approving disposal into the Glorieta Sandstone formation through the FPNM SWD #6 well at a surface location 1,964 from the North line and 2,170 from the West line. Unit F, Section 17, Township 26 South, Range 38 East, NMPM, Lea County, New Mexico for the purpose of operating a produced water disposal well. Applicant seeks authority to Inject produced water into the Glorieta Sandstone formation at a depth of approximately 5,400 feet to 5,775 feet. Applicant further requests that the Division approve a maximum daily injection rate for the well of 20,000 bbis per day. Sald area is located approximately 7,94 miles Southeast of Jal, New Mexico.

01104570

00291140

DOLORES SERNA MODRALL, SPERLING, ROEHL, HARRIS & P. O. BOX 2168 ALBUQUERQUE, NM 87103-2168

