ZA G	\$2017 SUSPENSE	E ENGINEER	2/09/2017	SG TYPE	PATAN	1704056665
		ABOVE	THIS LINE FOR DIVISION USE ONLY			
s.V	N MILL	NEW MEXICO OIL CO	NSERVATION DIV ing Bureau -	VISION	AQ	
N	Nor So. Man	1220 South St. Francis D	-	505	C. MILES	
	A-IVS AV	ADMINISTRATIVE			KIIGT	
<u> 5 1</u>						
	cation Acronyms	WHICH REQUIRE PROCE	SSING AT THE DIVISION LE	VEL IN SANTA F	E	
••	-	dard Location] [NSP-Non-S			ltaneous D /Lease Com	_
	[PC-Poo	ol Commingling] [OLS - Of	• • •	OLM-Off-Leas	se Measure	
	Ľ	WFX-Waterflood Expansion [SWD-Salt Water Dispos				
	[EOR-Quali	ified Enhanced Oil Recovery	Certification] [PP			esponse]
[1]		PLICATION - Check Those			-ShD -mAn	ZANOLLC
	[A]	Location - Spacing Unit - S	SD	'n	231	429
	Check	One Only for [B] or [C]			4	, 21/
	[B]	Commingling - Storage - M			-	ALONDUNFER
		☐ DHC ☐ CTB ☐	PLC PC	OLS 🗌	OLM	ALONDUN-1-20 30-041-2087
	[C]	Injection - Disposal - Pressu			ry	Pool
					J PPK	
	[D]	Other: Specify		<u> </u>	(-SLOS Devon Silunian Foto,
[2]		ON REQUIRED TO: - Che		• •	Not Apply	FGLQJ
	[A]	Working, Royalty or O	verriding Royalty Inte	rest Owners		6-169
	[B]	Offset Operators, Lease	eholders or Surface Ov	wner		1 1801
	[C]	Application is One Wh	ich Requires Publishe	d Legal Noti	ce	
	[D]	Notification and/or Co	ncurrent Approval by	BLM or SLO)	
		U.S. Bureau of Land Management -	Commissioner of Public Lands, S	State Land Office		• /
	[E]	For all of the above, Pr	oof of Notification or	Publication is	s Attached,	and/or,
	[F]	Waivers are Attached				
	r- 1					

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an Individual with managerial and/or supervisory capacity.

Miller HAn A; An	Sec ApplicAtion	MAniger-	Februtery 1, 201
Print or Type Name	Signature	Title	
		e-mail Address	mergy.com

2011 753 -8 0

Manzano, LLC P O Box 1737 Roswell, NM 88202 575-623-1996

February 1, 2017

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

New Mexico Oil Conservation Division 1625 N. French Drive Hobbs, New Mexico 88240

RE: Salt water Disposal Agreement Manzano, LLC Alondra SWD #1

Manzano, LLC hereby submits an application to convert the plugged and abandoned Alondra Fee #1 #1 to a salt water disposal well to be renamed the Manzano, LLC Alondra SWD #1. Accordingly please find enclosed an original and one copy of our application Form C-108 with attachments. A third copy has been sent to the Division Office in Hobbs. A Legal Notice of our application has been filed with the Eastern new Mexico News.

Should you have questions regarding our application, I can be reached at 575-623-1996 or 575-420-8821 cell. Thank you for your assistance in handling our application.

Sincerely,

Mike Hanagan On Behalf of Manzano, LLC

la statisticata	STATE OF NEW MEXICOOil Conservation DivisionFORM C-108ENBRGY, MINERALS AND NATURAL1220 South St. Francis Dr.Revised June 10, 2003RESOURCES DEPARTMENTSanta Fe, New Mexico 87505
ya in inining ya	APPLICATION FOR AUTHORIZATION TO INJECT
. 	PURPOSE: Secondary Recovery Pressure Maintenance X Disposal Storage Application qualifies for administrative approval? Yes No
п	OPERATOR <u>: Manzano, LLC</u>
	ADDRESS <u>: P O Box 1737, Roswell, NM 88202</u>
	CONTACT PARTY: <u>Mike Hanagan</u> PHONE: <u>575-623-1996, cell 575-420-8821</u>
· · · · · · · · · · · · · · · · · · ·	. 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.
ÍV	. Is this an expansion of an existing project?YesNo 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. <u>ATTACHED</u>
ŢV.	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. ATTACHED
VI	I. 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.). <i>ATTACHED</i>
•• v	III. 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 <u>ATTACHED</u>
IX.	Describe the proposed stimulation program, if any <u>ATTACHED</u>
*X.	Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted). FILED WITH THE DIVSUON.
*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 <u>ATTACHED</u>
- 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 <u>ATTACHED</u>
	. Applicants must complete the "Proof of Notice" section on the reverse side of this form ATTACHED
XIV	7. Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.
	NAME: Michael G. Hanagen TITLE: Manager
	SIGNATORE:DATE: February 1, 2017
	E-MAIL ADDRESS: <u>mike@manzano energy.com</u> If the information required under Sections VI. VIII. X, and XI shove has been previously submitted, it need not be resubmitted

14 - 14 AV

:

* 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 Responses

Application For Authorization to Inject

 The purpose for this application is for salt water disposal. This application should qualify for administrative approval.

ĸ

- II. Operator: Manzano, LLC, P O Box 2107 Roswell, New Mexico 88202, Contact Mike Hanagan, 575-623-1996; cell 575-420-8821.
- III. The Injection Well Data Sheet is Attached.
- IV. This is not an expansion of an existing project.
- V. The Well Radius Map is attached.
- Vi. Other than the proposed injection well, there are no plugged or producing wells within the area
 - of review that were drilled to the injection interval. All of the wells within the area of review are less than 5000 feet. The proposed injection interval is 8880 to 9503 feet in the Devonian. Data enclosed shows the plugging information on the proposed injection well.
- VII. Data on the proposed operation is as follows.
 - a. Manzano plans to inject a maximum of 20000 BWPD, an average of 4000 BWPD, and expect to ultimately inject 5 million barrels of salt water.
 - b. The system is closed.
 - c. The average injection pressure is anticipated to be 500 psl. The maximium injection pressure will be <u>1776 psi</u>.
 - d. San Andres Injection Fluid: The fluids to be injected will come from further development of the Chaveroo San Andres field. Attached is a field study of the Chaveroo field which shows the produced water is a brine with 165,000 ppm chriorides.
 - e. Devonian Disposal Zone: The zone to be injected does not produce within two miles of the proposed well. The Devonian was drill stem tested in this well. A copy is attached. The DST of the top of the Devonian at 8915 to 8981 feet recovered 5785 ft of formation water and 800 ft of drilling fluid. The sample chamber showed the formation water water had 80,000 ppm chlorides with a resistivity of .0794 ohm-m at 82 degrees Fahrenheit. So the injection fluid and the injection zone formation water are both brines.
- VIII. The injection zone will be from 8880 to 9200 feet in this existing wellbore. The zone is the Devonian formation which is a dolomite. There are no known water aquifers below the proposed injection zone. The New Mexico State Engineers office do not show any water wells in the review area or in T7S-R34E.
- IX. Manzano plans to acidize the injection zone with 10,000 gals of 15% HCl.
- X. The previous operated filed a compensated neutron density and a dual induction log from surface to 9360 feet with the NMOCD. These are available on the Go Tech website. Production casing was not run and the well was never produced. However, a DST was run on this well. Data enclosed shows the plugging information on the proposed injection well, and shows the result of this DST.
- XI. The New Mexico State Engineers office indicates there are no water wells (PODs) in the review area.
- XII. We have examined all available geologic and engineering evidence and do not see any faulting or other evidence of a hydrologic connection between the injection zone and underground sources of drinking water.
- XIII. Proof of notice has been provided to the surface owner, George Hay, LLC of 1728 Avenue Q, Portales, NM 88130. A memorandum of a salt water disposal agreement between Manznao,
 LLC and George Hay, LLC is attached. A Lease Map is attached. Proof of notice has also been

provided to the operator of the San Andres wells, EOR Operating, whose address is One Riverway Suite 610 Houston, Texas 77056, and Strata Production Company, the operator of record owning deep rights, , whose address is P O Box 700 Roswell, NM 88202. Copies of the Form C-108 with all attachments has been sent to the State of New Mexico, Commissioner of Public Lands, P O Box 1148, Santa Fe, New Mexico.

Legal Notice has been submitted for publication in Eastern New Mexico News in Roosevelt County. A copy is attached. A certified copy will be forwarded as soon as it is received in this office.

Thank you for your review if this proposal.

Sincerely, Mik Mike Hanagan,

Date: February 1, 2017

Manzano, LLC

Attachments:

1. Injection Well Data Sheet Sides one and two.

2. Well Radius Map showing ½ mile and 2 mile radius of the review area.

3. Plug and abandonment data on the Alondra Fee #1.

4. Drill stem test information for the Alondra #1.

5. Injection water analysis from the Chaveroo field study published by the Roswell Geological Society.

6. Lease Map

7. Copy of Legal Notice published in the Eastern New Mexico News of Portales and Clovis, NM

8. Copies of notices to George Hay, Strata Production Company and EOR Operating Company

9. Memorandum of Salt Water Disposal Agreement with George Hay, LLC.

INJECTION WELL DATA SHEET

Tubing Size: 3 1/2

Lining Material: None

Type of Packer: 5 1/2" Nickel Plated Injection Packer

Packer Setting Depth: 8870

Other Type of Tubing/Casing Seal (if applicable): None

Additional Data

1. Is this a new well drilled for injection? Yes XNo

If no, for what purpose was the well originally drilled? <u>The well was originally drilled as an exploratory test in 1995. It was</u> plugged and abandoned as a dry hole, and no production casing was run.

2. Name of the Injection Formation: *Devonian*

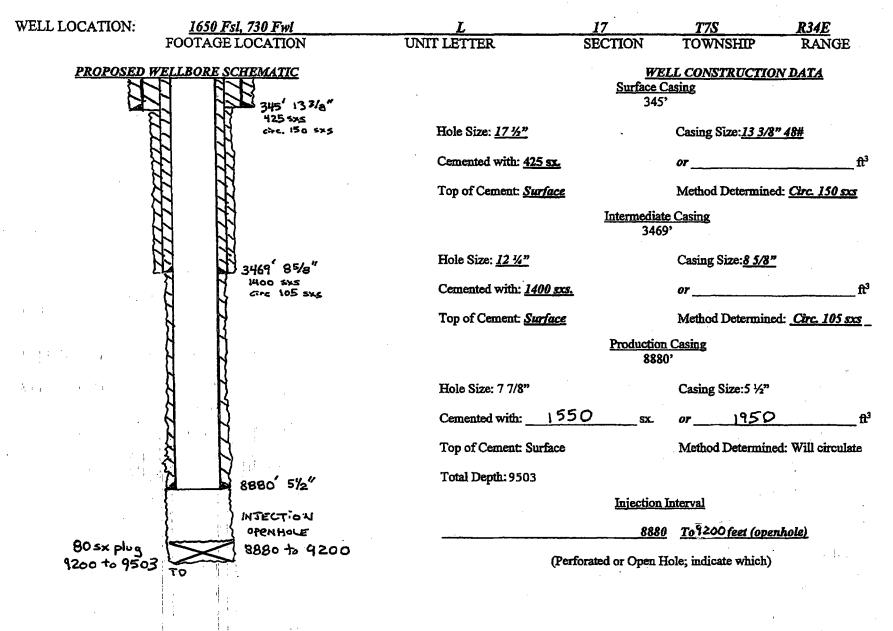
3. Name of Field or Pool (if applicable): None (the Devonian does not produce here)

- 4. Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) used. <u>The well was drilled as a dry and abandoned test. A</u> copy of the plugging information is attached.
- 5. Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area: *The San Andres produces from 4174 to 4264 feet in the Archer #1 in Section 17.*

Side 2

INJECTION WELL DATA SHEET

OPERATOR: Manzano, LLC (previously Strata Production Company) WELL NAME & NUMBER: Alondra Fee #1



Side 1

MANZAN6 - LLC WELLBORE Diagram (Proposed Injection Wellbore)

Depth Set

(RKB)

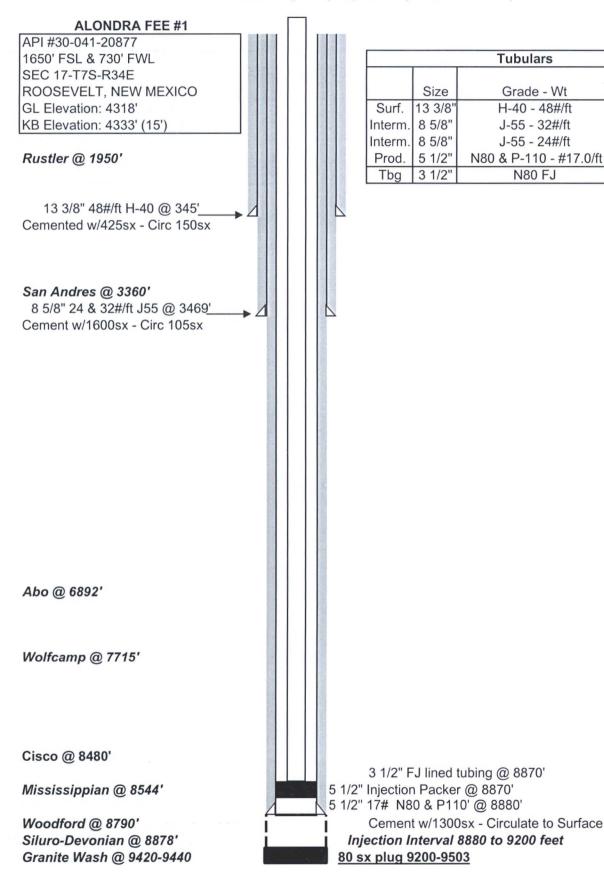
345'

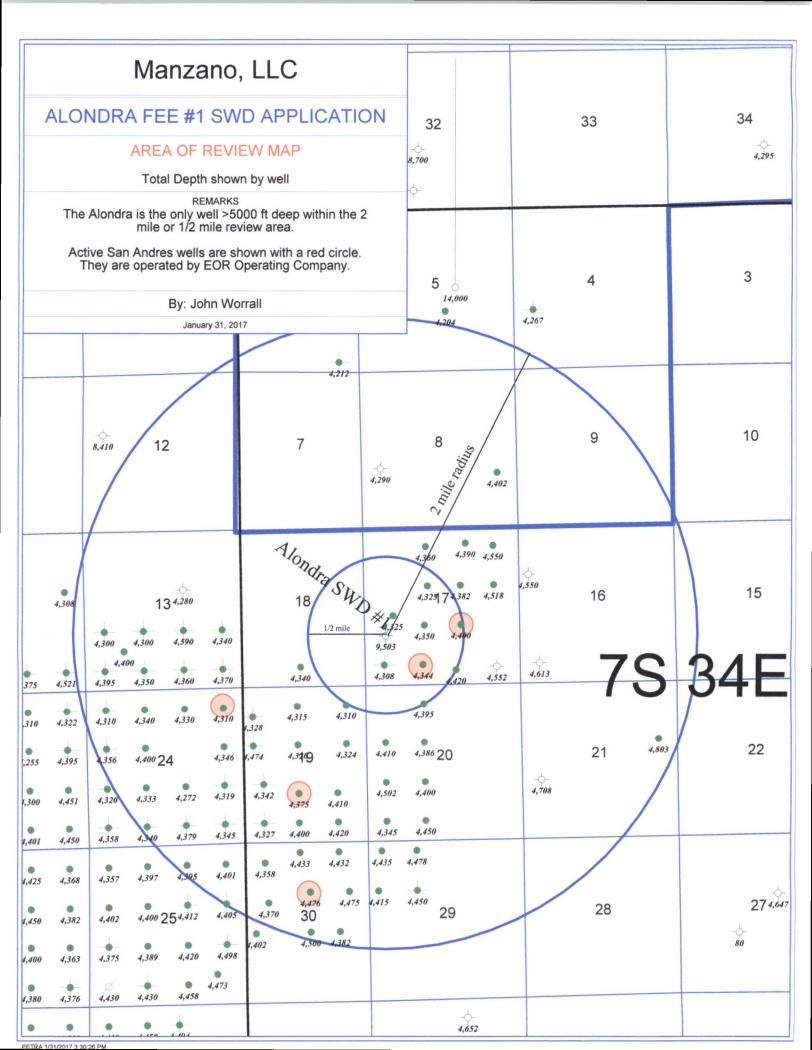
1200'

3469'

8880'

8870'





Submit 3 Copies State of New Mexico to Appropriate Energy, Mine and Natural Resources Department	Form C - 103 Revised 1 - 1 - 69
District Office OIL CONSERVATION DIVISION	
P.O. Box 1980, Hobbs. NM 88241-1980 2040 South Pacheco	WELL API NO.
Santa Fe, New Mexico 87505	30-041-20877
DISTRICT II 811 S. First Street, Arteria, NM 88210	S. In: inate Type of Lease STATE FEE X
DISTRICT III 1000 Rio Brazos Rd., Aztre, NM 87410	6. Sinte Oil & Gas Lease No.
SUNDRY NOTICES AND REPORTS ON WELLS	
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	7. Letue Name or Unit Agreement Name
1. Type of Well OIL GAS WELL WELL OTHER Plugged and Abandoned	Alondra Fee
2. Name of Operator STRATA PRODUCTION COMPANY	8. Well No.
	#1 9. Poxil Name or Wildent
3. Address of Operator P. O. BOX 1030, ROSWELL, NEW MEXICO 88202-1030	Wildcat Siluro Devonian
4. Well Location Unit Letter L : 1650 Feet From The South Line and	730 Feet From The West Line
Section 17 Township 7 South Range 34	
10. Elevation (Show whether DP, RKB. RT, GR, etc.) 4318'	
11. Check Appropriate Box to Indicate Nature of Notic	Panat or Other Data
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK	ORK ALTERING CASING
TEMPORARILY ABANDON CHANGE PLANS COMMENCE DI	RILLING OI'NS. PLUG AND ABANDONMENT
PULL OR ALTER CASING	ND CEMENT JOB
OTHER: OTHER:	
12. Describe Proposed or Completed Operations (Clearly state all pertiment details, and give pertiment dates, including esti SEE RULE 1103	imated date cf starting any proposed work)
08/28/95: Drilled to 9503' TD. Set plugs as follows:	
Set 50 sack Class 'C' plug at 8935'-8	835'
Set 50 sack Class 'C' plug at 8485'-8	385'
Set 50 sack Class 'C' plug at 6954'-6	
Set 50 sack Class "C" plug at 4450'-4	
Set 50 sack Class "C" plug at 3519'-3	
Set 50 sack Class "C" plug at 2000' – 1	
Set 10 sack Class "C" plug at Surface	
Cut off wellhead. Installed Dry Hole Marker. Released rig at 11:00) AM on 8/29/95.
Well Plugged and Abandoned.	
I hereby certury that the information above is true and complete to the best of my knowledge and belief.	
	AECORDS MANAGER DATE 9/22/95
APPROVED BY ACR Straffin TITLE DIL'S GAS	S INSPECTOR
	v

SC

Sop

Submit to Appropriate District Office State Lease - 6 copies	1	Energy,		ite of New and Natura		-	Departm	ent				C-105
Fee Lesse - 5 copies <u>DISTRICT 1</u> P.O. Bax 1980, Hobbs, N	VM 88240	DIL C		ERVAT P.O. Box		DIV	'ISIO	N [78:11 API NO 30-041-		•	
DISTRICT II	NM 88710	San		New Mexi		504-20	088		5. Indicate Ty	•		FEE X
DISTRICT III 1000 Rio Brazos Rd., AJ	-								6. State Oil &			
	OMPLETION O	R RECO	MPLET	ION REP			OG					
In Type of Well: OIL WELL	GAS WELL	DR	YX	OTHER					7. Lease Nam	e or Unit Ap	greement N	Ime
b. Type of Completion: NEW WORK WELL OVER		PLU:0) DU Re	₽ SVR ∑ σ⊓	₽ <u>₽</u>	<u>& A</u>			Alondr	a Fee		
2. Name of Operator	àuand an Oam								8. Well No.			
3. Address of Operator	duction Comp	bany	<u> </u>	· · - · · · · · · · · · · · · · · · · ·					#1 9. Pool name	or Wildcal		
	030, Roswell	, New M	lexico	88202	-1030)			Wildca	t-Silu	ro Devo	nian
4. Well Location Unit Letter Section 1	L_: 1650	_ Feet From Township			Range			730	A 1	from The _		Line
	/ 11. Date T.D. Reache 8/28/95	•	Date Com	outh 1pt (Ready 10 / A					RKB, RT, C	Rooseve R, ec.)		Casinghead
15. Total Depth 9503 '	16. Plug Back	T.D.		. If Multiple Many Zone	Compl. 1 s?	low		ntervals Dnilled By			Cable To	ols
19. Producing Interval(s) None	, of this completion -	Top, Bottom	n, Name							20. Was Dir Yes		rvey Made
21. Type Electric and Ou CNL/LDT, D	her Lögs Run LL/MSFL, MSD	, SL/BC							22. Was W S	ell Cored idewall		
23.	·	CASIN	NG RE	CORD	Repor	rt all s	trings	set in y	well)			
CASING SIZE	WEIGHT LB	<u>/FT.</u>	DEPTH			DLE SIZ			MENTING I	ECORD		OUNT PULLED
<u>13 3/8"</u> 8 5/8"	<u>48</u> # B2# 1200'/24#	2286	<u>345</u> 3469			$\frac{1/2^{\circ}}{1/4''}$			<u>aacks</u> sacks			<u>0 sacks</u> 5 sacks
	*											· · · · · · · · · · · · · · · · · · ·
24.		LINER	RECOR	D. 1				25.	π	JBING RI	ECORD	• , E
SIZE	ТОР	BOTTO	M	SACKS CE	MENT	SC	REEN		SIZE	DEPT	H SET	PACKER SET
26. Perforation reco	ord (interval, size	, and num	ber)		1		ACID,					JEEZE, ETC. ERIAL USED
None							· · · · · · · · · · · · · · · · · · ·					
	<u></u>			PRODU	<u>crio</u>							
28. Date First Production		roduction N	the second s	owing, gas lij			and type	ритр)		Well S Dr	Latus (Prod	or Shui-in) DIP
Date of Test	Hours Tested	Chok	e Size	Prodio Fo Test Perio		Oil - Bb	<u>.</u> .	Gas - M	ic F	Water - Bbl	,y	Gas - Oil Ratio
Flow Tubing Press.	Casing Pressure	Calcu Hour	lated 24- Rate	Oil - Bbl.		Gas	- MCF	w	aler - Bbl.	Oil G	ravity - AP	l - (Corr.)
29. Disposition of Gas (S	Sold, used for fuel, ve	nied, eic.)							Tea	Witnessed B	y :	
30. List Attachments CNL/LDT, DI 31. I hereby certify the	L/MSFL, Dev	<u>iation</u>	Survey	of this for-	ie truc	and on	miletet	the her	of my know	ledge and	belief	
31. I hereby certify the	u ine injormation s			Printed Name C <u>ar</u>								ur 11/2/05
Signature	~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~	Par	<u>uri</u>		<u>vr v</u> .	Jai	-10	·	Recor	Is Mana	ger	ale_11/2/95

REPORT NO.

139610 PAGE NO. 1

STAR

Schlumberger

TEST DATE: 21-AUG-1995

Schlumberger Testing Data Report Pressure Data Report

COMPANY: STRATA PRODUCTION CO.	WELL: ALONDRA FEE #1			
TEST IDENTIFICATIONTest TypeOPEN HOLE DSTTest No.ONEFormationSIL-DEVONIANTest Interval (ft)8915 to 8981Depth ReferenceKB	WELL LOCATION Field WILDCAT County BOOSEVELT State NEW MEXICO Sec/Twn/Rng S17 T7SR34E Elevation (ft) 4335			
HOLE CONDITIONS Total Depth (MD/TVD) (ft) 8981/8981 Hole Size (in) 7.875 Casing/Liner I.D. (in) 8.625 Perf'd Interval/Net Pay (ft) / 8 Shot Density/Diameter (in)	MUD PROPERTIES Mud Type			
INITIAL TEST CONDITIONS Initial Hydrostatic (psi) 4777.95 Gas Cushion Type Surface Pressure (psi) Liquid Cushion Type Cushion Length (ft) NET PIPE RECOVERY	TEST STRING CONFIGURATION Pipe Length (ft)/I.D. (in) 8127 / 3.82 Collar Length (ft)/I.D. (in) 775 / 2.50 Packer Depthe (ft) 8909,8915, Bottomhole Choke Size (in)94 Gauge Depth (ft)/Type 8894/SB-20394			
Volume Fluid Type Properties 6585 ft TOTAL FLUID 800 ft DRLG. FLUID Rw0.9353@85F 150000pp FORMATION A 5785 ft WATER Rw0.167@83F 35000ppm	NET SAMPLE CHAMBER RECOVERYVolumeFluid TypeProperties0 cuftGas0 ccOilAPI 0@F2500 ccWaterRw0.156@89F 35000pp0 ccMudPressure:150GOR:0GLR:0			
INTERPRETATION RESULTS Model of Behavior Fluid Type Used for Analysis Reservoir Pressure (psi) Transmissibility, (md.ft/cp) Effective Permeability (md) Skin Factor/Damage Ratio Storativity Ratio, Omega Interporos.Flow CoefLambda Distance to an Anomaly (ft) Radius of Investigation (ft) Potentiometric Surface (ft)	ROCK/FLUID/WELLBORE PROPERTIES Dil Density (deg. API) Basic Solids (%) Gas Gravity GOR (scf/STB) Water Cut (%) Viscosity (cp) Total Compressibility (1/psi). Porosity (%) Reservoir Temperature (F) 10 Reservoir Temperature (F) 162 Form.Vol.Factor (bb1/STB)			

PRODUCTION RATE DURING TEST: Data Report

COMMENTS:

THIS ON BOTTOM CONVENTIONAL DST OF THE SILURO DEVONIAN FORMATION (8915-8981) PRODUCED A TOTAL OF 6585'. 800' DRLG. FLUID Rw=0.353 © 85 DegF. Cl= 150,000 PPM 5785' FORMATION WATER (SULFUR WATER) Rw= 0.167 © 83 DegF. Cl=35,000 PPM. NO CUSHION WAS RAN. THE TOOL WENT TO BOTTOM WITH NO PROBLEMS. FOR ANY QUESTIONS REGARDING THIS REPORT CALL SCHLUMBERGER IN HOBBS, NEW MEXICO AT 505/393-4107. THANK YOU FOR USING SCHLUMBERGER.

Rw = . 167 @ 83° = 35,000 ppm Schlumb logging Truck (C) 1990 SCHLUMPEDOCT Correction: Rm = .048@85° .0794 @82°F = 1048 @ 145 . static Temp. = 80,000 ppm

ROSWELL GEOLOGICAL SOCIETY SYMPOSIUM

Author: Affiliation: Date:	George L. Scott, Jr. Consulting Geologist November 1966	Field Name: Location: County & State:	Chaveroo T-7,8-S, R-33, 34-E Chaves & Roosevelt Cou New Mexico	nties,
·	W _{ell:} Champlin Pet. Co. & Warre Section 32, T-7-S, R-33-E. C IPP 148 BOPD + 2 BWPD, GOR 81	Completed 3/20/6 0.	Co. #1 Hondo State, SE/4	NE/4
Exploration	Method Leading to Discovery: 80% SUBSUR	face 20% seismi	C.	
Liniolo incl from is b	tion Name: San Andres De gy Description: Tan to brown, fine usions, and vugular, inter-cry 1 lst to 2nd porosities; scatte ased on a cut-off of 4% and co kimate average pay: <u>210</u> gross <u>40</u> ne	to medium cryst stalline and fr red wells also vers only 1st a	acture porosity. Most w perf 3rd porosity. The nd 2nd porosities. (Con	1 4299. ttered anhydrite ells complete net porosity t. under Type Trap)
Pay Zon when poro Reservoir D 6 Oil: Gas: Water Sp In	Stratigraphic. Por west margin of the field to pr e (cont. from above). Net por e extensive fracturing has low sity in the 2nd porosity inter whether in the 2nd porosity inter ate: below the irregular oil-w <u>% Porosity, 7 Md Permeability, 7</u> 26° API, black, sour GOR 400 to 1000 <u>66,600 Ne+K, 27,680 ce, 4860Mg, 1</u> secific Gravity 1.174 Resistivity intel Field Pressure: 1340 psi @14 ype of Drive: Solution gas	ovide the trap. osity map is no ered the porosi val at the sout ater contact. 25% sw, _16% 65,600 cl,200	t a strict net pay map a ty cut-off to 2 1/2%. I h and southeast field ma So SO ₄ , <u>240</u> HCO ₃ , <u>F</u> ohms @ <u>110</u> F	s there are wells t also includes
inte	mpletion Prectices: Set casing throu rval. Acidize with 2000 gallo il and 30,000 pounds of sand.	gh pay and sele ns of acid, and	ctively perforate with on sand fracture with 30,00	ne shot per D0 gallons

Type completion: Both flowing and pumpingNormal Well Spacing _____ 40 _____ Acres

Despess Horizon Penetrated & Depth: Bough "C" at 9100' in the discovery well. At the south end of the field several abandoned Bough "C" wells have been plugged back to the San Andres Other Producing Formations in Field: None within the area of San Andres production, however, Bough "C" production in the Tobac field adjoins the Chaveroo San Andres field on the south.

Production Data:

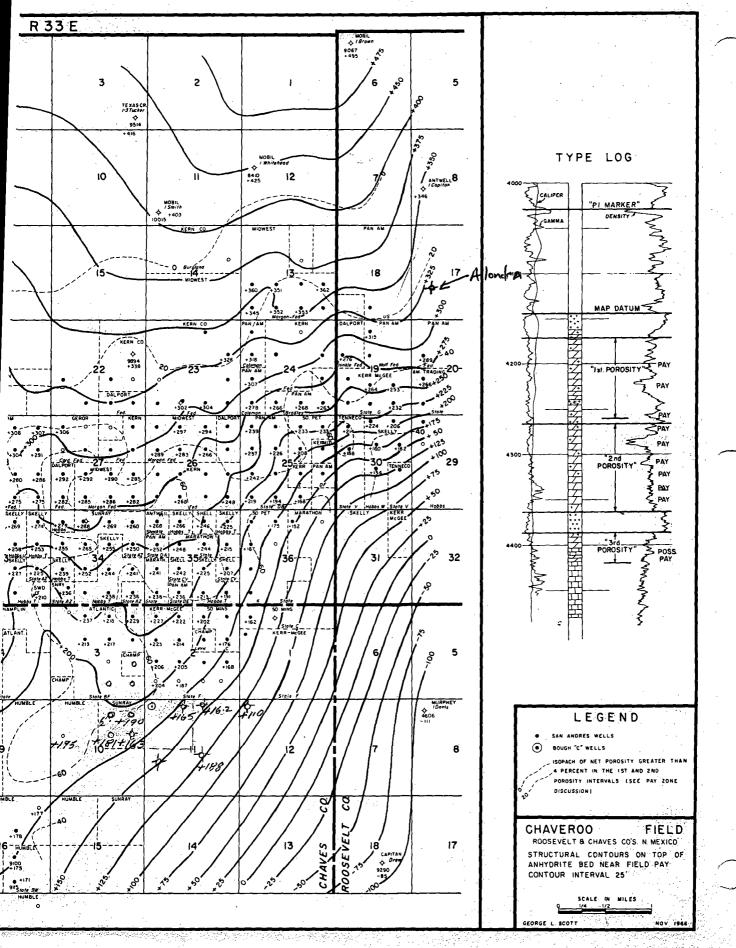
EAR	YPE	PE	rPE	PE	No. of @ yr	end	PRODU OIL IN GAS IN	JCTION BARRELS MMCF	EAR	TYPE		f wells . end	OIL	UCTION BARRELS MMCF
YE	F	Prod.	S.I.or Abd.	ANNUAL	CUMULATIVE	٦ [3 2	F F	Prod.	S.I.or Abd.	ANNUAL	CUMULATIVE		
1965	OIL	45	en e l'	166,896	166,896		OIL							
	GAS			179,400	179,400		GAS							
1966	*OIL	241		1,474,705	1,641,601		OIL							
	GAS	3		1,084,527	1,263,927		GAS							
	OIL						OIL							
	GAS						GAS							
	OIL						OIL							
-	GAS	1					GAS							

1966 production to September 30, 1966.

5 89

a E

P



LEASE MAP

The proposed Salt water disposal well is the Manzano, LLC Alondra SWD #1, Section 17-T7S-R34E, 1650 from south line, 730 from west line.

	anna a Stàite	la sur en			e e e e e e e e e e e e e e e e e e e		· ·	1 Same
	JU 89 - 3	44.74-2143.61-1	44 44	28 . 2181 48 . 1	42 4143 60 3	43. 47 2143.75	1371 22	388 314
~	<i>.</i> 0	^	Manzano	Stash Expl.		Armstrong En.	South- west Pet.	
	enno-se		3-7-2 021	6-26-2017		So wst. Pet. Lnd. 6 · 16 · 2015	Ld_Serv. (opt.)	10. P
1	73.05 ã		Maudena	Manzang 5-15-2017		Chisos I +d Y+	TE	
		Manzalo	McLaughlin,etal		TE.Tucker etal Mi	J.P. Miller, '/a MI Fred Davis /2 E.D. White etal	Tucker etaiMI	J.L.Hali Finys Ti
	a Maria da	4 U.S.	LoweĽd.Ĉo. Canaan Lê,C		Jeanette Bass (S)	ED. White etal Jeanet'e Bass (S)	Je	conette <u>B</u>
5	111 5		<u>combon 20,0</u>		S.A. Disc.	Utarierie Dass(3)		3
- 61	Lowe Mil	, Slosh Expl. 5-30-17 dred Fielder (S);		P55		ONANO		ļ
$\cdot '_{-}$		Clinton Oil			Pan Am 🦻 🍝	9-2021	W.H.Grisw	old 1/4
- <u>Y</u>	1351 15	(Pon Amer)			J.Brown Jr		B.A.Corl	lin 74 💾
i i	8.Netzly	Brown A" Lowe Ld. Co. 2	man zano	d Ca		we Ld. Co.	M. Markh	· · ·
° 1	1706A 1. 90	Can nLEC	Canaan	LEC	Canaan		Oriswoid	', ' <i>R</i> ' G.&.Ε.,
			Manada	11.6	ManzANO			<u></u>
, i			Manzano 3-9-20	21	· 0 xY-1-1	•	N.D.	
			1997 - 1997 - 1997 - 1997 - 1997 - 1997 - 1997 - 1997 - 1997 - 1997 - 1997 - 1997 - 1997 - 1997 - 1997 - 1997 -	يعو والبو وللدو الدور	12-20-40	45	Schneck 1	
i i i	43.55	Man zanoi	1 () /- /				<u>Canaan L 6</u> ,	
1	10-1-21	432214	LoweL		LoweLd. C	o.etal	Yates Pe	etall
-1	۱		Canaan		Canaan L	БС ,	106697	12 **
Ŀ	11 TA 3	7	Centerr		······ .	J	l É r	ic
	Yates Petes Pites ML	4 · · ·			Yates Pa			Yates Pet e ta l
	ML BB TIT	Fieldon	M.R. Antwell V-98 Confort \$37.5 [0439-26.66] man	18 St•'	10665	37	6	2011
Ŋ	10 31		04290 i man	ZANO	12 5	-	·	106697
		10-1-21 20-2	State N		U.S., M.I.		U.S. M.I. Canada	U.S.
4	Сала	ote. M.1. 4418 31	Canaari L	£,C,(S)	Canaan Lu	E,C,(S)	160151-6	Can'aan' L E, C
	18.50-		Örbit		T T			
		NXYI Horner	(Strata Frod)	, ● ⁷ ● ⁶	Yates Pet, etal		McCiellan M G-1-2003 6 90909	1cCiellan Y 1 2003 90909 1
		64650	EOR	(OXY)	4 1 93 V 2559 3750		90909 7 9 2	1 20909
	2. 63 . 7		E.H.& "Sieber"	RedHorn En			Ľ	
		S.E. Wisdom) SA bose	H.C. Sieber 🔒 🖡	• ² • ⁴	- On ZM Yotes Pet			, 1
	i ,			ChiOper. Sieber	T0 4550	_	U.S., M.I	
1	23,89 J			EOR	Yates Pet.,etal	6		
4		Strata Alondra-Fee	(Stratornal) 1	•'	7. 1. 94 VA 203 16 10	2 · · ·		•
	Sec.	Alondra Fee T0 9503 DIA 8 29 95	(Proit	Filo NRM "Metzger"	M.H.Baxt	er .	GEF Hoy	Tella T
	15.0841	Wolf-Fed."	Oper.	Metzger TD 4550-	Smelt. St.		<u> </u>	<u>भ</u> र्
	J.S. M.I.	Jis)	Archer"		1 T04613	_		1
	G.E.F H (15)	Fr L 4 Fg mitg	EOR OFE	e HayTr.(S)	Si Si a	ite i 7.	34	່ມູເ
1	TrataProd	0	کہ بینے کے ک	و جروع مروع بعد ا		Strata Prod.	a church	
ľ	24.1.94	(OXY)	(3) 11 Red Horn		Clinton Oil J			i t
	2 81278 35 00	0164654	014235		1 0147 393	84732 Strata		
	15.49 Z	Wolf Fed 841 7 (8)	"Homme-F	ed	RedHorn En	Strata Sunrise-Fed (Readinc 1		-
<u> </u>	USMI		● ⁵ (6) S. M	ins Hay Tr.(S)	1 to SA base U.S.	M / 82152		
J	، <u>م</u> ال		20		G.E.F. Hay T; ((wo)		22
ľ	5.69 3' 71 - 6(1)	RedHorn En. 10	ي لړ	-	יין ע ר אין	Strata Prod.		
	(err-McGee	9 (10) 0G 1193 (9)	F 284)3		JEMPet	нвр		
	5.90 Z		Amer. Trad.	2	10/119 *04708	84732		
1	14	13 (12 (15) (16)	í a lì a	ate	S.Kizer			1
		Slate Kizer	· · · · · · · · · · · · · · · · · · ·	are lizer	ME.E.H.H.,	U.S.		- 4 .
	6 00 1				Poul Gavis	S. Kizer	U.S.	
 *	19 (3) KedHornEn	······································	• ²² • ²³ (3)	Red Horn En.	; †	Yates Pet. etal	David Bur (memo of or No Term	
. . .	Red HornEn.	Reditorn En.	Q	11 1 93 9	1	6 1 2011	NoTerm	(* 1) -
B	(Pures eliveritien	27(7) (8)	K-1370	VA 142 23년	╧╶┰╴┥	15.5		·
	28 (5) 1	⊂ Φ '/ ● ΄	25 ₽ ²⁴ (5) ₽ ²⁴		{ '			
	6 4897					U.S.		
	5:46 JI	30	EOR	9 - F	2	8 S. Kizer		27
	3 7	(9)	CHHEOPI	E Bell	JENNIFER C			1
P	0 37 ()) 'on Am)	RedHorn	(OPER	HBP	(SA) U	NIT	-	
		Pure E	-				Yates Pet, etal	
1	6.65 I ¹ .	HODOS weiner)	"Hobbs" State		S. Kizer	Sabine Roy.MI	1.C.Ainsw	orth
		State '06:4857 S.Kizer ! "V"	S. Kizer	. i	H.E., H.H.E.	W. H. Harding as S. Kizer, et al	;Exaler Ho	ward
						Grander, er of s	<u>(all sec</u>	
		. K.	Marala		5 P +		Yates Pr	ar 111

NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON YOU MAY REMOVE OR STRIKE ANY OF THE FOLLOWING INFORMATION FROM THIS INSTRUMENT BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVERS LICENSE NUMBER.

MEMORANDUM OF SALT WATER DISPOSAL AGREEMENT

THE STATE OF NEW MEXICO

COUNTY OF ROOSEVELT

KNOW ALL MEN BY THESE PRESENTS:

That the undersigned, GEORGE HAY, LLC, a New Mexico limited liability company, (hereinafter referred to as "Grantor"), whose address is 1728 Avenue Q, Portales, NM 88130 has executed and delivered to MANZANO, LLC, a New Mexico limited liability company, (hereinafter referred to as "Grantee"), whose address is P.O. Box 1737, Roswell, NM 88202, a SALT WATER DISPOSAL AGREEMENT (the "Agreement") dated January 25, 2017 upon the lands described as:

Section 17, Township 7 South, Range 34 East, N.M.P.M., Roosevelt County, New Mexico

Now Therefore, for the consideration set forth in said Agreement, Grantor does hereby grant, lease and let unto Grantee all of the rights as specified therein, to the above described lands.

This Memorandum of Salt Water Disposal Agreement shall be binding on all parties, their heirs, successors and assigns.

GRANTOR:

GEORGE HAY, LLC, a New Mexico limited liability company

Bv: George Hay, Manage

GRANTEE:

MANZANO, LLC, a New Mexico limited liability company

Michael G. Hanagan, Manager

ACKNOWLEDGMENTS

STATE OF NEW MEXICO

COUNTY OF ROOSEVELT

This instrument was acknowledged before me on the 37^{th} of January 2017, by George Hay, Manager of George Hay, LLC, a New Mexico limited liability company, on behalf of said company.

}

Sherry Andrew Notary Bublic My Commission's Expires: 10:23.A

STATE OF NEW MEXICO

STATE OF CHAVES

This instrument was acknowledged before me on the $\cancel{355}$ of January 2017, by Michael G. Hanagan, Manager of Manzano, LLC, a New Mexico limited liability company, on behalf of said company.

CIAL SEAL NA-MARIE SOARES TARY PUBLIC om Expires

Public Notary]

LEGAL NOTICE

Notice is hereby given of the application of Manzano, LLC, P O Box 1737, Roswell, New Mexico to the Oil Conservation Division, and to Commissioner of Public Lands, State of New Mexico, for approval to reenter and convert the Alondra #1 well to a salt water disposal well in the Devonian formation. The surface is owned by George Hay of Portales, New Mexico.

The Manzano, LLC Alondra SWD #1, API#3004120877, is located at 1650 Fsl, 730 Fwl in Section 17, Township 7 South, Range 34 East of Roosevelt County, New Mexico.

The injection interval is the Devonian formation present at depths between 8880 and 9503 feet. The maximum injection pressure it to be 1776 psi and the maximum injection rate is 20,000 BWPD.

Interested parties should file objections or requests for hearing with the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, NM 87505 within fifteen days.

Inquiries regarding this application should be directed to Mike Hanagan, P O Box 1737, Roswell, New Mexico 88202.

		U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only, No Insurance Coverage Provided)			
	2 2 8	Cordelivery information visit our website at www.usps.coms			
	Manzano, LI 咒	Postage 8			
	P O Box 1737	Certified Fee			
•.	Roswell, NM 882	Return Receipt Fee (Endorsement Required)			
· .	575-623-1996 🗄	Restricted Delivery Fee (Endorssement Required)			
February 1, 2017		Total Postage & Fees \$			
	<u>ب</u>	SENT TO EOK OPERIATING			
EOR Operating		STREET, ADI NO.; OF PO BOX NO. ONE RIVERWAY, STE 1010			
One Riverway Suite 610 Houston, Texas 77056		City States 2014 HOUSTON (TX 77056 PSteam 0200, August 2005			

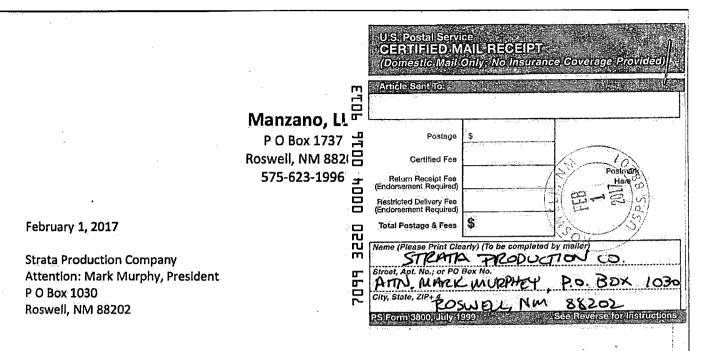
RE: Notice of SWD Permit Being Filed Manzano, LLC Alondra SWD#1

Ladies and Gentlemen,

For your notice, attached is a copy of a permit filed with the New Mexico Oil Conservation Division, located at 1220 South St. Francis Drive, Santa Fe, NM 87505. In this application, Manzano, LLC is proposing to reenter and inject water at 8880 to 9503 in the Devonian formation in the former Alondra Fee #1, located at 1650 Fsl, 730 FWL in Section 17-T7S-R34E. EOR Opoerating is shown as the operator of record of the rights from surface to the base of the San Andres formation in this acreage. Manzano has worked out a salt water disposal agreement with the surface owner, a memorandum of this agreement is attached. Should you have any questions please contact Mike Hanagan, 575-623-1996 or 575-420-8821 cell.

Sincerely,

²⁴Mike Hanagan On Behalf of Manzano, LLC



RE: Notice of SWD Permit Being Filed Manzano, LLC Alondra SWD#1

Dear Mark,

For your notice, attached is a copy of a permit filed with the New Mexico Oil Conservation Division, located at 1220 South St. Francis Drive, Santa Fe, NM 87505. In this application, Manzano, LLC is proposing to reenter and inject water at 8880 to 9503 in the Devonian formation in the former Alondra Fee #1, located at 1650 Fsl, 730 FWL in Section 17-T7S-R34E. A records check revealed Strata Production Company is the operator of record of deep rights in this acreage. Manzano has worked out an agreement with the surface owner, a memorandum of this agreement is attached. Should you have any questions please contact Mike Hanagan, 575-623-1996 or 575-420-8821 cell.

Sincerely,

Mike Hanagan

On Behalf of Manzano, I				
	SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY		
	 Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailplece, 	A. Signature		
	or on the front if space permits.	D. Is delivery address different from item 1?		
	Strata Production Company Attention: Mark Murphey, President	If YES, enter delivery address below: 2107No		
	P.O. Box 1030	8820		
	Roswell, NM 88202			
		3. Service Type		
	9590 9403 0499 5173 0147 52	Adult Signature Restricted Delivery Certified Mail® Certified Mail® Certified Mail Restricted Delivery Collect on Delivery Collect on Delivery		
	2. Article Number (Transfer from service label) 709.9 3220 0004 0016 9013	□ Collect on Delivery Restricted Delivery □ Signature Confirmation™ □ Insured Mail □ Insured Mail Restricted Delivery (over \$500)		
	PS Form 3811, April 2015 PSN 7530-02-000-9053	Domestic Return Receipt		

	Contest of the function of the second sec
4 N	
Manzano, LLC P O Box 1737 Roswell, NM 88202 575-623-1996	(Endorsement Required) Total Postage & Fees
2006	Sent TO FIEDRIGE HIAY Street, Apt. No.: 1728 AVE Q City, States, 219-4 PORTALES, NM 88130 Heuponething August 2000

February 1, 2017

George Hay 1728 Avenue , Portales, NM 88130

Mr. Hay,

Per our recent discussions and salt water agreement, attached for your notice is a copy the permit filed with the New Mexico Oil Conservation Division, located at 1220 South St. Francis Drive, Santa Fe, NM 87505. In this application, Manzano, LLC is proposing to reenter and inject water at 8880 to 9503 in the Devonian formation in the former Alondra Fee #1, located at 1650 Fsl, 730 FWL in Section 17-T7S-R34E. Should you have any questions please contact Mike Hanagan, 575-623-1996 or 575-420-8821 cell.

Sincerely,

Mike Hanagan On Behalf of Manzano, LLC

X Anio Hour Addressee
By Réceived by (Printed Name) C. Date of Delivery
If YES, enter delivery address below:
3. Service Type □ Priority Mail Express® □ Adult Signature □ Registered Mail™ □ Adult Signature Restricted Delivery □ Registered Mail Restrict □ Certified Mail® □ Delivery
Certified Mail Restricted Delivery
Collect on Delivery Restricted Delivery Signature Confirmation

3/10/2017

USPS Tracking[®]

Still Have Questions?

Browse our FAQs >

Available Actions



Get Easy Tracking Updates > Sign up for My USPS.

Hynter Dil

Tracking Number: 70163010000017174679

Product & Tracking Information

Po	stal Product:	Features: Certified Mail™		Text Updates
	DATE & TIME	STATUS OF ITEM	LOCATION	Email Updates
	March 9, 2017 , 10:10 am	Delivered, Front Desk/Reception	HOUSTON, TX 77079	
P 	Your item was delivered to the fro HOUSTON, TX 77079.	ont desk or reception area at 10:10	am on March 9, 2017 in	
	March 9, 2017 , 5:32 am	Departed USPS Facility	NORTH HOUSTON, TX 77315	
n de la construcción de la constru Construcción de la construcción de l	March 8, 2017 , 12:09 am	Arrived at USPS Facility	NORTH HOUSTON, TX 77315	
	March 7, 2017 , 1:39 am	Departed USPS Facility	LUBBOCK, TX 79402	
Souther were	March 6, 2017 , 11:09 pm	Arrived at USPS Facility	LUBBOCK, TX 79402	

Track Another Package

Tracking (or receipt) number

Track It

Manage Incoming Packages

Track all your packages from a dashboard. No tracking numbers necessary.



Sign up for My USPS >

HELPFUL LINKS

Contact Us Site Index FAQs

ON ABOUT.USPS.COM About USPS Home Newsroom USPS Service Updates Forms & Publications Government Services Careers

OTHER USPS SITES

Business Customer Gateway Postal Inspectors Inspector General Postal Explorer National Postal Museum Resources for Developers

LEGAL INFORMATION

Privacy Policy Terms of Use FOIA No FEAR Act EEO Data

Copyright © 2017 USPS. All Rights Reserved.

Legal # 56876 Copy of Publication

STATE OF NEW MEXICO COUNTIES OF CURRY AND ROOSEVELT: The undersigned, being dully sworn, says: That she is a Legal Clerk of The Eastern New Mexico News Newspaper of general circulation, Published in English at Clovis and Portales, said counties and state, and that the hereto attached

Notice of Application Legal 56876

was published in The Eastern New Mexico News 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 1 Days/weeks on the same days as follows:

First Publication: I Second Publication: Third Publication:

February 5, 2017

Third Publication: Fourth Publication:

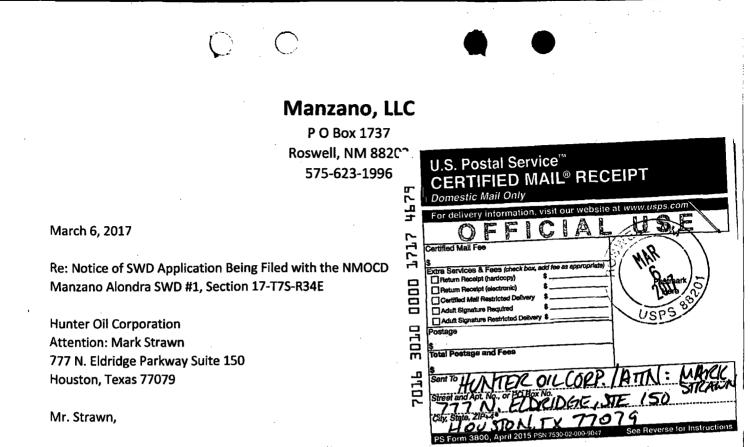
Legal Clerk

Subscribed and sworn to before me, February 5, 2017

Notary Public LESLIE MADY NOTARY PUBLIC STATE OF NEW MEXICO

My commission expires on May 24, 2019

Notice is hereby given of the application of Man-zano, LLC, P O Box 1737, Roswell, New Mexico to the Oil Con-servation Division, and Commissioner Public Lands, State of New Mexico, for ap-proval to reenter and convert the Alondra #1 well to a salt water disposal well in the Devonian formation. The surface is owned by George Hay of Por-tales, New Mexico. The Manzano, LLC Alondra SWD #1, API#3004120877, is lo-cated at 1650 Fsl, 730 Fwi in Section 17, Township 7 South, Range 34 East of Roo-sevelt County, New Mexico. The injection Interval is the Devonian formation present at depths between 8880 and 9503 feet. The maximum injection pressure it to be 1776 psl and the maximum injection rate is 20,000 BWPD. Interested parties should file objections or requests for hearing with the Oil Conservation Division; 1220 South St. Francis Drive, Santa Fe, NM 87505 within fifteen days. Inquiries, regarding this application should be directed to Mike Hana-gan, P O Box 1737, Roswell, New Mexico 88202.



Please find attached a notice to offset operator we sent to EOR Operating on February 1. It was returned to us from the address EOR Operating had on file with the NMOCD. I understand from Mike Hanagan, that you have purchased EOR Operating whose subsidiary, Ridgeway Arizona, owns rights in the Chaveroo San Andres field.

The application is for Manzano to reenter the Alondra #1 located at 1650 Fsl and 730 Fwl in Section 17-T7S-R34E and inject water into the Devonian at 8880 to 9503 feet. EOR Operating is shown as the operator of record for this acreage within ½ mile of the proposed well, for rights from surface to the base of the San Andres formation. Manzano has worked out a salt water disposal agreement with the surface owner. Should you have any questions, please contact Mike Hanagan or me at 575-623-1996. Thank you.

Sincerely,

la wonad

John Worrall, Partner Cell 575-420-5853 jworrall@manzanoenergy.com

	U.S. Postal Service [™] CEF [¬] ·FIED MAIL [®] RECEIP T Dome ₂ Mail Only
Manzano, LLC P.O. Box 1737	For delivery information, visit our website at <i>www.usps.com</i>
Roswell, New Mexico 88202-1737	Actual Signature Restricted Delivery \$
February 28, 2017 Occidental Permian LP 5 East Greenway Plaza #110 Houston Texas 77046-0521	Sent To OCCIDENTAL PORMIAN LP Street and Apt No. or PO BOX NO. 5

RE: Salt Water Disposal Application Alondra Fee #1 Section 17-T7S-R34E Roosevelt County, New Mexico

Ladies & Gentlemen,

Please find attached a copy of our permit concerning the application of Manzano, LLC to inject water into the Alondra Fee #1 located at 1650 Fsl and 730 Fwl in Section 17-T7S-R34E of Roosevelt County. We are proposing to inject water in the Devonian formation from 8880 to 9503 feet. Occidental Permian LP is the owner of operating rights below the San Andres in the E/2 of Section 17, within a ½ mile radius of the proposed injection well. Accordingly we are providing notice of our application to the NMOCD for injection.

Thank you and please feel free to contact me with any questions or comments (my cell phone number is 575-420-5853).

Sincerely,

MANZANO, LLC 14 John Worrall

1

		3 8 9	U.S. Postal Service CEF 1FIED MAIL® RECEIPT Domes: Mail Only
		1717 43	For delivery information, visit our website at www.usps.com*.
Manzano, LLC		000	Extra Services & Fees (check box, add fee as appropriate) Return Receipt (hardcopy) Return Receipt (lardcopy) Certified Mail Restricted Delivery Leartified Mail Restricted Delivery
P.O. Box 1737		Ξ	Adut Signature Required Delivery \$
Roswell, New Mexic	co 88202-1737	30.10	Postage S Total Postage and Fees
	February 28, 2017	7076	Sent To PERMIAN RESURCES
Permian Resources P O Box 590 Midland, Texas 79702			City, State, 2/P+4 DLANN TX 79702 PS Form 3800, April 2015 PSN 7530-02-000-9047 Sco Reverse for Instructions

RE: Salt Water Disposal Application Alondra Fee #1 Section 17-T7S-R34E Roosevelt County, New Mexico

Ladies & Gentlemen,

Please find attached a copy of our permit concerning the application of Manzano, LLC to inject water into the Alondra Fee #1 located at 1650 Fsl and 730 Fwl in Section 17-T7S-R34E of Roosevelt County. We are proposing to inject water in the Devonian formation from 8880 to 9503 feet. Permian Resources is the Lessee of Record for BLM lease 0142393 which is located on adjoining lands in Sections 18-20, within a ½ mile radius of the proposed injection well. Accordingly we are providing notice of our application to the NMOCD for injection.

Thank you and please feel free to contact me with any questions or comments (my cell phone number is 575-420-5853).

Sincerely,

MANZANO, LLC John Worrall

1

· · · · · · · · · · · · · · · · · · ·	🖫
Roswell, New Mexico 88202-1737	7 3
P.O. Box 1737	
Manzano, LLC	

February 28, 2017

Occidental Permian LP 5 East Greenway Plaza #110 Houston, Texas 77046-0521

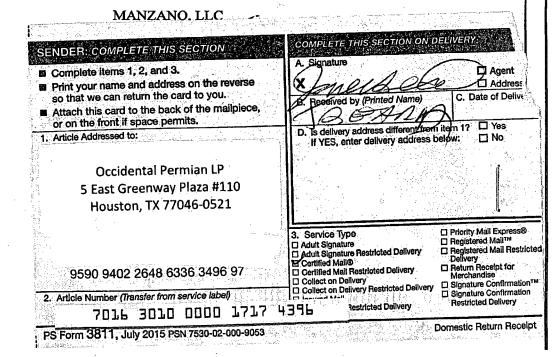
RE: Salt Water Disposal Application Alondra Fee #1 Section 17-T7S-R34E Roosevelt County, New Mexico

Ladies & Gentlemen,

Please find attached a copy of our permit concerning the application of Manzano, LLC to inject water into the Alondra Fee #1 located at 1650 Fsl and 730 Fwl in Section 17-T7S-R34E of Roosevelt County. We are proposing to inject water in the Devonian formation from 8880 to 9503 feet. Occidental Permian LP is the owner of operating rights below the San Andres in the E/2 of Section 17, within a ½ mile radius of the proposed injection well. Accordingly we are providing notice of our application to the NMOCD for injection.

Thank you and please feel free to contact me with any questions or comments (my cell phone number is 575-420-5853).

Sincerely,



U.S. Postal Service

xtra Services & Fees (check box, add fae as appropria

(i))

Return Receipt (hardcopy)

Actim Receipt (electronic)
 Centified Mall Restricted Deliver
 Adult Signature Required
 Adult Signature Restricted Deliv

Total Postage and Fees

Postage

d Mali Fe

7 4396

L7L

FIED MAIL[®] REC

ITAL PERMIAN LF

71046-052

3/23/2017

USPS.com® - USPS Tracking®

Still Have Questions?

Browse our FAQs >



Get Easy Tracking Updates > Sign up for My USPS.

EOR/Hyntaz

Tracking Number: 70163010000017174679

USPS Tracking®

Product & Tracking Information

Postal Product:

DATE & TIME

Features: Certified Mail[™]

STATUS OF ITEM **Delivered**, Front March 9, 2017, 10:10 am

LOCATION

HOUSTON, TX 77079

Your item was delivered to the front desk or reception area at 10:10 am on March 9, 2017 in HOUSTON, TX 77079.

والمتحافة ومارية المعينا ويقترون وه

Desk/Reception

<u>p</u>			
	March 9, 2017 , 5:32 am	Departed USPS Facility	NORTH HOUSTON, TX 77315
	March 8, 2017 , 12:09 am	Arrived at USPS Facility	NORTH HOUSTON, TX 77315
	March 7, 2017 , 1:39 am	Departed USPS Facility	LUBBOCK, TX 79402
	March 6, 2017 , 11:09 pm	Arrived at USPS Facility	LUBBOCK, TX 79402

an Angelan i maan ay ay ya ka dibaa ta baas ay ay ay ay ay ay ay ay

Track Another Package

Tracking (or receipt) number

Track It

to common mergenery integrate

Text Updates

Email Updates

Available Actions

Manage Incoming Packages

Track all your packages from a dashboard. No tracking numbers necessary.



Sign up for My USPS >

HELPFUL LINKS

Contact Us Site Index FAQs

ON ABOUT.USPS.COM About USPS Home Newsroom **USPS Service Updates** Forms & Publications Government Services

Careers

OTHER USPS SITES

Business Customer Gateway Postal Inspectors Inspector General Postal Explorer National Postal Museum **Resources for Developers**

LEGAL INFORMATION

Privacy Policy Terms of Use FOIA No FEAR Act EEO Data

Copyright © 2017 USPS. All Rights Reserved.

USPS Tracking [®]			Still Have Questions? Browse our FAQs >
	Penn	^ A _)	Get Easy Tracking Updates > Sign up for My USPS.
Tracking Number: 701630100	Perm. Rese	an 14nc es	
Product & Tracking	Information		Available Actions
ostal Product:	Features: Certified Mail [™]		Text Updates
DATE & TIME	STATUS OF ITEM		Email Updates
March 17, 2017 , 11:58 am	Delivered	MIDLAND, TX 79701	
Your item was delivered at 11:58	am on March 17, 2017 in MIDLAN	ID, TX 79701.	
March 15, 2017 , 11:55 am	Available for Pickup	MIDLAND, TX 79702	
March 15, 2017 , 11:52 am	Arrived at Unit	MIDLAND, TX 79701	
March 5, 2017 , 8:40 am	In Transit to Destination	1. The second	
March 4, 2017 , 1:40 am	Departed USPS Facility	MIDLAND, TX 79711	
March 3, 2017 , 2:42 am	Arrived at USPS Facility	MIDLAND, TX 79711	
March 2, 2017 , 11:33 pm	Departed USPS Facility	LUBBOCK, TX 79402	
March 2, 2017 , 10:48 pm	Arrived at USPS Facility	LUBBOCK, TX 79402	
Track Another Pac	ckage		Manage Incoming Packages
Tracking (or receipt) number	<u> </u>	· · · · · · · · · · · · · · · · ·	Track all your packages from a dashboard. No tracking numbers necessary.
		Track It	Sign up for My USPS >
	······································		
	ON ABOUT.USPS.COM	OTHER USPS SITES	
ontact Us	About USPS Home	Business Customer Gateway	y Privacy Policy
ontact Us ite Index	About USPS Home Newsroom USPS Service Updates	Business Customer Gateway Postal Inspectors Inspector General	y Privacy Policy Terms of Use FOIA
IELPFÜL LINKS Sontact Us ite Index AQs	About USPS Home Newsroom	Business Customer Gateway Postal Inspectors	y Privacy Policy Terms of Use

https://tools.usps.com/go/TrackConfirmAction.action?tRef=fullpage&tLc=2&text28777=&tLabels=70163010000017174389%2C%0D%0A

1/2

McMillan, Michael, EMNRD

From:	McMillan, Michael, EMNRD
Sent:	Monday, March 27, 2017 1:19 PM
То:	'John Worrall'
Cc:	'Mike Hanagan'; 'anna-marie@manzanoenergy.com'; Jones, William V, EMNRD; Goetze,
	Phillip, EMNRD
Subject:	RE: Alondra SWD Well No. 1 tracking

John:

The OCD is concerned about injection into the Ellenburger formation. Therefore, the OCD will require you to provide a cross-section that shows the Siluro-Devonian, Montoya, and possibly Ellenburger tops (there is approximately 150 feet of the well that the Schlumberger log did not cover). As a result, I cannot recommend signature by the Director until that information is supplied.

Thanks Mike

From: McMillan, Michael, EMNRD Sent: Friday, March 17, 2017 9:54 AM To: John Worrall <jworrall@manzanoenergy.com> Cc: 'Mike Hanagan' <mike@manzanoenergy.com>; anna-marie@manzanoenergy.com Subject: RE: Alondra SWD Well No. 1 tracking

Do you have return receipts for Oxy and Permian Resources? Thanks Mike

From: McMillan, Michael, EMNRD Sent: Friday, March 10, 2017 1:44 PM To: John Worrall <<u>iworrall@manzanoenergy.com</u>> Cc: 'Mike Hanagan' <<u>mike@manzanoenergy.com</u>>; <u>anna-marie@manzanoenergy.com</u> Subject: RE: Alondra SWD Well No. 1 tracking

John and Ann-Marie: Thanks for the tracking for Hunter Oil Company How about the tracking for the two other companies? Mike

From: John Worrall [<u>mailto:jworrall@manzanoenergy.com</u>] Sent: Friday, March 10, 2017 1:26 PM To: McMillan, Michael, EMNRD <<u>Michael.McMillan@state.nm.us</u>> Cc: 'Mike Hanagan' <<u>mike@manzanoenergy.com</u>> Subject: FW:

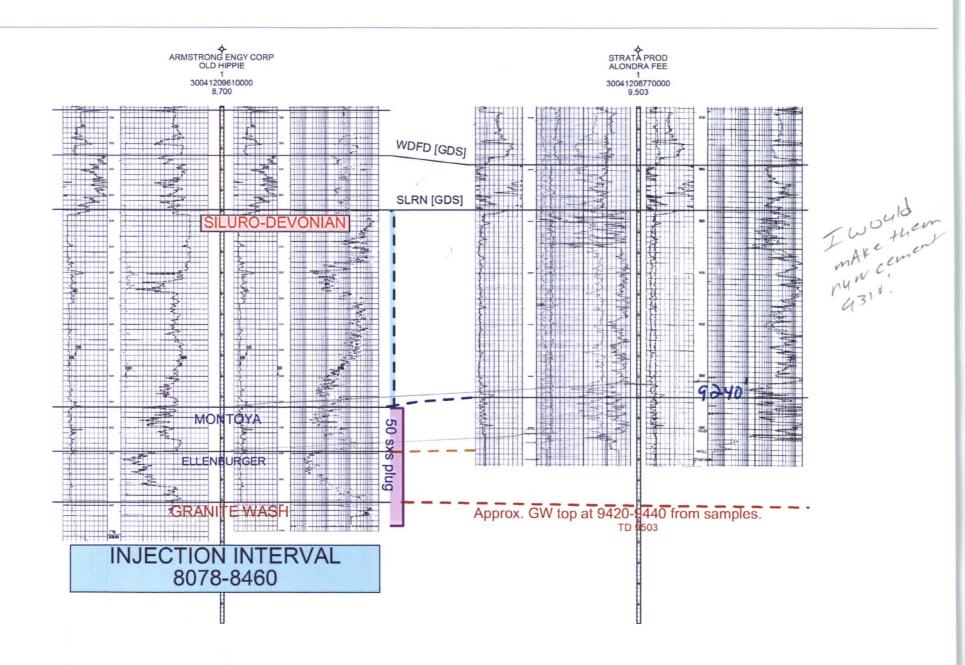
Mike, The link below confirms our certified notice to EOR/Hunter was received. You can refer to the prior email this morning to see the numbers match up. Thank You. John

From: Anna-Marie Soares [mailto:anna-marie@manzanoenergy.com] Sent: Friday, March 10, 2017 12:12 PM To: jworrall@manzanoenergy.com Subject:

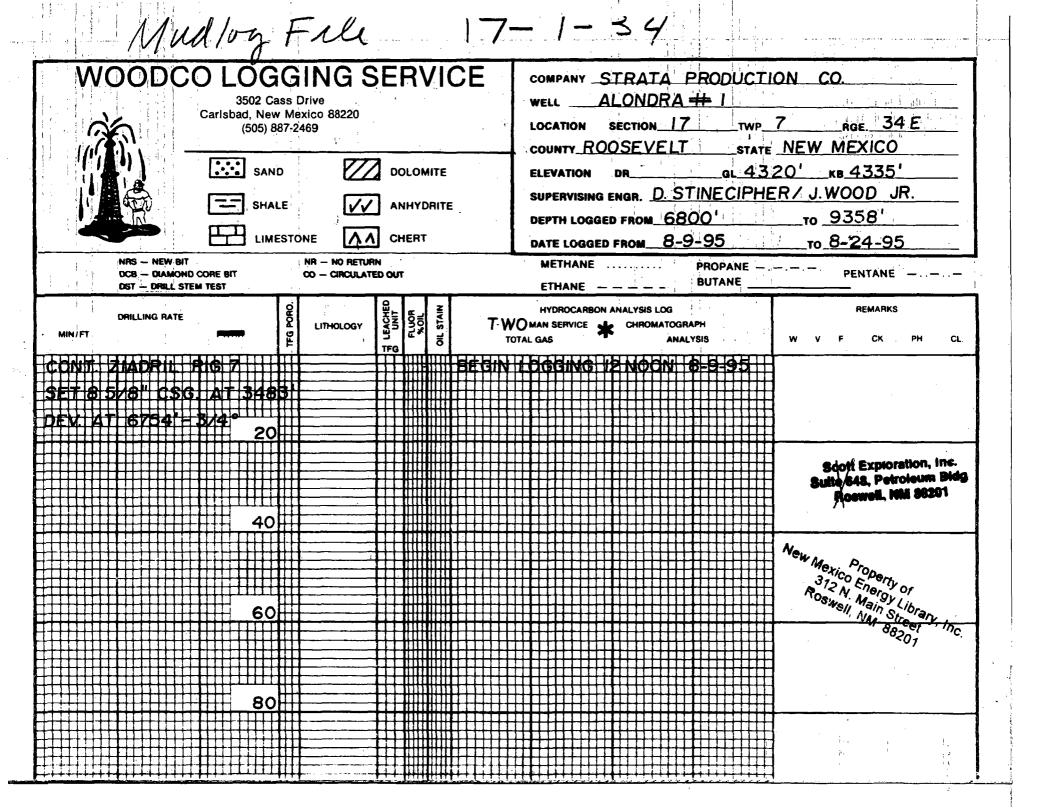
https://tools.usps.com/go/TrackConfirmAction.action?tRef=fullpage&tLc=2&text28777=&tLabels=70163010000017174



P.O. Boy 1797 • ROOMTLI, NIN 88202 1797 PH 575.621 1000 pm, 301 • FAX 575 625 2620 (MML ANTALAND CONSCIONARIA CON MULTIN MANGANO CONSTITUTION MULTIN MANGANO CONSTITUTION



H9-81



Scott Exploration, Inc.

Suite 648, Petroleum Bldg. Roswell, New Mexico 88201 Tel: (505) 622-5891

August 27, 1995

SAMPLE DESCRIPTIONS

Strata Production Company Allondra Fee #1 well Section 17-T7S-R34E 1650'FSL & 730'FWL Roosevelt County,N.M.

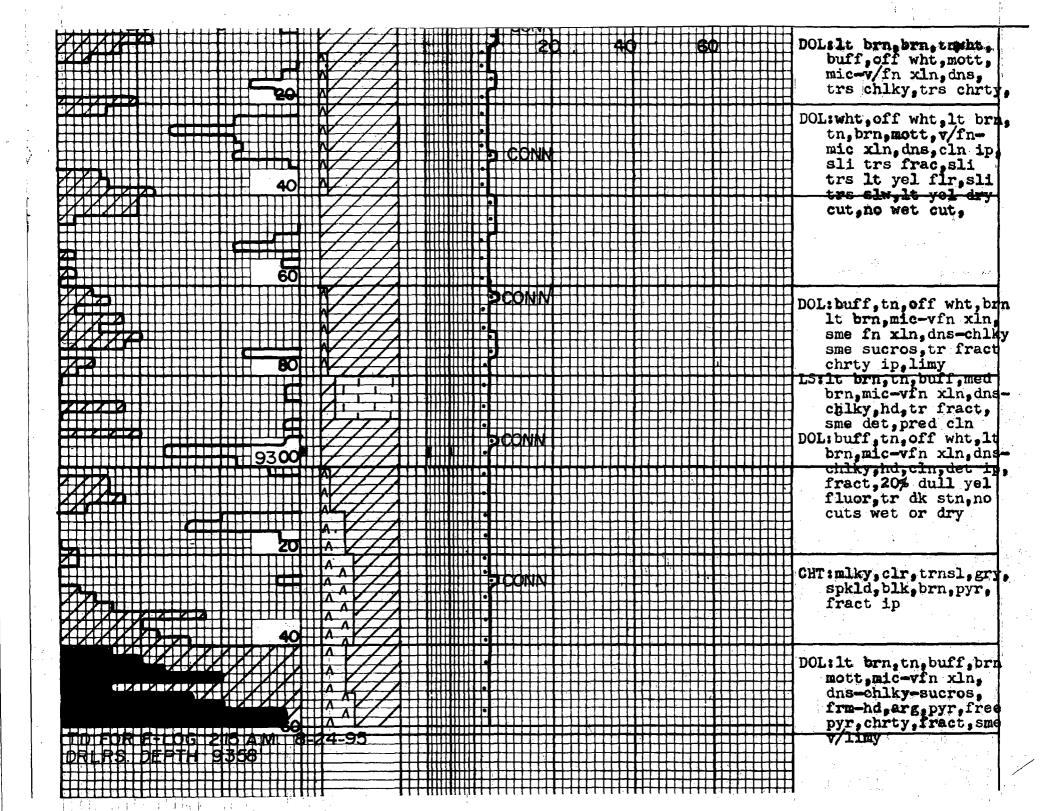
DEPTH

.

9360-70	-40% Dolomite: med-lt brn,vfxln,dns,sm sucrosic,no show 30% Limestone: wht/lt brn microxln, sft 20% Shale: Red beds, sft/frm, washed, cavings 10% Chert: Clr, Gry-Blu, angular
9370-80	50% Dolo: lt brn/tn vfxln, dns, sm sucrosic,no show 20% Shale: Red Beds, Cavings,sft/frm, washed 20% Limestone: wht/lt brn, sft, microxln 10% Chert: wht/brn, angular
9380-90	60% Dolo: lt brn/tn vfxln,dns,sm sucrosic, no show 20% Shale: As Above 10% Limestone: wht/lt brn, sft/frm, vfxln 10% Chert: wht/clr/brn, angular
9390-9400	<pre>80% Dolo: lt-med brn/tn vfxln, sm dens/sm sucrosic no show 10% Limestone: wht/lt brn, vfxln, sft 10% Shale: Red Beds, sft/frm, cavings TRC Chert: wht/clr/brn, angular</pre>
9400-10	Same as above
9410-20	80% Dolo: lt-med brn/yel-brn, vfxln, sm dns, sm sucrosic, no show 10% Limestone: wht, microxln, sft/frm 10% chert Trc Sand: uncons quartz grns, sub ang/subrnd
9420-30	80% Dolo: Lt brn/ yel-brn, dns, frm, microxln 10% SS: clr/wht, uncons,subang-subrnd, vf-fg, poorly srtd, 10% Chert: wht/brn, translucent, angular

		Dolo: lt brn/yel brn, dns, frm, microxln SS: clr/wht,vf-fg, uncons, subang, prly srtd
And an and a contraction of the	Trc	Chert: wht/brn, translucent, angular
944		Dolo: As above SS: As above
945	50-60 30%	Quartz: clr/wht,angular,sm intgrn w/drk mins vf-med grn
lint ⁽ reise, sr		Dolo: lt brn/yel brn, vfxln, dns Chert: wht/brn, angular,
nn (11 - 1	· · · · · · · · · · · · · · · · · · ·	
• • •		Dolo: Lt brn/ yel-brn, vfxln, dns Shale: red beds,cavings
	70-80 70%	Quartz: clr/wht, angular, intgrn w/drk mins,poss sm feldspar w grn stn, poss sm chlorite
		Dolo: Lt brn/ yel-brn, vfxln, dns Shale: red beds,cavings

ŧ



McMillan, Michael, EMNRD

-From: -	John Worrall <jworrall@manzanoenergy.com></jworrall@manzanoenergy.com>
Sent:	Monday, April 3, 2017 11:42 PM
To:	McMillan, Michael, EMNRD; Goetze, Phillip, EMNRD
Cc:	'Mike Hanagan'
Subject:	Alondra formation tops and cross section, SWD Application
Attachments:	allondra ML & samples.pdf; cross section.JPG

Mike and Philip,

Per your request I attach a cross section from the Old Hippie #1 (Section 32-T6S-R34E)logs to the Strata Production Alondra #1 (Section 17-T7S-R34E). This is a stratigraphic section showing the porosity and resistivity log for each well hung from the top of the Devonian. Recall that the Alondra SWD application was made before Philip Goetz informed me of the significance of the presence of the Ellenberger and Granite Wash for SWD permits during his analysis of the subsequent Old Hippie application. And recall that both wells are located along the southern portion of the Matador Arch. This is an area of abbreviated section from the top of the Devonian to the top of Granite Wash. The interval is over 2000 feet thick only a few miles to the south. So it makes correlations a little tricky.

The logs show a clear Woodford and Siluro-Devonian section. In the Alondra well, I interpret the top of the Montoya is present at 9240. It has similar porosity and gamma ray character to the Montoya section in the Old Hippie #1. The top of the Ellenberger on depth should have come in at approximately 9340 in the Alondra well. I retrieved all available information from Strata Production Company who graciously provided me with the mudlog and sample descriptions (Attached). The Alondra was drilled to a depth of 9365 feet in 1995. See the attached mudlog. Most of the interval below the Woodford, from 8870 to 9200 feet drilled at 7 minutes per foot. From 9200 to 9365, the rate slowed to over 20 minutes per foot in what should have been the depth of the Ellenberger (9340). So either the Ellenberger is not present, or it is present but it was tight or the bit was worn out. But in any event, I agree the best (and safest) guess for an Ellenberger top is 9340 feet. After logging, Strata went back and drilled another 140 feet to a TD of 9503 feet and then plugged and abandoned the hole without running production casing. They did not mudlog or log the interval from 9365 to 9503 but they did provide me with sample descriptions prepared by geologist George Scott Jr. (my father-in-law). Sample descriptions for this bottom 140 ft interval show they started picking up some sand at 9420 feet suggesting they were entering the Granite Wash.

In the SWD application of the Old Hippie, we were able to resubmit our application by agreeing to set a 50 sxs plug from TD to 8460 feet, and refile the wellbore diagram and injection sheets. If it meets with your approval, we would be pleased to do the same thing with the Alondra SWD application. If you will tell me how high to bring the cement, I will reattach a new wellbore diagram and injection sheets to emplace a cement plug over the Granite Wash/Ellenberger section.

Thank you for your time and patience in reviewing our application.

Sincerely,

John Worrall Geologist, Manzano, LLC



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

(quarters are 1=NW 2=NE 3=SW 4=SE) (quarters are smallest to largest) (NAD83 UTM in meters)

No records found.

PLSS Search:

Section(s): 7-9, 16-21

Township: 07S Range: 34E

The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data.

4/5/17 10:21 AM

WATER COLUMN/ AVERAGE DEPTH TO WATER

	2/00/247		3/17	1/201 4/·g/2	м.7	
C-108 Review Checklist: Rec	eived Add. Requ	est:	7		[Ver 15]	
ORDER TYPE: WFX / PMX / SWD Num	iber: 1669 Order	Date:	Legacy Permit	s/Orders:		
Well No. 2 Well Name(s): ALUND						
API: 30-0 4-20877 Spud Date:	1/29/1945	New or Old:	UIC Class II	Primacy 03/07/1982)		
Footages 73 VFWL Lot	or Unit I Sec 17	_Tsp_	75 B	County LUUS	eicil	
Footages 73 VFWL Lot General Location: 225 miles SE/49	Pool:	unj Suojo	evonian-Sil	UriAn Pool No.: G7 8	69	
BLM 100K Map: Deerator: A	nzAnglu	OGRID:	Contac	st: SUD, DEVOR	nicn	
COMPLIANCE RULE 5.9: Total Wells: 36 Inactive:	Fincl Assur:	Compl.		i.9 OK?_Y_Date:_Y	-6-2017	
WELL FILE REVIEWED \bigcirc Current Status: $P \neq A$				/		
WELL DIAGRAMS: NEW: Proposed O or RE-ENTER: B	Before Conv. () After C	onv. O	logs in Imaging:	<u>(</u>	· · · · · · · · · · · · · · · · · ·	
Planned Rehab Work to Well: DUN Structure	Asing Cin	Calote	Surfue. Ku	w32 tabing	plage 242	
Well Construction Details Sizes (in) Borehole / Pipe	Setting Depths (ft)		Cement Sx or Cf	Cement Top and Dete	rmination Method	
Planned _or Existing _Surface 175/1338	3453455	Stage Tool	425	Synfull	VISYal	
Planned_or Existing _ Interm/Prod 12 44 8 48	3465		1600	SURFACE	1Visyal	
Planned_or Existing _Interm/Prod						
Planned_or Existing Prod/Liner				· · · · · · · · · · · · · · · · · · ·		
Plannedor Existing Liner	· · · · · · · · · · · · · · · · · · ·		-			
Planned_or Existing _ OH / PERF		Inj Length	Compl	etion/Operation Det	ails:	
Injection Lithostratigraphic Units: Depths (ft)	njection or Confining	Tops	Drilled TD 950	3 PBTD		
Adjacent Unit: Litho. Struc. Por.	Units	00-70	NEW TD			
Confining Unit: Litho. Struc. Por.	1.2	8790	NEW Open Hole	or NEW Perfs		
Proposed Inj Interval TOP:		9775	Tubing Size 32	in. Inter Coated?	×	
Proposed Inj Interval BOTTOM:			Proposed Packer De	epthftftft		
Confining Unit: Litho. Struc. Por.			Min. Packer Depth _	874 (100-ft limit	.)	
Adjacent Unit: Litho. Struc. Por.				ace Press. <u>776</u> p		
AOR: Hydrologic and Geologic Info		Ĺ		776 (0.2 psi pe	and the second	
POTASH: R-111-P NH Noticed? BLM Sec Ord (◯ WIPP ◯ Noticed?	Salt/Sal	ado T:B:	<u>NW</u> : Cliff House fm_		
FRESH WATER: Aquifer	_ Max Depth	HYDRC	AFFIRM STATEME	NT By Qualified Perso		
NMOSE Basin: CLOUIS CAPITAN REEF: th	iru adj 🚺	No. Weljs w	ithin 1-Mile Radius?	FW Analysis	MA	
Disposal Fluid: Formation Source(s) SEA Andre	Analysis	· /	On Lease () Operato	or Only () or Commerci	ial ()	
Disposal Int: Inject Rate (Avg/Max BWPD):	1	1.	-			
HC Potential: Producing Interval?		-				
AOR Wells: 1/2-M Radius Map? Well List?	AOR Wells: 1/2-M Radius Map? Well List? Total No. Wells Penetrating Interval: Horizontals?					
Penetrating Wells: No. Active Wells						
Penetrating Wells: No. P&A Wells		· · ·		-		
NOTICE: Newspaper Date <u>February 5</u> Minefal Ov RULE 26.7(A): Identified Tracts?Affected Person	wner	_ Surface O	wher George H	N. Date	267,201	
RULE 26.7(A): Identified Tracts?Affected Perso	ns: Striftq, E	SOR	-/Hyntaz	N. Date M	Apolis, 200	
Order Conditions: Issues: flygbAc	K From	950	3-920	o. y fo s.	<u>xS</u>	
Add Order Cond:						

. .

.

.