

October 13, 2021

State of New Mexico Energy, Minerals & Natural Resources Department Oil Conservation Division 1220 S. St. Frances Dr. Santa Fe, NM 87505

RE: Pressure Maintenance Project North Hobbs Unit Well No. 972 API 30-025-36775 Letter F, Section 32, T-18S, R-38E Lea County, NM

To Mr. Richard Ezeanyim, Chief Engineer:

Occidental Permian Ltd. respectfully request administrative approval, without hearing, to commence injection (water, CO2, and produced gas) per the authorized Order No. R-6199-F. In support of this request please find the following documentation:

- Administrative Application Checklist
- Form C-108 with miscellaneous data attached
- An Injection Well Data Sheet with Wellbore Schematic
- Form C-102
- Map

\*\*\* Per Order No. R-6199-F, this application is eligible for administrative approval without notice or hearing \*\*\*

If you have any questions regarding this application, please contact me at 832-646-4450 or email Jose\_Gago@oxy.com.

Sincerely,

un Gapoj. Jose Gago

Regulatory Engineer



October 13, 2021

State of New Mexico Energy, Minerals & Natural Resources Department Oil Conservation Division 1220 S. St. Frances Dr. Santa Fe, NM 87505

RE: Pressure Maintenance Project North Hobbs Unit Well: W D GRIMES NCT A #027 API 30-025-36775 Letter F, Section 32, T-18S, R-38E Lea County, NM

As part of recompleting the "W D GRIMES NCT A #27" from the HOBBS UPPER BLINEBRY to the HOBBS GRAYBURG/SAN ANDRES pool, and converting the well to an injection well, Occidental Permian Ltd. will be changing the name and number of the well to "NORTH HOBBS G/SA UNIT #972". The API number (30-025-36775) will remain the same.

To summarize, the addition of the "NORTH HOBBS G/SA UNIT #972" injector (currently W D GRIMES NCT A #27) to the North Hobbs G/SA Unit will be completed following the steps Mr. Paul Kautz indicated for the identical case of the W D Grimes NCT A 18 (see attached communication).

- 1) Approval of the C-108 authorizing the commencement of injection in the HOBBS; GRAYBURG/SAN ANDRES [19520] (already submitted – PMX-297)
- 2) Submittal of C-101 form and payment of \$500 fee for plugging the HOBBS; UPPER BLINEBRY [31680] pool and recompleting the well to the HOBBS; GRAYBURG/SAN ANDRES [19520] pool
- 3) Submittal of C-103 to change the well name and number to "NORTH HOBBS G/SA UNIT #972"

If you have any questions regarding this letter, please contact me at 832-646-4450 or email Jose\_Gago@oxy.com.

Sincerely,

un Googo J.

Jose Gago / Regulatory Engineer

From: Kautz, Paul, EMNRD <<u>paul.kautz@state.nm.us</u>> Sent: Friday, September 3, 2021 2:24 PM To: Gago, Jose L <<u>Jose\_Gago@oxy.com</u>> Cc: Hood, April <<u>April\_Hood@oxy.com</u>>; Maxian, Amanda M <<u>Amanda\_Maxian@oxy.com</u>>; Murphy, Kathleen A, EMNRD <<u>KathleenA.Murphy@state.nm.us</u>> Subject: [EXTERNAL] RE: PMX-296-- N Hobbs Unit G/SA Unit 971

The process is the same for SWD or INJ well and whether or not you intend to drill a new well or convert an existing well. The C-108 approval comes first and then the C-101 or C-103. In this case if since you are plugging back from one pool to another pool it must be submitted on a C-101 and you must pay the C-101 fee of \$500.00. If you are converting an existing well in the same pool it would be submitted on a C-103 with no fee required. If the UIC Group approves your C-108 you should submit a C-101 and a C-102 for recompleting the well from the previous pool to the Hobbs;Grayburg-San Andres pool. I cannot tell you how to submit your C-108 but based on the way it has been done in the past it should be submitted under both names the existing well name and future well name including the API# of the well.

Paul Kautz Petroleum Specialist Hobbs District Geologist Energy Minerals Natural Resources Dept. Oil Conservation Division 1625 N. French Dr. Hobbs, NM 88240 Cell # 575-602-4493

From: Gago, Jose L <<u>Jose\_Gago@oxy.com</u>> Sent: Friday, September 3, 2021 1:07 PM To: Kautz, Paul, EMNRD <<u>paul.kautz@state.nm.us</u>> Cc: Hood, April <<u>April\_Hood@oxy.com</u>>; Maxian, Amanda M <<u>Amanda\_Maxian@oxy.com</u>>; Murphy, Kathleen A, EMNRD <<u>KathleenA.Murphy@state.nm.us</u>> Subject: RE: PMX-296-- N Hobbs Unit G/SA Unit 971

Thanks for the quick response Paul. The term CTI means Convert to Injection/injector.

I'm a little confused now on what the order of things should be. Should we get the C-108 approved under the old name (current name in the NMOCD) even though the injection is going to be on G/SA? Then get the C-103 (intent to inject) approved under the old name (current name in the NMOCD), start the work, and then get the change of name C-103 approved?

Is that correct?

Thanks again and I apologize for the confusion,

Jose.

| Office   |  | SI   | ate of New N   | Mexico   |  |                                      | Form C-103                                    |
|--|--|--|--|--|--|--------------------------------------|---|
| <u>District I</u> – (575)  |  | Energy, M  | inerals and Na   | atural Resources   |  |                                      | evised July 18, 2013                          |
| 1625 N. French District II – (575)   | Dr., Hobbs, NM 88240   |  |  |  | WELL AP<br>30-025-3  |                                      |   |
| 、 ,  | Artesia, NM 88210  |  |  | N DIVISION   |  | e Type of Lease                      | 2   |
| District III – (505  | 5) 334-6178<br>Rd., Aztec, NM 87410  | 1220   | South St. Fi   | rancis Dr.   |  | ••                                   | FEE X   |
| District IV - (505   | 5) 476-3460  | S  | anta Fe, NM  | 87505  | 6. State O   | il & Gas Lease                       |   |
|  | is Dr., Santa Fe, NM   |  |  |  |  |                                      |   |
| 87505  | SUNDRY NOT   | ICES AND REPO  | RTS ON WEL   | LS   | 7 Lease N  | Name or Unit A                       | greement Name                                 |
| <b>`</b>   | THIS FORM FOR PROPO  | SALS TO DRILL OR   | TO DEEPEN OR   | PLUG BACK TO A   |  |                                      | .8  |
| DIFFERENT RE<br>PROPOSALS.)  | SERVOIR. USE "APPLI  | CATION FOR PERM  | T" (FORM C-101)  | FOR SUCH   | W.D. G   | rimes (NCT-A)                        |   |
|  | ell: Oil Well 🛛  | Gas Well 🗌 O   | ther   |  | 8. Well N  | umber #27                            |   |
| 2. Name of O   |  |  |  |  | 9. OGRIE   | ) Number                             |   |
|  | l Permian LTD  |  |  |  | 157984   |                                      |   |
| 3. Address of  | *  |  |  |  | 10. Pool n   | name or Wildca                       | t   |
| PO Box 42  | 294 Houston, TX  | 77210  |  |  | Hobbs; (   | (G/SA)                               |   |
| 4. Well Locat  | tion   |  |  |  |  |                                      |   |
| Unit   | Letter F :   | feet fr  | om the <u>N</u>  | line and _   | 1444   | feet from the                        | Wline   |
| Section  | on 32  | Town   | ship 18S   | Range 38E  | NMPM   | Count                                | y Lea   |
|  |  | 11. Elevation (S   | Show whether L   | DR, RKB, RT, GR, d   | etc.)  |                                      |   |
|  |  | 3633' (  | GR   |  |  |                                      |   |
| PULL OR ALT<br>DOWNHOLE  |  | CHANGE PLAN<br>MULTIPLE COI  |  | COMMENCE<br>CASING/CEM   | DRILLING OPN<br>ENT JOB  | S. P AND                             | A 🗌   |
| PULL OR ALT<br>DOWNHOLE<br>CLOSED-LOC<br>OTHER:<br>13. Descri<br>of star<br>propos<br>W.D Grin<br>Well num                                       | TER CASING   | MULTIPLE COM<br>ANGE<br>pleted operations.<br>ork). SEE RULE<br>completion.<br>me will be changed<br>72.                     | MPL  | CASING/CEM<br>OTHER:<br>Il pertinent details,<br>AC. For Multiple  | ENT JOB  | ent dates, inclu                     | ding estimated dat                            |
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| PULL OR ALT<br>DOWNHOLE<br>CLOSED-LOC<br><u>OTHER:</u><br>13. Descri<br>of star<br>propos<br>W.D Grin<br>Well num<br>Pool nam                    | TER CASING   | MULTIPLE CON<br>ANGE<br>obleted operations.<br>ork). SEE RULE<br>completion.<br>me will be changed<br>72.<br>Hobbs; Grayburg | MPL<br>(Clearly state a<br>19.15.7.14 NM<br>to North Hobbe<br>San - Andres<br>Rig Release<br>complete to the<br> | CASING/CEM OTHER: Il pertinent details, AC. For Multiple s (G/SA) Unit Date: best of my knowle egulatory Specialis | ENT JOB<br>and give pertim<br>Completions: A<br>edge and belief. | ent dates, includ<br>Attach wellbore | ding estimated da<br>diagram of<br>04/26/2021 |



## C-108 APPLICATION FOR AUTHORIZATION TO INJECT ADMINISTRATIVE COMPLETENESS FORM

Well Name:

Applicant:

PO Number:

Admin. App. No: \_\_\_\_\_

| C-108 Item                 | Description of Required Content  | Yes | No |
|----------------------------|--|-----|----|
| I. PURPOSE                 | Selection of proper application type.  |     |    |
| II. OPERATOR               | Name; address; contact information.  |     |    |
|                            | Well name and number; STR location; footage location within section.   |     |    |
|                            | Each casing string to be used, including size, setting depth, sacks of cement, hole size, top of cement, and basis for determining top of cement.  |     |    |
| III. WELL DATA             | Description of tubing to be used including size, lining material, and setting depth.   |     |    |
|                            | Name, model, and setting depth of packer to be used, or description of other seal system or assembly to be used.   |     |    |
|                            | Well diagram: Existing (if applicable).  |     |    |
|                            | Well diagram: Proposed (either Applicant's template or Division's Injection Well Data Sheet).  |     |    |
| IV. EXISTING<br>PROJECT    | For an expansion of existing well, Division order number authorizing existing well (if applicable).  |     |    |
| V. LEASE AND WELL<br>MAP   | AOR map identifying all wells and leases within 2 mile radius of proposed well, and depicting a 1/2 mile radius circle around any another projected injection well and a 1 mile radius circle around any other projected injection well in the Devonian formation.                                 |     |    |
| VI. AOR WELLS              | Tabulation of data for all wells of public record within AOR which penetrate the proposed injection zone, including well type, construction, date drilled, location, depth, and record of completion.  |     |    |
|                            | Schematic of each plugged well within AOR showing all plugging detail.   |     |    |
|                            | Proposed average and maximum daily rate and volume of fluids to be injected.   |     |    |
|                            | Statement that the system is open or closed.   |     |    |
|                            | Proposed average and maximum injection pressure.   |     |    |
| VII. PROPOSED<br>OPERATION | Sources and analysis of injection fluid, and compatibility with receiving formation if injection fluid is not produced water.  |     |    |
|                            | A chemical analysis of the disposal zone formation water if the injection is for<br>disposal and oil or gas is not produced or cannot be produced from the<br>formation within 1 mile of proposed well. Chemical analysis may be based on<br>sample, existing literature, studies, or nearby well. |     |    |
|                            | Proposed injection interval, including appropriate lithologic detail, geologic name, thickness, and depth.   |     |    |
| VIII. GEOLOGIC DATA        | USDW of all aquifers overlying the proposed injection interval, including geologic name and depth to bottom.   |     |    |
|                            | USDW of all aquifers underlying the proposed injection interval, including including the geologic name and depth to bottom.  |     |    |



## C-108 (SWD) APPLICATION FOR AUTHORIZATION TO INJECT ADMINISTRATIVE COMPLETENESS FORM

Well Name:

Applicant:

PO Number:

Admin. App. No: \_\_\_\_\_

| C-108 Item                    | Description of Required Content   | Yes | No |
|-------------------------------|---|-----|----|
| IX. PROPOSED<br>STIMULATION   | Description of stimulation process or statement that none will be conducted.  |     |    |
| X. LOGS/WELL TESTS            | Appropriate logging and test data on the proposed well or identification of well logs already filed with OCD.   |     |    |
| XI. FRESH WATER               | Chemical analysis of fresh water from two or more fresh water wells (if available and producing) within 1 mile of the proposed well, including location and sampling date(s).   |     |    |
| XII. AFFIRMATION<br>STATEMENT | Statement of qualified person endorsing the application, including name, title, and qualifications.   |     |    |
|                               | Identify of all "affected persons" identified on AOR map in Section V, including all affected persons within 1/2 mile radius circle around any another projected injection well and a 1 mile radius circle around any other projected injection well in the Devonian formation. |     |    |
|                               | Identification and notification of all surface owners.  |     |    |
|                               | BLM and/or NMSLO notified per 19.15.2.7(A)(8)(d) NMAC.  |     |    |
| XIII. PROOF OF<br>NOTICE      | Notice of publication in local newspaper in county where proposed well is located with the following specific content:  |     |    |
|                               | <ul> <li>Name, address, phone number, and contact party for Applicant;</li> </ul>   |     |    |
|                               | <ul> <li>Intended purpose of proposed injection wel, including exact location of a<br/>single well, or the section, township, and range location of multiple wells;</li> </ul>  |     |    |
|                               | <ul> <li>Formation name and depth, and expected maximum injection rates and<br/>pressures; and</li> </ul>   |     |    |
|                               | • Notation that interested parties shall file objections or requests for hearing with OCD no later than 15 days after the admin completeness determination.   |     |    |
| XIV. CERTIFICATION            | Signature by operator or designated agent, including date and contact information.  |     |    |

**Review Date\*:** 

**Reviewer:** 

○ Administratively COMPLETE

○ Administratively INCOMPLETE

NOTES: