## Initial

# Application

## Part I

Received: <u>11/15/2018</u>

This application is placed in file for record. It MAY or MAY NOT have been reviewed to be determined Administratively Complete

RECEIVED: 11/15/18

REVIEWER:

TYPESWD

APP NO: 18324 54 691

A	BOVE THIS TABLE FOR OCD DIVISION USE ONLY
	IL CONSERVATION DIVISION
	Engineering Bureau –
1220 South St. Francis	s Drive, Santa Fe, NM 87505
ADMINISTRATIV	E APPLICATION CHECKLIST
THIS CHECKLIST IS MANDATORY FOR ALL ADM REGULATIONS WHICH REQUIRE F	INISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND PROCESSING AT THE DIVISION LEVEL IN SANTAFE
Applicant: Solaris Water Midstream, LLC	OGRID Number: 371643
Well Name: Centaurus SWD No.1	API:30-015-xxxxx
Proposed: SWD; Devonian-Silurian	Pool Code: 97869
	MATION REQUIRED TO PROCESS THE TYPE OF APPLICATION DICATED BELOW
1) TYPE OF APPLICATION: Check those which	h apply for [A]
A. Location – Spacing Unit – Simultaneo	
□NSL □ NSP (PROJECT AF	
<ul> <li>[II] Injection – Disposal – Pressure Inc.</li> <li>WFX PMX SWD</li> <li>2) NOTIFICATION REQUIRED TO: Check those         <ul> <li>A. Offset operators or lease holders</li> <li>B. Royalty, overriding royalty owners</li> <li>C. Application requires published no</li> <li>D. Notification and/or concurrent application and/or concurrent application and/or concurrent application and/or concurrent application.</li> </ul> </li> </ul>	PC OLS OLM crease - Enhanced Oil Recovery    IPI
administrative approval is accurate and c	formation submitted with this application for complete to the best of my knowledge. I also n this application until the required information and
Note: Statement must be completed by	an individual with managerial and/or supervisory capacity.
	11/13/2018
Ben Stone	Date
Print or Type Name	
Thin or type Hullie	

	11/15/2010	
Ben Stone	Date	
Print or Type Name		
	903-488-9850	
2	Phone Number	
Sen Tim	han @saggergy It in a ve	
Signature	ben@sosconsulting.us e-mail Address	





November 13, 2018

New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Attn: Ms. Heather Riley, Director

Re: Application of Solaris Water Midstream, LLC to drill and permit for salt water disposal the Centaurus SWD Well No.1, to be located in Section 19, Township 25 South, Range 28 East, NMPM, Eddy County, New Mexico.

Dear Ms. Riley,

Please find the enclosed form C-108 Application for Authority to Inject, supporting the above-referenced request for salt water disposal. The well will be operated as a commercial endeavor offering operators in the area additional options for produced water disposal.

Solaris Water Midstream is a major provider of salt water disposal services to operators in southeast New Mexico and seeks to optimize efficiency, both economically and operationally, of all its operations. Approval of this application is consistent with that goal as well as the NMOCD's mission of preventing waste and protection of correlative rights.

I would point out that this application for a proposed Devonian SWD interval includes the currently mandated increased One-Mile Area of Review including pertinent and available seismic information for the area and region. Published legal notice ran today, November 13, 2018 in the Artesia Daily Press and all offset operators and other interested parties have been notified individually. The legal notice affidavit will be forwarded upon receipt. This application also includes a wellbore schematic, area of review maps, affected party plat and other required information for a complete Form C-108. The well is located on private land and minerals. There are state lands & minerals and private minerals within the one-mile radius notice area; the State Land Office and offset operators have been notified of this application.

I respectfully request that the approval of this salt water disposal well proceed swiftly and if you or your staff requires additional information or has any questions, please do not hesitate to call or email me.

Best regards,

Ben Stone, Partner SOS Consulting, LLC

Agent for Solaris Water Midstream, LLC

Cc: Application attachment and file

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

#### Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

FORM C-108 Revised June 10, 2003

#### **APPLICATION FOR AUTHORIZATION TO INJECT**

l.	PURPOSE:	Salt Water Disposal and the application QUALIFIES for administrative approval.
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II. OPERATOR: Solaris Water Midstream, LLC

ADDRESS: 701 Tradewinds Blvd., Suite C, Midland, TX 79706

CONTACT PARTY: Agent: SOS Consulting, LLC - Ben Stone (903) 488-9850

- III. WELL DATA: All well data and applicable wellbore diagrams are ATTACHED.
- IV. This is not an expansion of an existing project.
- V. A map is attached 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. A tabulation is attached of data on all wells of public record within the area of review which penetrate the proposed injection zone.

    There are NO (0) Wells in the subject AOR which Penetrate the proposed Devonian interval. The data includes a description of each well's type, construction, date drilled, location, depth, and a schematic of any plugged well illustrating all plugging detail.

    NO P&A Wells penetrate.
  - VII. The following data is ATTACHED on the proposed operation, including:
    - 1. Proposed average and maximum daily rate and volume of fluids to be injected;
    - 2. Whether the system is open or closed;
    - 3. Proposed average and maximum injection pressure;
    - 4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and,
    - 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. Appropriate geologic data on the injection zone is ATTACHED 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. Stimulation program a conventional acid job may be performed to clean and open the formation.
- \*X. Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted). Well Logs will be filed with OCD. To come
- \*XI. There is 1 (one) water well POD within one mile of the proposed salt water disposal well. Analysis will be forwarded.
- XII. An affirmative statement is ATTACHED that available geologic and engineering data has been examined and no evidence was found of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.
- XIII. "Proof of Notice" section on the next page of this form has been completed and ATTACHED. There are 2 offset lessees and/or operators within 1 mile and State minerals all have been noticed. Well location is Private.
- 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: Ben Stone TITLE: SOS Consulting, LLC agent for Solaris Water Midstream, LLC

SIGNATURE: DATE: 11/13/2018

E-MAIL ADDRESS: ben@sosconsulting.us

\* 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:

#### FORM C-108 - APPLICATION FOR AUTHORIZATION TO INJECT (cont.)

#### III. WELL DATA - The following information and data is included (See ATTACHED Wellbore Schematic):

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

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

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

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

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

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

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

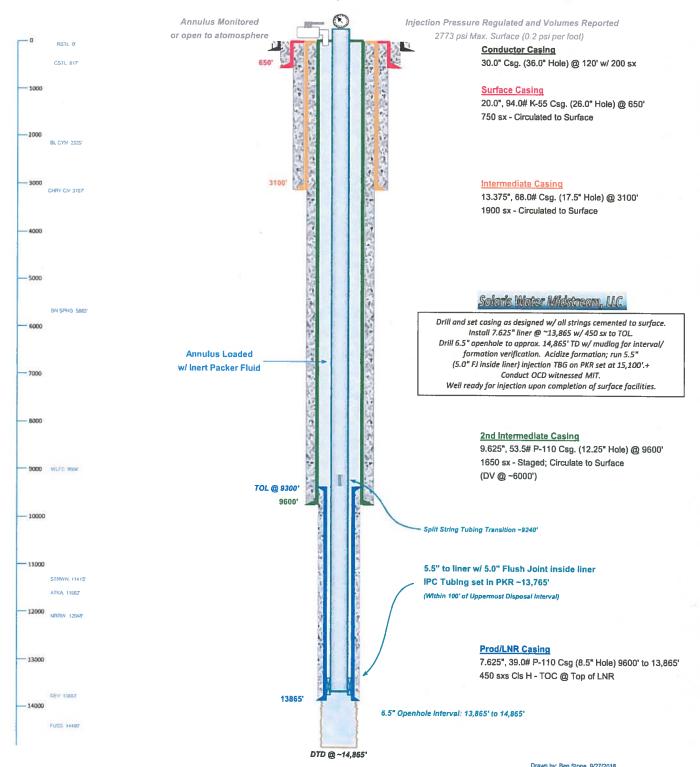


#### WELL SCHEMATIC - PROPOSED Centaurus SWD Well No.1

API 30-015-xxxxx 2437' FSL & 1' FWL, SEC. 19-25S-28E EDDY COUNTY, NEW MEXICO

#### SWD; Devonian-Silurian (97869)

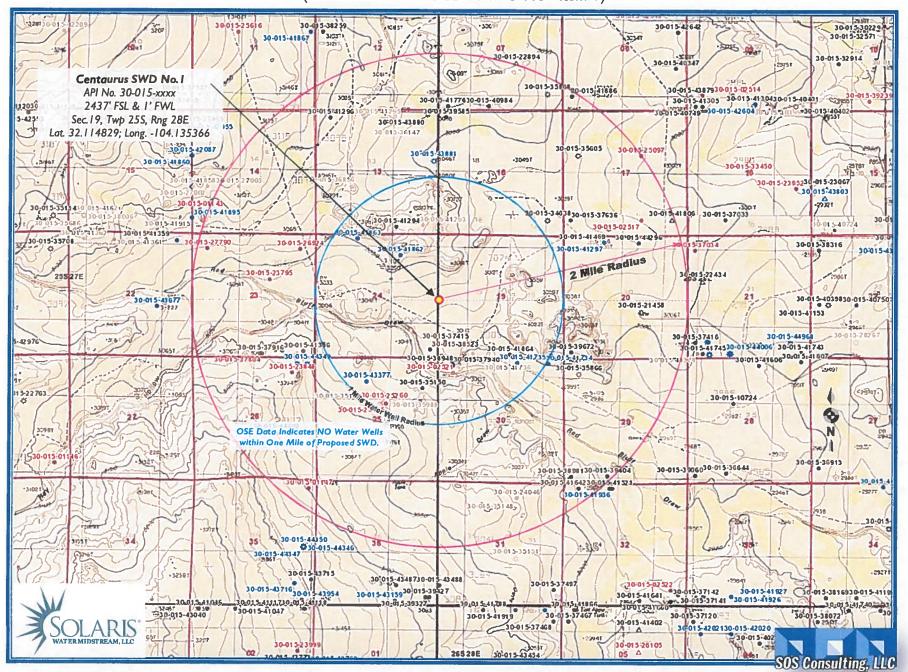
Spud Date: 2/01/2019 SWD Config Dt: 3/01/19





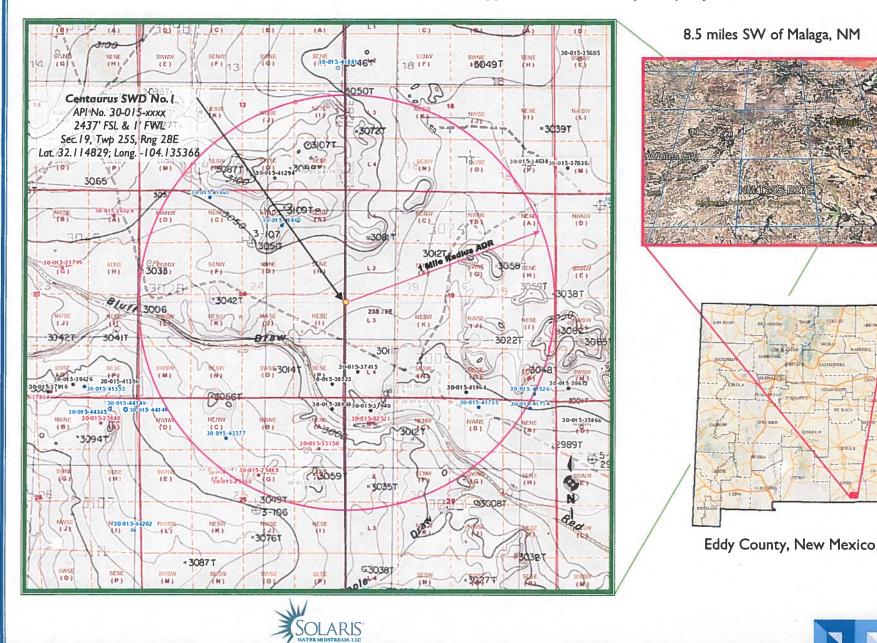
#### Centaurus SWD No.1 - Area of Review / 2 Miles

(Attachment to NMOCD Form C-108 - Item V)



#### Centaurus SWD Well No.1 - Area of Review / Overview Map

(Attachment to NMOCD Form C-108, Application for Authority to Inject.)



Area of Review Well Data

THERE ARE NO WELLS WHICH PENETRATE THE PROPOSED DEVONIAN FORMATION IN THE ONE MILE AREA of REVIEW.

#### C-108 ITEM X - LOGS and AVAILABLE TEST DATA

A Standard Suite of Logs will be run after drilling the well and submitted to the Division.

#### C-108 ITEM VII - PROPOSED OPERATION

#### Centaurus SWD No.1

#### Commercial SWD Facility

Upon approval of all permits for SWD, operations would begin within 30 days. Completion of the well operations will take approximately 6-8 weeks. Facility construction including installation of the tank battery, berms, plumbing and other and associated equipment would be occurring during the same interval but at a different location from the well. In any event, it is not expected for the construction phase of the project to last more than 60 days, depending on availability of contractors and equipment.

#### Configure for Salt Water Disposal

Prior to commencing any work, an NOI sundry(ies) will be submitted to configure the well for SWD and will detail the completion workover including all work otherwise described above, any change to the procedure noted herein and to perform mechanical integrity pressure test per OCD test procedures. (Notify NMOCD 24 hours prior.) The casing/tubing annulus will be monitored for communication with injection fluid or loss of casing integrity.

#### **Operational Summary**

The SWD facility will not be fenced so that trucks may access for load disposal 24/7.

The well and injection equipment will be a closed system and equipped with pressure limiting devices and volume meters. The annulus, loaded with an inert, anti-corrosion packer fluid, will be monitored for pressure.

The tanks will be equipped with telemetry devices and visual alarms to alert the operator and customers of full tanks or an overflow situation.

Anticipated daily maximum volume is 35,000 bpd and an average of 25,000 bpd at a maximum surface injection pressure of 2773 psi (.2 psi/ft gradient — maximum pressure will be adjusted If the top of interval is modified after well logs are run).

Potential releases will be contained and cleaned up immediately. The operator shall repair or otherwise correct the situation within 48 hours before resuming operations. OCD will be notified within 24 hours of any release greater than 5 bbls. If required, remediation will start as soon as practicable. Operator shall comply with 19.15.29 NMAC and 19.15.30 NMAC, as necessary and appropriate.

#### **C-108 ITEM VII - PRODUCED WATER ANAYLSES**

#### Item VII.4 - Water Analysis of Source Zone Water

Glorieta/ Yeso Bone Spring Wolfcamp Morrow

Item VII.5 - Water Analysis of Disposal Zone Water

Devonian

Water Analyses follow this page.

#### **SOURCE ZONE**

**DELAWARE** 

Lab ID

**API** No

Location ULSTR 01

3002508367

Sample ID

4347

Well Name

**BELL LAKE UNIT** 

007

Ε

Sample No

-103.51924

660 660 Е

24 S 33

County

Operator (when sampled)

Field

SWD

Unit 1

Sample Date

Analysis Date

Sample Sourc UNKNOWN

Depth (if known)

Water Typ

ph

alkalinity\_as\_caco3\_mgL

ph\_temp\_F hardness\_as\_caco3\_mgL

87686

specificgravity

specificgravity\_temp\_F

hardness\_mgL

Lat / Long 32,25143

resistivity\_ohm\_cm\_temp\_

resistivity\_ohm\_cm

tds\_mgL\_180C

tds\_mgL

conductivity

chloride\_mgL 53920 conductivity\_temp\_F

sodium\_mgL

carbonate\_mgL

hydroxide\_mgL

calcium\_mgL

bicarbonate\_mgL

iron\_mgL

sulfate\_mgL 749

barium\_mgL

magnesium\_mgL

potassium\_mgL

h2s\_mgL co2\_mgL

strontium\_mgL

o2\_mgL

manganese\_mgL

anionremarks

Remarks

(Produced water data courtesy of NMT Octane NM WAIDS database.)



391

#### **SOURCE ZONE**

GLO/YESO						
GLO/ 1E30					Lab ID	
API No	3001524754				Sample ID	1146
Well Name	PLATT PA		009		Sample No	
Location	on ULSTR 26	18 S 26	E	Lat / Long 32,71216	-104,35742	
	330	S 990	W		County Eddy	
Operat	or (when sampled	) Yates Pet	troleum Corp.			
	Field	ATOKA			Unit M	
S	ample Date	8/4/1984	Anal	ysis Date		
	Sam	ple Source Well	head	Denth (i	f known)	
			luced Water	Dopar (	i Known)	
ph			7.5	alkalinity_as_caco3_	mgL	
ph_f	emp_F			hardness_as_caco3	_mgL	
spec	elficgravity			hardness_mgL	180	0
spec	cificgravity_temp_F			resistivity_ohm_cm		
tds_	mgL	0	120382	resistivity_ohm_cm_i	temp.	
tds_	mgL_180C			conductivity		
chlo	ride_mgL		113000	conductivity_temp_F		
sodi	um_mgL		71415	carbonate_mgL		D
calc	um_mgL		2560	bicarbonate_mgL	47	6
iron_	_mgL		0	sulfate_mgL	200	1
bario	ım_mgL			hydroxide_mgL		
mag	nesium_mgL		0	h2s_mgL		)
pota	ssium_mgL			co2_mgL		
stron	ntium_mgL			o2_mgL		

(Produced water data courtesy of NMT Octane NM WAIDS database.)

anionremarks

manganese\_mgL

Remarks



#### **SOURCE ZONE**

GLO/TESO	Lab ID
ADI No. 2001F24640	Sample ID

API No 3001524619 Sample No

**Well Name** PLATT PA 008

Location ULSTR 26 Ε 18 S 26 Lat / Long 32,71245 -104,35329

430 S 2260 County Eddy

Operator (when sampled) Yates Petroleum Corporation

> Field **ATOKA** Unit N

Sample Date 1/19/1985 Analysis Date

Sample Source well head Depth (if known) Water Typ **Produced Water** ph 6 alkalinity\_as\_caco3\_mgL ph\_temp\_F hardness\_as\_caco3\_mgL specificgravity hardness\_mgL 11500 specificgravity\_temp\_F resistivity\_ohm\_cm tds\_mgL 136324 resistivity\_ohm\_cm\_temp\_ tds\_mgL\_180C conductivity chloride\_mgL 121000 conductivity\_temp\_F sodium\_mgL 61571 carbonate\_mgL calcium\_mgL 4160 blcarbonate\_mgL 104 iron\_mgL 0 sulfate\_mgL 3720 barium\_mgL hydroxide\_mgL magnesium\_mgL 7340 h2s\_mgL potassium\_mgL

co2\_mgL

o2\_mgL manganese\_mgL

anionremarks

Remarks

strontium\_mgL

CLOVECO

(Produced water data courtesy of NMT Octane NM WAIDS database.)



1207

#### **SOURCE ZONE**

BONE SPRING	
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Remarks

<b>NE SPRING</b>												
THE OF TAILO										Lab ID		
API No	3001520	225								Sampl	e ID	5847
Well Name	BIG EDD	Y UNI	Т			012				Sample	• No	
Location	ULSTR	21	20	S 3	1 1	E		Lat / Long	32,56399	-103	3,87994	
	6	60	N	660	1	W				County	Eddy	
Operator (	when sa	mpled	n)	MALL	ON (	OIL CO	MPANY					
		Field	i	BIG E	DDY	,				Unit D		
Samı	ple Date			8/27/19	999		Analy	sis Date		8/31/1999		
		Sam	ple S	Source					Depth	ı (if known)		
		Wat	er Ty	p								
ph						5.2		alkalini	ity_as_caco	3_mgL		
ph_tem	p_F							hardne	ess_as_cac	o3_mgL		
specific	gravity					1.125		hardne	ess_mgL			
specific	gravity_te	emp_F	:					resistiv	/ity_ohm_cn	n		
tds_mgl	L				18	81697		resistiv	/ity_ohm_cn	n_temp		
tds_mgl	L_180C							conduc	ctivity			
chloride	_mgL				12	23750		conduc	ctivity_temp	_F		
sodium	_mgL				73	895.6		carbon	ate_mgL			
calcium	_mgL					5625		bicarbo	onate_mgL		13,725	
iron_mg	ļL.					337.5		sulfate	_mgL		787.5	
barium_	mgL							hydroxi	ide_mgL			
magnes	ium_mgL	•						h2s_m	gL		0	
potassiu	m_mgL							co2_m	gL			
strontiur	m_mgL							o2_mg	L			
mangan	ese_mgL							anionre	emarks			

(Produced water data courtesy of NMT Octane NM WAIDS database.)



#### **SOURCE ZONE**

BONE	SPRING	
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Lab ID Sample ID

API No 3002502429

4916

Well Name LEA UNIT 005 Sample No

Location ULSTR 12 20 S 34 E Lat / Long 32,58504 -103,51106

1980 S 1980 E County Lea

Operator (when sampled)

Field LEA Unit J

Sample Date Analysis Date

Sample Sourc DST Depth (if known)

Water Typ

ph alkalinity\_as\_caco3\_mgL

ph\_temp\_F hardness\_as\_caco3\_mgL

specificgravity\_temp\_F hardness\_mgL resistivity\_ohm\_cm

tds\_mgL 202606 resistivity\_ohm\_cm\_temp\_

tds\_mgL\_180C conductivity

chloride\_mgL 118100 conductivity\_temp\_F

sodium\_mgL carbonate\_mgL

calcium\_mgL bicarbonate\_mgL 5196

iron\_mgL sulfate\_mgL 992

barium\_mgL hydroxide\_mgL
magnesium\_mgL h2s\_mgL

potassium\_mgL co2\_mgL strontium\_mgL o2\_mgL

manganese\_mgL anionremarks

Remarks

(Produced water data courtesy of NMT Octane NM WAIDS database.)



#### **SOURCE ZONE**

W	OL	FC	:Δ	M	P

Lab ID

**API** No

3001520138

Sample ID Sample No

5688

Well Name

MAHUN STATE

001

Lat/Long 32.39340

-104.70979

Location ULSTR 16 22 22 Ε 1800 1980 W

County Eddy

**ROCKY ARROYO** 

Unit F

Sample Date

Operator (when sampled)

5/17/1968

Analysis Date

Sample Sourc DST

Water Typ

ph

35495

19000

Depth (if known)

Field

8,6

alkalinity\_as\_caco3\_mgL

resistivity\_ohm\_cm\_temp\_

ph\_temp\_F specificgravity

hardness\_as\_caco3\_mgL hardness\_mgL

specificgravity\_temp\_F

resistivity\_ohm\_cm

tds\_mgL

tds\_mgL\_180C

conductivity

chloride\_mgL

conductivity\_temp\_F

sodium\_mgL

carbonate\_mgL

calcium\_mgL

bicarbonate\_mgL

iron\_mgL

sulfate\_mgL

barium\_mgL

hydroxide\_mgL

magnesium\_mgL

h2s\_mgL

potassium\_mgL

co2\_mgL

strontium\_mgL

o2\_mgL

manganese\_mgL

anionremarks

Remarks

(Produced water data courtesy of NMT Octane NM WAIDS database.)



830

2500

#### **SOURCE ZONE**

MORROW			
MOKKOW			

API No 3002520756 Sample ID 2434

Lab ID

Well Name CUSTER MOUNTAIN UNIT 001 Sample No

Location ULSTR 09 24 S 35 E Lat/Long 32.22999 -103.37431

1980 S 1980 W County Lea

Operator (when sampled)

Field CINTA ROJA Unit K

Sample Date Analysis Date

Sample Sourc DST Depth (if known)

Water Typ

ph alkainity\_as\_caco3\_mgL

ph\_temp\_F hardness\_as\_caco3\_mgL

specificgravity hardness\_mgL specificgravity\_temp\_F resistivity\_ohm\_cm

tds\_mgL 282741 resistivity\_ohm\_cm\_temp\_

tds\_mgL\_180C conductivity

chloride\_mgL 176800 conductivity\_temp\_F

sodium\_mgL carbonate\_mgL

calcium\_mgL bicarbonate\_mgL 161

iron\_mgL sulfate\_mgL 650
barium\_mgL hydroxide\_mgL

magnesium\_mgL h2s\_mgL

potassium\_mgL co2\_mgL

strontium\_mgL o2\_mgL

manganese\_mgL anionremarks

Remarks

(Produced water data courtesy of NMT Octane NM WAIDS database.)



#### **DISPOSAL ZONE**

DEVONIAN								Lab ID			
API No.	3002508	483						Sample	E ID	5	5733
Well Name		KE UNIT		006				Sample	No		
Location	ULSTR	06 23	S 34	E		Lat / Long	32.32821	-103	3.50663		
	6	660 S	1980	E		3		County	Lea		
Operato	r (when sar	mpled)									
	•	Field	BELL L	AKE NORTH	4			Unit O			
Sa	ımple Date				Analysi	s Date					
				ATER/TREA	ATER		Depth (	if known)			
		Water Ty	pe								
ph				7		alkalinity	y_as_caco3_	mgL			
ph_te	emp_F					hardnes	s_as_caco3	_mgL			
spec	ficgravity					hardnes	s_mgL				
spec	ficgravity_te	emp_F				resistivi	ty_ohm_cm				
tds_r	ngL			71078		resistivi	ty_ohm_cm_	temp_			
tds_r	ngL_180C					conduct	ivity				
chlor	de_mgL			42200		conduct	ivity_temp_F				
sodiu	m_mgL					carbona	ite_mgL				
calciu	ım_mgL					bicarbo	nate_mgL		5	500	
iron_	mgL					sulfate_			10	000	
bariu	m_mgL					hydroxid					
	esium mgL					h2s_mg					
	sium_mgL					co2 mg					
	tium_mgL					o2_mgL					
0.011						OZ_ITIGE	-				

(Produced water data courtesy of NMT Octane NM WAIDS database.)

anionremarks

manganese\_mgL

Remarks



#### C-108 Item VII.5 - Produced Water Data

#### Solaris Water Midstream, LLC - Centuarus SWD Well No.1

#### **DISPOSAL ZONE**

DE	VONIAN				Lab ID	
	API No. 3002521	080			Sample ID	5720
			000		Sample No	
		PE RIDGE UNIT	003			
	Location ULSTR		E	Lat / Long 32.25922	-103.46068	
	1	980 S 1650	W		County Lea	
	Operator (when sar	mpled)				
		Field ANTELO	PE RIDGE		Unit K	
	Sample Date	11/14/1967		Analysis Date		
		Connella Consuma a 1 th th				
		Sample Source UNK Water Type	MOWN	Depth (	if known)	
		water type				
	ph		6.9	alkalinity_as_caco3_	_mgL	
	ph_temp_F			hardness_as_caco3	_mgL	
	specificgravity			hardness_mgL		
	specificgravity_te	emp_F		resistivity_ohm_cm		
	tds_mgL		80187	resistivity_ohm_cm_	temp_	
	tds_mgL_180C			conductivity		
	chloride_mgL		47900	conductivity temp F	:	
	sodium_mgL			carbonate_mgL		
	calcium_mgL			bicarbonate_mgL		476
	iron_mgL			sulfate_mgL		900
	barium_mgL			hydroxide_mgL		
	magnesium_mgL			h2s_mgL		
	potassium_mgL			co2_mgL		
	strontium_mgL			o2_mgL		

(Produced water data courtesy of NMT Octane NM WAIDS database.)

anionremarks

manganese\_mgL

Remarks



#### **Geologic Information**

The Devonian and Silurian consist of carbonates including light colored dolomite and chert intervals interspersed with some tight limestone intervals. Several thick sections of porous dolomite capable of taking water are believed present within the subject formations in the area. Depth control data was inferred from deep wells to the south and east. If the base of Devonian and top of Silurian rocks come in as expected the well will only be drilled deep enough for adequate logging rathole.

At a proposed depth of 14,865' BGL (Below Ground Level) the well will TD approximately 1,000' below the estimated top of the Devonian. Mud logging through the interval will ensure the target interval remains in Devonian and Silurian. Once Devonian is determined, the casing shoe depth will be set at an approximate maximum upper depth of 13,865' BGL. Injection will occur through the resulting openhole interval. Should mud or other logs indicate depth adjustment is required to exploit the desired formation as described; sundries with appropriate data will be filed with the OCD.

The Devonian is overlain by the Woodford Shale and Mississippian Lime and by the Middle and Lower Ordovician; Simpson, McKee and Ellenburger.

Fresh water in the area is generally available from the Santa Rosa formation and some alluvial deposits. State Engineer's records show 5 water wells in the township with a depth to groundwater of 12 to 19 feet with an average depth to groundwater of 15 feet.

There is 1 water well located within one mile of the proposed SWD. It is being located, sampled and analyzed. Analysis will be forwarded when available.

There are no water wells within one mile of the proposed SWD.

#### SOLARIS WATER MIDSTREAM, LLC PROPOSED DEVON CENTAURUS C SWD 1 GEOLOGIC PROGNOSIS

5-30-2018 Bruce C. Miller Petroleum Geologist

KB: 3,080' (estimated from offset wells))

Proposed TD: 15,000'

Proposed injection interval: 13,865 - 14,865

Silurian ("Devonian"), Fusselman

LOCATION: 330' FSL

300° FWL T25S R27E Section 24

**Eddy County, NM** 

Original geology review from one mile west.

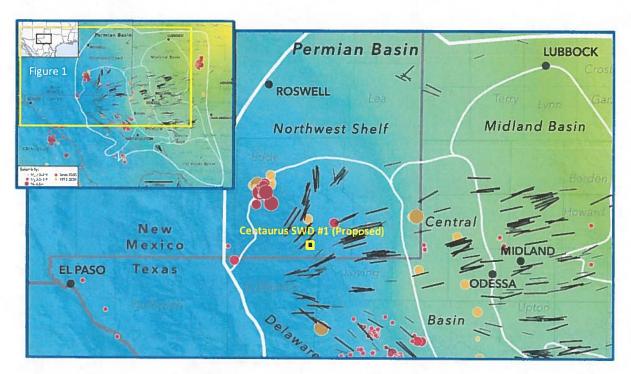
Final completion depths will be adjusted to mudlogging evaluation.

TOPS	MD	SUBSEA
Castile	617	+2,463
Lamar	2,265	+815
Bell Canyon	2,325	+775
Cherry Canyon	3,107	-27
Brushy Canyon	4,250	-1,170
Bone Springs Is	5,885	-2,805
First Bone Springs lime	6,569	-3,489
First Bone Springs ss	6,825	-3,745
Second Bone Springs lime	7,154	-4,074
Second Bone Springs ss	7,512	-4,432
Third Bone Springs lime	8,403	-5,323
Third Bone Springs ss	8,662	-5,582
Wolfcamp upper	9,004	-5,924
Wolfcamp lower	10,315	-7,325
Strawn	11,415	-8,335
Atoka	11,662	-8,582
Morrow	12,048	-9,004
Lower Morrow	12,761	-9,681
Barnett	12,958	-9,878
Mississippian (lower)	13,411	-10,331
Woodford	13,740	-10,660
Silurian ("Devonian")	13,863	-10,783
Fusselman	14,400	-11,320
Montoya	14,886	-11,806

**Geological Data** 

#### **EARTHQUAKE / SEISMIC INFORMATION SUPPLEMENT**

Map Source: <u>State of stress in the Permian Basin, Texas and New Mexico</u>: <u>Implications for induced seismicity</u> (Figure 1); Jens-Erik Lund Snee/ Mark Zoback, February 2018



**PROJECT VICINITY** 

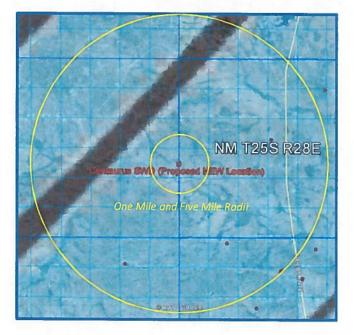


Figure 1. State of stress in the Permian Basin, Texas and New Mexico. Black lines are the measured orientations of the maximum horizontal stress (SHmax), with line length scaled by data quality. The colored background is an interpolation of measured relative principal stress magnitudes (faulting regime) expressed using the Aφ parameter (see text for details) of Simpson (1997). Blue lines are fault traces known to have experienced normalsense offset within the past 1.6 Ma, from the USGS Quaternary Faults and Folds Database (Crone and Wheeler, 2000). The boundary between the Shawnee and Mazatzal basement domains is from Lund et al. (2015), and the Precambrian Grenville Front is from Thomas (2006). The Permian Basin boundary is from the U.S. Energy Information Administration, and the subbasin boundaries are from the Texas Bureau of Economic Geology Permian Basin Geological Synthesis Project. Earthquakes are from the USGS National Earthquake Information Center, the TexNet Seismic Monitoring Program, and Gan and Frohlich (2013). Focal mechanisms are from Saint Louis University (Herrmann et al., 2011).

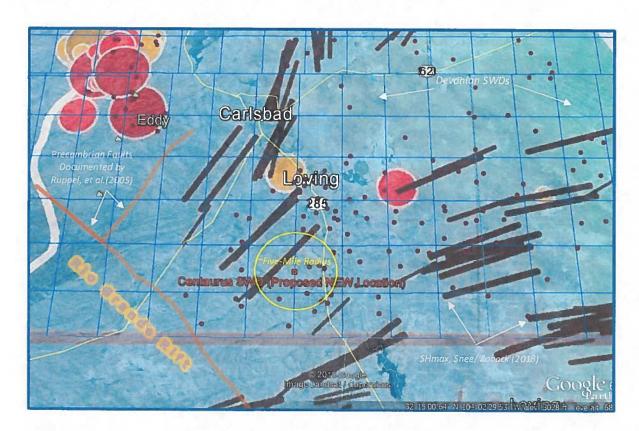
**Geological Data** 

#### EARTHQUAKE / SEISMIC INFORMATION SUPPLEMENT (cont.)

In the following map, a layer with USGS historical earthquake data is overlaid and, a layer showing lines to represent Precambrian faults as documented by Ruppel, et al. (2005). Finally, a layer showing all currently permitted SWDs completed or proposed to be completed in the Devonian (Silurian) formation.

The USGS earthquakes shown are well know to the area. The cluster to the NW represents the seismic events in and around the Dagger Draw area (43.8 miles) in 2002. The 2012 quake located approximately 13 miles due east of Loving is also shown (17.4 miles). This was perhaps the most significant of the area in recent years but was determined to not be related to oil and gas activity.

The Precambrian faults and existing Devonian SWDs are discussed in more detail on the next page.



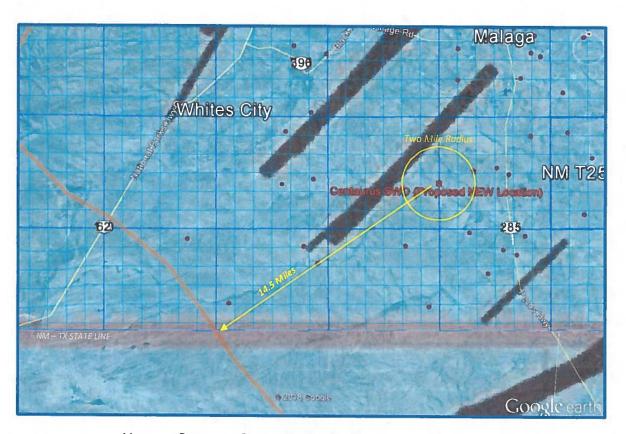
REGIONAL VIEW - DEVONIAN SWD LOCATIONS, PRECAMBRIAN FAULTS, SHMAX, USGS MAGNITUDE

**Geological Data** 

#### EARTHQUAKE / SEISMIC INFORMATION SUPPLEMENT (cont.)

The primary Precambrian fault in the area as documented by Ruppel, et al. (2005) is represented on this map by the tan colored line; the fault is running southeast to northwest. The proposed Centaurus SWD is located 14.5 miles from the primary southern fault. Other Devonian SWDs in the area are also shown by small purple dots completed or proposed to be completed in the Devonian (Silurian) formation.

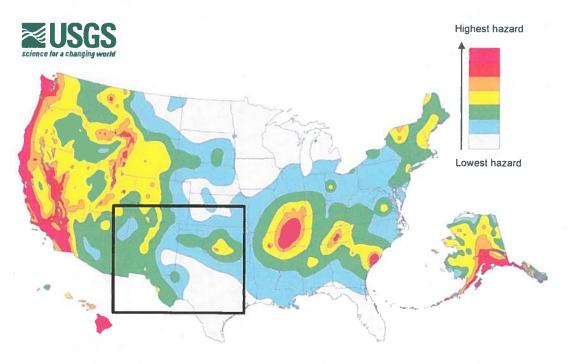
The previously referenced study by Snee and Zoback evaluated the strike-slip probability using probabilistic FSP (Fault Slip Potential) analysis of known faults in the Permian Basin. The study predicts that the Precambrian fault shown here has less than a 10% probability of being critically stressed to the point of creating an induced seismicity event. The main reason for the low probability is due to the relationship of the strike of the fault to the regional  $S_{Hmax}$  orientation in this area.



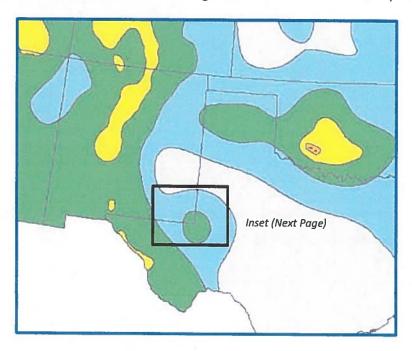
VICINITY - PERMITTED DEVONIAN SWDs, PRECAMBRIAN FAULT, SHMAX

**Geological Data** 

#### EARTHQUAKE / SEISMIC INFORMATION SUPPLEMENT (cont.)



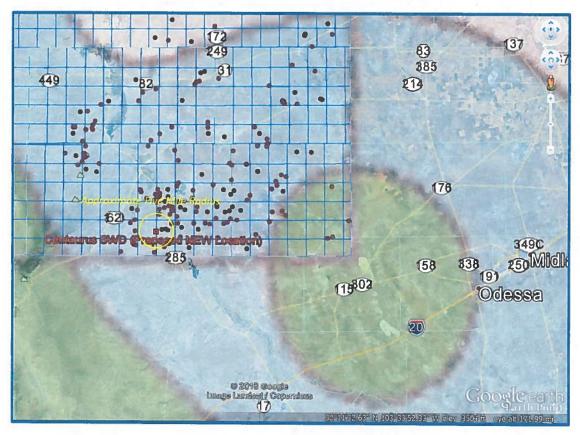
**2014 map data:** The USGS notes in its report that <u>fracking</u> may be to blame for a sizeable uptick in earthquakes in places like <u>Oklahoma</u>. "Some states have experienced increased seismicity in the past few years that may be associated with human activities such as the disposal of wastewater in deep wells," the report says. USGS hopes to use that data in future maps but it isn't included in this one. "Injection-induced earthquakes are challenging to incorporate into hazard models because they may not behave like natural earthquakes and their rates change based on man-made activities," the report says.



**Geological Data** 

#### EARTHQUAKE / SEISMIC INFORMATION SUPPLEMENT (cont.)

USGS 2014 MAP DATA OVERLAY IN GOOGLE EARTH

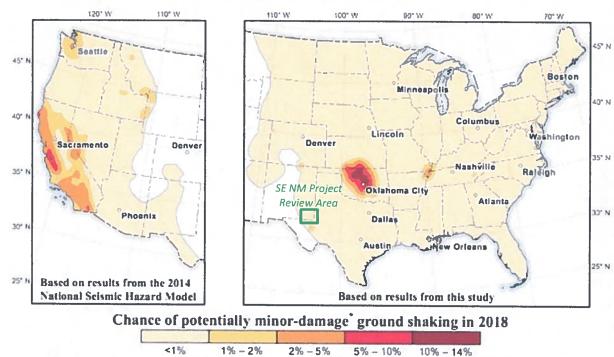


An updated USGS map for 2018 is on the next page. While methodology remained essentially the same according to USGS, the interpreted results and color-coding did have some modification. However, the subject area in southeast New Mexico on both maps remains very low and on the 2018 map, the area is assigned a value of <1% of "potentially minor-damage ground shaking".

**Geological Data** 

#### EARTHQUAKE / SEISMIC INFORMATION SUPPLEMENT (cont.)





equivalent to Modified Mercalli Intensity VI, which is defined as: "Felt by all, many frightened. Some heavy furniture moved; a few instances of fallen plaster. Damage slight."

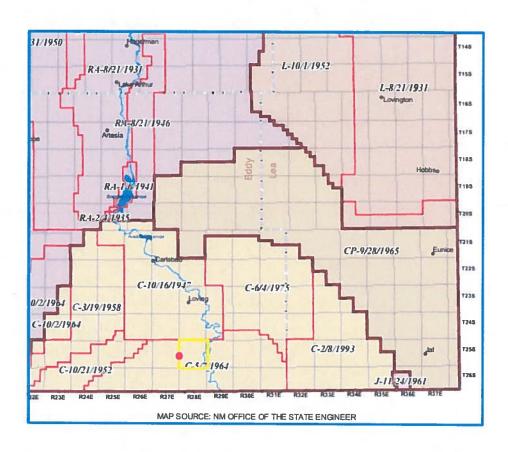
Map showing chance of damage from an earthquake in the Central and Eastern United States during 2018. Percent chances are represented as follows: pale yellow, less than 1 percent; dark yellow, 1 to 2 percent; orange, 2 to 5 percent; red, 5 to 10 percent; dark red, 10 to 12 percent. See Hazard from the western United States from the 2014 National Seismic Hazard Maps (Petersen et al., 2014) for comparison.

The USGS has produced the 2018 one-year probabilistic seismic hazard forecast for the central and eastern United States from induced and natural earthquakes. For consistency, the updated 2018 forecast is developed using the same probabilistic seismicity-based methodology as applied in the two previous forecasts.

Based on publicly available data for the subject area, it is reasonable to believe the risk of induced seismic activity due to disposal injection into this well is extremely low.

#### C-108 - Item XI

Groundwater Basins - Water Column / Depth to Groundwater



The subject well is located within the Carlsbad Basin.

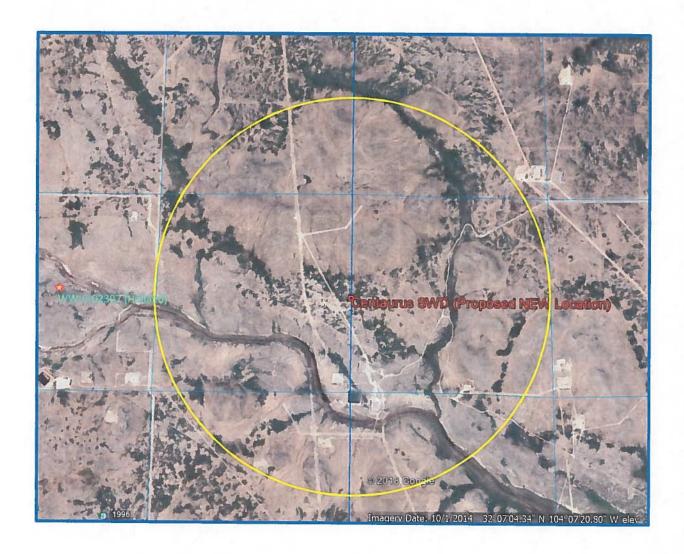
Fresh water in the area is generally available from valley and basin fill of the Carlsbad-Pecos segment of the lower Pecos Valley complex of Quaternary alluvial sand and gravel deposits. State Engineer's records show water wells in 25S-28E with an average depth to water at 15 feet.

There are NO water wells located within one mile of the proposed SWD.



#### C-108 ITEM XI - WATER WELLS IN AOR

Centaurus SWD (Proposed) Water Well Locator Map

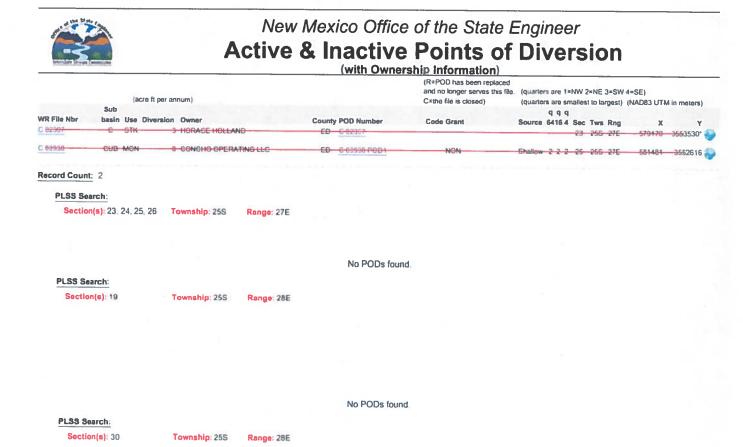


NM OSE records indicates NO water wells located within one mile of the proposed SWD.

#### C-108 ITEM XI - WATER WELLS IN AOR

NO Water Well Spots (based on coordinates) Within ONE MILE of Proposed SWD.

#### PLEASE SEE WATER WELL LOCATOR MAP - NEXT PAGE.



#### C-108 ITEM XI - WATER WELLS IN AOR

#### Depth to Ground Water



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

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

(R=POD has been replaced, O=orphaned,

(quarters are 1=NW 2=NE 3=SW 4=SE) C=the file is closed)

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

POD Number	POD Sub- Code basin	County	Q (			Tws	Rng	x	Υ			Water Column
C 02588	С	ED	3 4	3	33	258	27E	575645	3549575* 🌍	81	19	62
C 03261 POD1	CUB	ED	3 2	1	20	258	27E	574007	3554006*	351		
C 03262 POD1	CUB	ED	2 1	2	22	258	27E	577837	3554244° 🧽	75		
C 03264 POD1	CUB	ED	2 1	2	02	258	27E	579391	3559099* 🍣			
C 03938 POD1	CUB	ED	2 2	2	25	25S	27E	581482	3552616	21	12	9

Average Depth to Water:

Minimum Depth: 12 feet

Maximum Depth: 19 feet

**Record Count:** 5

PLSS Search:

Township: 25S

Range: 27E

#### C-108 ITEM XII - GEOLOGIC AFFIRMATION

We have examined available geologic and engineering data and have found no evidence of open faults or other hydrologic connection between the disposal interval and any underground sources of drinking water.

Ben Stone, Partner SOS Consulting, LLC

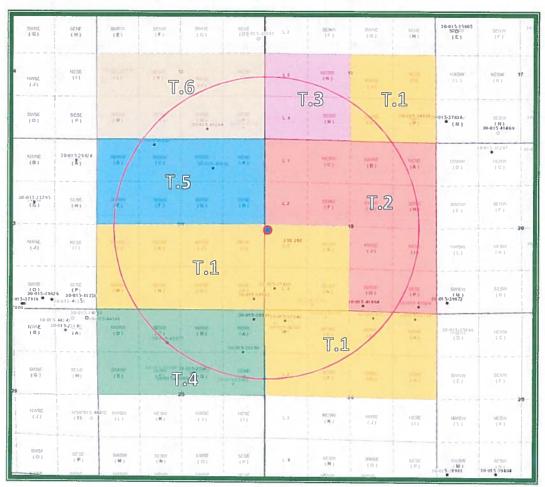
Project:

Solaris Water Midstream, LLC

Centaurus SWD No.1 Reviewed 11/12/2018

#### Centaurus SWD Well No. I - Affected Parties Plat

(Attachment to NMOCD Form C-108, Application for Authority to Inject.)





#### LEGEND

T.1 – Private – Devon Energy Production Co.

T.2 - VB-0812-0001 - Concho Oil & Gas, LLC

T.3 - VA-2809-0002 - Concho Oil & Gas, LLC

T.4 - VB-1007-0001 - Concho Oil & Gas, LLC

T.5 - VB-1006-0001 - Concho Oil & Gas, LLC

T.6 – VB-1795-0001 – Devon Energy Production Co.

### C-108 ITEM XIII – PROOF OF NOTIFICATION AFFECTED PARTIES LIST

SOS Consulting is providing electronic delivery of C-108 applications.

ALL APPLICABLE AFFECTED PARTIES ARE PROVIDED A LINK IN THE NOTICE LETTER
TO A SECURE SOS/ CITRIX SHAREFILE® SITE TO VIEW AND DOWNLOAD
A FULL COPY OF THE SUBJECT C-108 APPLICATION IN PDF FORMAT.

#### **SURFACE & MINERALS OWNER**

DEVON ENERGY PRODUCTION CO., LP (T.1 on plat.) 333 W. Sheridan Avenue OKC, OK 73102-5010 Certified: 7018 0360 0001 8569 5241

#### MINERALS LESSEES (All Notified via USPS Certified Mail)

#### State Leases VB-0812; VA-2809; VB-1007; VB-1006 (T.2 - T.5 on plat.) Lessee and Operator

CONCHO OIL & GAS, LLC
Attn: Brian Collins
2208 W. Main Street
Artesia, New Mexico 88210-3720
Certified: 7018 0360 0001 8569 5258

State Leases VB-1795 (T.6 on plat.)
Lessee and Operator
DEVON ENERGY PRODUCTION CO., LP
333 W. Sheridan Avenue
OKC, OK 73102-5010

#### **OFFSET MINERAL OWNERS**

3 STATE OF NEW MEXICO
Oil, Gas and Minerals Division
310 Old Santa Fe Trail
Santa Fe, NM 87504
Certified: 7018 0360 0001 8569 5265

#### **REGULATORY**

NEW MEXICO OIL CONSERVATION DIVISION 1220 S. St. Francis Dr. Santa Fe, NM 87505

NMOCD DISTRICT II OFFICE 811 S. First Street Artesia, NM 88210





November 13, 2018

### NOTIFICATION TO INTERESTED PARTIES via U.S. Certified Mail – Return Receipt Requested

#### To Whom It May Concern:

Solaris Water Midstream, LLC, Midland, Texas, has made application to the New Mexico Oil Conservation Division to drill and complete for salt water disposal the Centaurus SWD Well No.1. The proposed commercial operation will be for produced water disposal from area operators. As indicated in the notice below, the well is located in Section 19, Township 25 South, Range 28 East in Eddy County, New Mexico.

The published notice states that the interval will be from 13,865 feet to 14,865 feet into the Devonian, Silurian and Fusselman formations.

Following is the notice published in the Artesia Daily Press, Artesia, New Mexico on or about November 13, 2018.

#### LEGAL NOTICE

Solaris Water Midstream, LLC, 701 Tradewinds Blvd., Suite C, Midland, TX 79706, is filing Form C-108 (Application for Authority to Inject) with the New Mexico Oil Conservation Division seeking administrative approval for a salt water disposal well. The proposed well, the Centaurus SWD No.1, will be located 2437' FSL and 1' FWL, Section 19, Township 25 South, Range 28 East, Eddy County, New Mexico. Produced water from area production will be commercially disposed into the Devonian (Silurian) and Fusselman formations at a depth of 13,865' to 14,865' at a maximum surface pressure of 2773 psi and a rate limited only by such pressure. (Final completion depths may be adjusted per mudlogging and reported to the NMOCD on form C-105; pressure will remain at the standard gradient of 0.2 psi/ ft of the uppermost injection interval depth.) The proposed SWD well is located approximately 8.5 miles southwest of Malaga, NM.

Interested parties wishing to object to the proposed application must file with the New Mexico Oil Conservation Division, 1220 St. Francis Dr., Santa Fe, NM 87505, (505)476-3460 within 15 days of the date of this notice. Additional information may be obtained from the applicant's agent, SOS Consulting, LLC, (903)488-9850 or, email info@sosconsulting.us.

You have been identified as a party who may be interested as an offset lessee or operator.

You are entitled to a full copy of the application. A full copy in PDF format is posted on the SOS Consulting *ShareFile* site and is available for immediate download.

Use the URL link: <a href="https://sosconsulting.sharefile.com/d-s5b8e1adc2dc48ca9">https://sosconsulting.sharefile.com/d-s5b8e1adc2dc48ca9</a> (Please Note: The ShareFile service is powered by Citrix Systems and is completely secure.\*)

The link to this file will be active for 30 days from the date of this letter. Your company can access and download the file a maximum of five (5) times. (One copy may be downloaded and shared as needed among your company.)

If preferred, you may call SOS Consulting, LLC at 903-488-9850, or email info@sosconsulting.us, and the same PDF file copy will be expedited to you via email.

Please use a subject like "Centaurus SWD Nov 2018 PDF Copy Request".

Thank you for your attention in this matter.

Best regards,

Ben Stone, SOS Consulting, LLC

Agent for Solaris Water Midstream, LLC

Cc: Application File

SOS Consulting is committed to providing superior quality work using technology to assist clients and affected parties in obtaining the documentation required. SOS will continue to utilize methods which are less energy and resource intensive including, the reduction of paper copies.

We hope you'll partner with us and appreciate these efforts.

\* You will be asked for your email, name and company.

This will not be used by anyone except keeping track of the file downloads.

You will not be solicited by SOS or anyone else. Data is stored on Citrix Systems servers only.



#### **C-108 - Item XIV**

Proof of Notice (Certified Mail Receipts)





#### **C-108 - Item XIV**

Proof of Notice – Legal Notice Newspaper of General Circulation

#### **Legal Notice**

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Published in the Artesia Daily Press, Artesia, N.M., Nov. 13, 2018 Legal No. 24906.

The above is the "Proof Copy" sent from the Artesia Daily Press.

The affidavit of publication will be forwarded as soon as it is received.

#### **Affidavit of Publication**

24906 State of New Mexico County of Eddy: Danny Scott being duly sworn sayes that he is the Publisher of the Artesia Daily Press, a daily newspaper of General circulation, published in English at Artesia, said county and state, and that the hereto attached Legal Ad was published in a regular and entire issue of the said Artesia Daily Press, a daily newspaper duly qualified for that purpose within the meaning of Chapter 167 of the 1937 Session Laws of the state of New Mexico for Consecutive weeks day on the same day as follows: First Publication November 9, 2018 Second Publication Third Publication Fourth Publication Fifth Publication Sixth Publication Seventh Publication Subscribed and sworn before me this 1.3th day of November 2018 OFFICIAL SEAL Latisha Romine NOTARY PUBLIC-STATE OF NEW MEXICO My commission expires:5[12]20[

Latisha Romine

Notary Public, Eddy County, New Mexico

#### Copy of Publication:

#### Legal Notice

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