20 North Broadway, Suite 1500 Oklahoma City, Oklahoma 73102-8260 Telephone 405/235-3611 FAX 405/552-4550

August 12, 1994

RE: Application for Authorization to Inject East Shugart Unit #33

State of New Mexico Oil Conservation Division P. O. Box 2088 Santa Fe, NM 87504

Attn: Mr. Dave Catanach

Dear Mr. Catanach:

Enclosed are the original and 1 copy of our Application for Authorization to Inject (Form C-108) for the above referenced well in Eddy County. I also sent a copy of this application to the Artesia district office and the Bureau of Land Management office in Carlsbad. Please direct any inquiries concerning this application to our area district engineer, E. L. Butross (Ernie) at (405) 552-4509.

Sincerely yours,

Devon Energy Corporation (Nevada)

Karen Rosa

Karen Rosa

Engineering Assistant

/kr

Enclosures

cc: OCD - Artesia District Office

BLM - Carlsbad

OIL CONSERVATION DIVISION

POST OFFICE BOX (4388)
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICU 87501

APPLIC	ATION FOR AUTHORIZATION TO INJECT
Ι.	Purpose: Secondary Recovery Pressure Maintenance Disposal Storage Application qualifies for administrative approval? yes X no
II.	Operator: Devon Energy Corporation (Nevada)
	Address: 20 North Broadway, Suite 1500, Oklahoma City, OK 73102
	Contact party: E. L. Buttross, Jr. (Ernie) Phone: (405) 552-4509
III.	Well data: Complete the data required on the reverse side of this form for each well proposed for injection. Additional sheets may be attached if necessary.
IV.	refer to Attachment III Is this an expansion of an existing project? yes no If yes, give the Division order number authorizing the project
V.	Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review. refer to Attachment V
VI.	Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail. refer to Attachment V
VII.	Attach data on the proposed operation, including: refer to Attachment VII
	 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.).
111.	Attach appropriate geological data on the injection zone including appropriate lithologic detail, geological 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 source known to be immediately underlying the injection interval. refer to Attachment VIII
IX.	Describe the proposed stimulation program, if any. The perfs will be acidized with
х.	Attach appropriate logging and test data on the well. (If well logs have been filed with the Division they need not be resubmitted.) This information is already on file
XI.	with the OCD. 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. There are no fresh water wells in this
XII.	area. 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 source of drinking water. refer to Attachment XII.
III.	Applicants must complete the "Proof of Notice" section on the reverse side of this form.
XIV.	refer to Attachment 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:E. L. Buttross, Jr
	Signature: E.Z. Button Ju. Date: P/4/94
submi	ne information required under Sections VI, VIII, X, and XI above has been previously steed, it need not be duplicated and resubmitted. Please show the date and circumstance earlier submittal.

DISTRIBUTION: Original and one copy to Santa Le with one copy to the appropriate Division

III. WELL DATA

- 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 name of the next higher and next lower oil or gas zone in the area of the well, if any.

XIV. PROOF OF NOTICE

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 leasehoud operator within one-half mile of the well location.

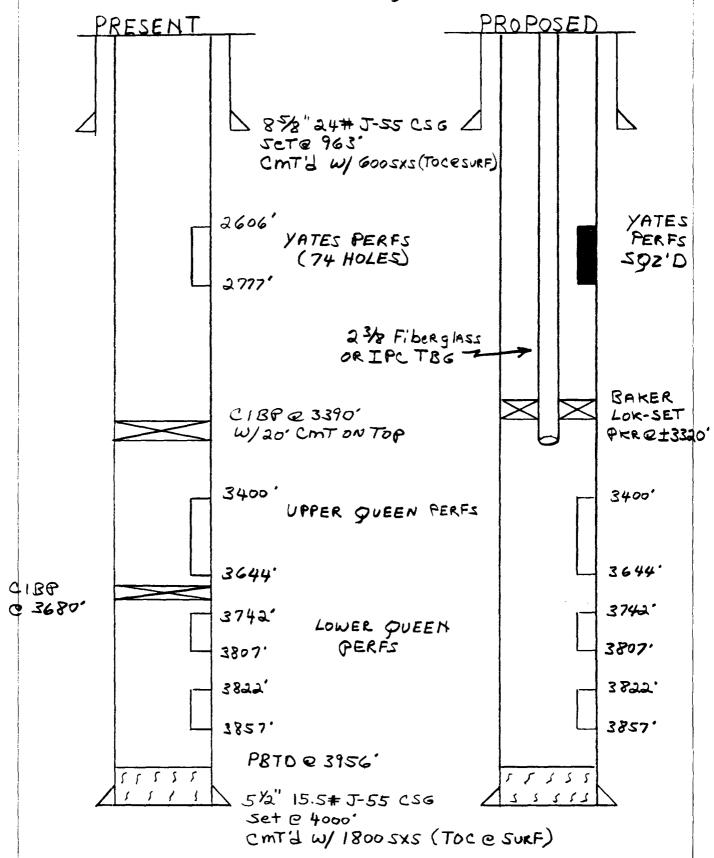
Where an application is subject to administrative approval, a proof of publication must be submitted. Such proof shall consist of a copy of the legal advertisement which was published in the county in which the well is located. The contents of such advertisement must include:

- The name, address, phone number, and contact pasty 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, P. O. Box 2088, Santa Fe, New Mexico 87501 within 15 days.
 - NO ACTION WILL BE TAKEN ON THE APPLICATION UNTIL PROPER PROOF OF NOTICE HAS BEEN SUBMITTED.

NOTICE: Surface owners or offset operators must file any objections or requests for hearing of administrative applications within 15 days from the date this application was mailed to them.

WELLBORE SCHEMATIC

EAST SHUGART UNIT #33
GGO' FNL+ 990' FNL, SEC 34-T185-R31E
EDDY COUNTY, NM.



ATTACHMENT III (tabular)

WELL DATA

- A. (1) East Shugart Unit #33 660' FNL & 990' FEL Section 34-T18S-R31E Eddy County, NM
 - (2) Please refer to the wellbore schematic labeled Attachment III-(schematic). Cement was circulated back to surface on the surface string and the production string.
 - (3) We will be using 2 3/8" fiberglass or internally coated tubing The tubing will be set at 3320' (\pm).
 - (4) We will use a 5 1/2" x 2 3/8" Loc-set packer (internally coated) set at 3320' (±).
- B. (1) The injection formations will be the Queen sands in the Shugart (Y-SR-Q-G) Field.
 - (2) The injection interval will be selectively perforated. The proposed perforated intervals are as follows:

```
3400' - 3450' (12' - 24 holes)

3529' - 3537' (7' - 14 holes)

3638' - 3644' (7' - 14 holes)

3742' - 3807' (29' - 29 holes)

3822' - 3857' (20' - 22 holes)
```

- (3) This well was originally drilled as a Yates-Queen oil well. It was shut-in after testing at a non-commercial rate from these zones.
- (4) Please refer to the wellbore schematic labeled Attachment III (schematic). The Yates perfs from 2606' 2777' will be cement squeezed. The CIBP's at 3390' and 3680' will be drilled out.

There are no lower oil or gas zones in the area of this well. The Yates is open above the proposed injection perfs from 2606'-2777' but these perfs will be

(5) cement squeezed prior to converting the well to injection.

HINKLE "B" FED. #7	HINKLE "B" FED. #6	HINKLE "B" FED #5	WELL NAME
Sec. 34-18S-31E 1650' FNL & 990' FWL	Scc. 34-18S-31E 330' FNL & 1650' FWL	Sec. 34-18S-31E 330' FNL & 990' FWL	LOCATION
8/27/76	1/8/76	8/17/75	SPUD DATE
9/27/76	1/20/76	9/9/75	COMPLETION DATE
Queen Oil	Queen Oil	Queen Oil	TYPE OF WELL
TD 3955' PBTD 3930'	TD 4493° PBTD N/A	TD 3634° PBTD N/A	DEPTH/PBTD
8 5/8" csg @ 650' (275 sx cmt.) 4 1/2" csg @ 3635' (800 sx cmt.) Perf'd 3558' - 3656' (21 holes) 40,000 gals H ₂ O, 40,000# 20/40 sand Perf'd 3722' - 3854' (26 holes) 40,000 gals H ₂ O, 40,000# 20/40 sand	8 5/8" csg @ 650' (300 sx cmt.) 4 1/2" csg @ 4481' (300 sx cmt.) Perf'd 3600' - 3662' (12 holes) 40,000 gals H ₂ O Perf'd 3782' - 3800' (10 holes) 55,000# 20/40 sand 12 bbls 15% acid	8 5/8" casing @ 650' (300 sx cmt.) 5 1/2" casing @ 3634' (300 sx cmt.) Perf d 2536' - 2790' (28 holes) 40,000 gal lease oil 45,000# 20/40 sand 250 gals acid (15% rcg) 250 gals conv. DS 30 acid	COMPLETION RECORD
	Lo cemat		D

5' 10 3/4" csg @ 6420' (1735 sx cmt.) ~ 7" csg @ 12,863' (770 sx cmt.)					
TD 12 025' 16" csa @ 770' (2000 sv cm)	Morrow Gas TD	1/27/58	8/18/57	Sec. 34-18S-31E 1980' FNL & 1980' FEL	GREENWOOD UNIT FED. #2
3764' (5 holes) 3784' (10 holes) 3804' (10 holes)					
TD 4492' 8 5/8" csg @ 654' (400 sx Class "C", 2% CCL) PBTD N/A 4 1/2" csg @ 4492' (775 sx 50/50 POS, 100 sx Class "C", 1% CCL)	Grayburg Oil TD	11/9/82	10/13/82	Sec. 34-18S-31E 2310° FWL & 990° FNL	HINKLE "B" FED. #18
TD 4500' 8 5/8" csg @ 790' (500 sx cmt.) PBTD 3792' 4 1/2" csg @ 4500' (900 sx cmt.) Perf'd 2694' - 2757' 750 gals 15% SRA, 20,000 gals Foam, 35,000# 20/40 sand	Seven Rivers Oil TD PBT	4/17/91 Sc	2/14/91	Sec. 34-18S-31E 2310' FNL & 990' FWL	HINKLE "B" FED. #21
TD 4200' 8 5/8" csg @ 657' (400 sx class "C" cmt., .2% CCL) 4 1/2" csg @ 4200' (630 sx pacesetter lite + 10# SK salt +	Grayburg Oil PBT	10/13/83	8/18/83	Sec. 34-18S-31E 990' FNL & 330' FWL	HINKLE "B" FED. #19
DEPTH/PBTD COMPLETION RECORD	TYPE OF WELL DEPT	COMPLETION DATE TY	SPUD DATE	LOCATION	WELL NAME

				
EAST SHUGART UNIT #15	EAST SHUGART UNIT #14	KEOHANE FED. COM. #1	SHUG "A" #2	WELL NAME
Sec. 34-18S-31E 2310 FNL & 2310 FWL	Scc. 34-18S-31E 2310' FNL & 1650' FEL	Sec. 33-18S-31E 1980' FNL & 660' FEL	Sec. 33-18S-31E 1980' FNL & 330' FEL	LOCATION
1/7/59	5/14/58	2/27/78	9/7/77	SPUD DATE
5/29/59	7/15/58	7/4/78	10/26/77	COMPLETION DATE
Queen Oil	Q _i	Morrow Gas	Yates/Seven Rivers Oil	TYPE OF WELL
TD 4494' PBTD 3950'	TD 3682'	TD 12,275' MD TD 12,274' TVD PBTD 12,148' MD PBTD 12,147'TVD	TD 2900' PBTD 2866'	DEPTH/PBTD
8" csg @ 875' (50 sx cmt) 7" csg @ 4075' (225 sx cmt.) 4 1/2" csg @ 4461' (50 sx cmt.) Perf'd 4422' - 4434' (72 holes), 900 bbls oil + 45,000# sand Perf'd 3818' - 3832' (84 holes), 900 bbls oil + 52,500# sand	8 5/8" csg @ 898' (75 sx cmt.) 5 1/2" csg @ 3676' (200 sx cmt.) Perf'd 3520' - 3531', 3540' - 3546', 3548' - 3552' 22,000# 20/40 sand, 10,000# 10/20 sand, 610 bbls oil and flushed w/240 bbls oil	13 3/8" csg @ 726' (525 sx HLW + 200 sx Øass "C") 10 3/4" csg @ 4530' (1600 sx HLW + 500 sx Class "C") Perf'd Morrow 11,861' - 11,869', 11,904' - 11,918', 11,970' - 11,990' (45 holes) 5000 gals 7 1/2% MS acid, 27,000 gals 3% gcl acid + CO ₂ + 25,000# 20/40 sand Perf'd Atoka 11,310' - 11,318' (behind closed sliding sleeve) (9 holes) 2500 gals 7 1/2% MS acid	8 5/8" CSG @ 720' (500 sx Class "C" with 1/4# Flocale per sack Circ.) (80 sx at surface) 4 1/2" csg @ 2900' (300 sx Class "H" w/8# salt/sx) Perf'd 2673' - 2678', 2680' - 2690', and 2694' -2704' (124 holes) 5000 gals. 15% HCl acid Frac'd w/31,000 gals ref. oil and 52,000# sand	COMPLETION RECORD

	- 			
EAST SHUGART UNIT #27	EAST SHUGART UNIT #18	EAST SHUGART UNIT #17	EAST SHUGART UNIT #16	WELL NAME
Sec. 34-18S-31E 990' FSL & 1650' FEL	Sec. 34-18S-31E 1650' FSL & 1650 FEL	Sec. 34-18S-31E 1650' FSL & 2310' FWL	Scc. 34-18S-31E 1650' FSL & 990' FWL	LOCATION
4/28/52	3/9/59	1944	7/26/59	SPUD DATE
7/26/52	5/10/59	7/44 10/69 Decpened to Queen	9/29/59	COMPLETION DATE
Queen Oil	Yates/Seven Rivers/Qucen Oil	Qucen Oil Yates Oil	Yates Oil	TYPE OF WELL
TD 3675' PBTD 3671'	TD 3905' PBTD 3905'	TD 3925' PBTD 3892'	TD 3857' PBTD 2900'	DEPTH/PBTD
7" csg @ 2570' (mudded) 5 1/2" csg @ 3448' (25 sx cmt.) Perf'd 3398' - 3416'	8 5/8" csg @ 911' (50 sx cmt) 7" csg @ 2655' (100 sx cmt.) 4 1/2" csg @ 3550' (250 sx cmt.) Perf'd Yates 2685', 2694', 2709', 2716', 2738', 2743', 2821', 2840', and 2847' (9 holes) 800 gals 15% LSTNE HCl acid. Frac'd w/ 35,000 gals H ₂ O + 35,000# 20/40 sand. Open hole (3550' - 3905')	1200 bbls oil + 80,000# sand \$\frac{1}{2} \cong \frac{1}{2} \cong \cong \frac{1}{2}	8" csg @ 862' (50 sx cmt.) 5 1/2" csg @ 2900' (150 sx cmt.) Perf'd 2777' - 2759', 2724' - 2716', 2712' - 2702', 2684' - 2668', 2652' - 2634'	COMPLETION RECORD

PROPOSED OPERATION

- 1. Plans are to inject 500 700 bbls of produced water per day.
- 2. The injection system will be a closed system.
- 3. The proposed injection pressure is 1250 psig. Maximum pressure will be 1500 psig.
- 4. The injection fluid will be reinjected produced water.
- 5. A sample of produced water from the East Shugart Unit battery was analyzed by Baker Performance Chemicals' lab. Please refer to Attachment VII-5 for a copy of the analys1s.



WATER ANALYSIS for

DEVON ENERGY

Date of Analysis:FEBRUARY 26, 1993 Analysis #:

Company:

DEVON ENERGY

state:

NEW MEXICO

Lease:

E.S.U.

Oil (bbl/day): Type of Water: N/D

Sample Source:

PRODUCED

AHEAD OF FILTER Representative:

STEVE STROUD

Company Address: Field:

Well #:

Water (bbl/day):

Temp., C:

Analysis By:

Date of Sampling:

20 FEBRUARY 26, 1993

2080 ARTESIA

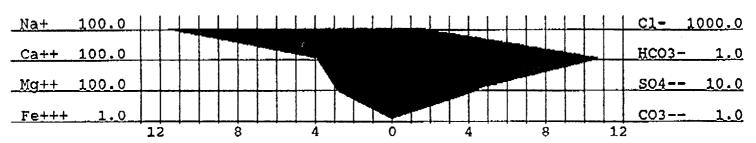
N/D

N/D

SUZANNE WILLIAMS

WATER ANALYSIS PATTERN

(number beside ion symbol indicates me/1 scale unit)



DISSOLVED SOLIDS

DISSOLVED GASES

CATIONS	me/l	md/T
Total Hardness :	700.00	
Calcium, (Ca++) :	400.00	8019.25
Magnesium, (Mg++):		3645.42
Iron, (Fe+++) :	0.01	0.10
Barium, (Ba++) :	N/D	И/D
Sodium, Na+(calc):	1188.81	27342.56
Manganese, (Mn++):	0.00	0.00

Hydrogen sulfide: 100.00 mg/l Carbon dioxide : 118.80 mq/1Oxygen 0.30 mg/l

PHYSICAL PROPERTIES

pН 6.25 Spec Grav. 1.070 TDS (calc.) :106937.34

ANIONS

Chloride, Cl- : Sulfate, SO4-- : 1830.99 64997.87 46.82 2250.00 Carbonate, CO3--: 0.00 0.00 Bicarbonate, HCO3-: 11.00 671.14 0.00 Hydroxyl,OH-: 0.00 Sulfide, S--0.00 0.00 **TOTAL SOLIDS (quant.):** 106926.30

**** ***********

SCALE STA	RILLIER			
Temp.,C	CaCO3	Ca804	Ba	804
20.0	0.27	2525		0
30.0	0.45	2679		0
40.0	0.68	2919	•	0
Max entity	y, (calc.)	3293		0
RESIDUAL	HYDROCARBO	SNS:	N/D	

GEOLOGY AND LITHOLOGY

Injection zones are sand lenses within the Queen formation at an average depth of 3,600 feet. Specifically they are:

Upper Queen 2 - 3,400-3,450 (50') Upper Queen 2 - 3,529-3,537 (8') Lower Queen 1 - 3,638-3,644 (6') Lower Queen 2 - 3,742-3,807 (65') Lower Queen 3 & 4 - 3,822-3,857 (35')

Fresh Water Zones

Base of near surface aquifer - 950 feet

No fresh water zones exist below the proposed injection intervals

ATTACHMENT XII

No evidence of fault communication between the shallow aquifers and the proposed injection zones has been encountered as the result of detailed studies of formations in the East Shugart Unit.

ATTACHMENT XIV

PROOF OF NOTICE

Devon Energy Corporation (Nevada) operates the East Shugart Unit in Section 34. Phillips Petroleum, TXO (Marathon), Amoco and Westall operate wells within the area of review. Each of these operators were provided a copy of our application by certified mail. Proof of notice is enclosed. The Bureau of Land Management is the surface owner. They have been notified by BLM Sundry Notice.

PROOF OF PUBLICATION

Proof of publication from the Carlsbad Current-Argus is enclosed.

6. Signature (Agent)

PS Form 3811 December

SENDER:

• Complete it

Complete items 1 and/or 2 for additional services.
Complete items 3, and 4a & b.
Print your name and address on the reverse of this form so that we can

I also wish to receive the following services (for an extra

fee):

Affidavit of Publication

State of New Mexico,
County of Eddy, ss.
being first duly sworn, on oath says:
That Ise is Sulline Wardy of the Carlsbad Current-Argus, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the state wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof on
the date as follows, to wit:
MARCH 4 , 19 94
, 19
,19
,19
,179
That the cost of publication is \$\frac{24.53}{}, and that payment thereof has been made and will be assessed as court costs.
- Comment of the Comm
Subscribed and swom to before me this
8 day of March . 1994 South L Farm
My commission expires 01/18/98 Notary Public

March 4, 1994

Notice is hereby given that Devon Energy Corporation (Nevada) is applying to the New Mexico Oil Conservation Division to convert the following well to an injection well for secondary recovery purposes:

> East Shugart Unit #33 2380' FSL & 1680' FWL Section 34-T18S-R31E Eddy County, NM

The intended purpose of this well is to inject produced waters into the Queen Sand to enhance oil production through secondary recovery.

Maximum injection rates of 500-700 bwpd and a maximum pressure of 1500 psig are expected.

Interested parties must file objections or requests for hearing within 15 days to the following commission.

Oil Conservation Division P.O. Box 2068 Santa Fe, NM 87501

E.L. Buttross, Jr.
District Engineer
Devon Energy Corporation
(Nevada)
20 North Broadway
Suite 1500
Oklahoma City, OK 73102
(405) 552-4509