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

OCTOBER 4, 2018 HEARING

APPLICATION OF NGL WATER SOLUTIONS PERMIAN, LLC TO AMEND ADMINISTRATIVE ORDERS SWD-1724 AND SWD 1711 FOR SALT WATER DISPOSAL WELLS IN EDDY COUNTY, NEW MEXICO

CASE NO. 16426

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LAWYERS

August 21, 2018

Florene Davidson NM Oil Conservation Division 1220 S. St. Francis Drive Santa Fe, NM 87505

Case 16/25

Jennifer L. Bradfute 505.848.1845 Fax: 505.848.1882 Jlb@modrall.com

Re:

APPLICATION OF NGL WATER SOLUTIONS PERMIAN, LLC TO AMEND ADMINISTRATIVE ORDERS SWD-1724 AND SWD-1711 FOR SALT WATER DISPOSAL WELLS IN EDDY COUNTY, NEW MEXICO.

Dear Ms. Davidson:

Enclosed please find three copies of the following:

1. NGL Water Solutions Permian, LLC's - Application

Thank you for your assistance. Please contact me if you have any questions.

Sincerely,

Zina Crum

Legal Assistant to Jennifer L. Bradfute

JLB/zc Enclosure

> Modrall Sperling Roehl Harris & Sisk P.A.

Bank of America Centre 500 Fourth Street NW Suite 1000 Albuquerque, New Mexico 87102

PO Box 2168 Albuquerque, New Mexico 87103-2168

Tal. 505 949 1900

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

APPLICATION OF NGL WATER SOLUTIONS PERMIAN, LLC TO AMEND ADMINISTRATIVE ORDERS SWD-1724 AND SWD-1711 FOR SALT WATER DISPOSAL WELLS IN EDDY COUNTY, NEW MEXICO.

CASE NO. 16426

APPLICATION

NGL Water Solutions Permian, LLC ("NGL"), OGRID No. 372338, through its undersigned attorneys, hereby makes this application to the Oil Conservation Division pursuant to the provisions of N.M. Stat. Ann. § 70-2-12, for an order amending the size of tubing approved by the Division in administrative orders SWD-1724 and SWD-1711. An amendment is being requested to increase the diameter of the approved injection tubing to allow for the use of 7 inch tubing inside the surface and intermediate casings and 5 ½ inch tubing inside the liner. In addition, NGL seeks approval of a maximum injection rate and an amendment to the approved surface pressures. In support of this application, NGL states as follows:

1. NGL is the operator of the Striker 1 SWD No. 1 Salt Water Disposal Well (API 30-015-44406). The Oil Conservation Division is expected authorized NGL through Administrative Order SWD-1724 to use the Striker 1 SWD No. 1 for disposal of oil filed produced water through an open-hole interval within the Devonian and Silurian formations from 13,750 feet to 15100 feet. The order expected to be issued by the Division approving the drilling of the well will state that injection will occur through either an internally-coated, 5-1/2-inch or

smaller tubing inside the surface and intermediate casings, and a 4-1/2-inch or smaller tubing inside the liner.

- 2. NGL is the operator of the Alpha SWD Well No. 2 (API 30-015-44530). The Oil Conservation Division has authorized NGL (and its predecessor in interest) through Administrative Order SWD-1711 to use the Alpha SWD NO. 2 well for disposal of oil filed produced water through an open-hole interval within the Devonian and Silurian formations from 13,275 feet to 14,465 feet. The order issued by the Division approving the drilling of the well states that injection will occur through either an internally-coated, 5-1/2-inch or smaller tubing inside the surface and intermediate casings, and a 5-inch or smaller tubing inside the liner.
- 3. NGL seeks an amendment to these orders or an initial order for the Striker 1 SWD No. 1 well, allowing it to use 7 inch tubing inside the surface and intermediate casings and 5 ½ inch tubing inside the liner.
- 4. The Striker 1 SWD No. 1 well is located 1016 feet from the North line and 1395 feet from the East line of Section 15, Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico.
- The Alpha SWD Well No. 2 is located 236 feet from the North line and 2433 feet from the West line of Section 18, Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico.
- NGL further requests that the Division approve a maximum daily injection rate for the wells of 50,000 bbls per day.
- 7. Finally, NGL requests that the maximum surface pressure approved under the order be 2,750 psi for the Striker 1 SWD No. 1 well, and that the maximum surface pressure approved for the Alpha SWD Well No. 2 be set at 2,655 psi.

8. The granting of this application will avoid the drilling of unnecessary wells, will

prevent waste, and will protect correlative rights.

WHEREFORE, NGL requests that this application be set for hearing before an Examiner

of the Oil Conservation Division on September 20, 2018; and that after notice and hearing, the

Division enter its order approving this application to amend Administrative Orders SWD-1724

and SWD-1711, or otherwise issuing order to approve the above-mentioned wells, which to

increase the diameter of the injection tubing in the wells to allow for the use of 7 inch tubing

inside the surface and intermediate casings and 5 1/2 inch tubing inside the liner. And, that the

Division approve a maximum daily injection rate for the wells of 50,000 bbls per day, and set the

that the maximum surface pressure approved under the order at 2,750 psi for the Striker 1 SWD

No. 1 well, and 2,655 psi for the Alpha SWD Well No. 2 well.

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS

& SISK, P.A.

Jennifer Bradfute

Deana Bennett

Post Office Box 2168

Bank of America Centre

500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800

Attorneys for Applicant

3

CASE NO. 16 16 : Application of NGL Water Solutions Permian, LLC to Amend Administrative Orders SWD-1724 and SWD 1711 for Salt Water Disposal Wells in Eddy County, New Mexico. Applicant seeks an order amending the size of tubing approved by the Division in administrative orders SWD-1724 and SWD-1711 for its Striker 1 SWD No. 1 and Alpha SWD Well No. 2 salt water disposal wells. Applicant further seeks approval of a maximum injection rate of 50,000 bbls per day, and the approval of a maximum surface pressure of 2,750 psi for the Striker 1 SWD No. 1 well, and 2,655 psi for the Alpha SWD Well No. 2 well. The subject wells are located in Sections 15 and 18, Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico. Said area is located approximately 3 miles north of Loving, New Mexico.

State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary

Matthias Sayer Deputy Cabinet Secretary David R. Catanach, Division Director
Oil Conservation Division



Administrative Order SWD-1711 December 21, 2017

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Pursuant to the provisions of Division Rule 19.15.26.8B. NMAC, Alpha SWD Operating LLC (the "operator") seeks an administrative order for its proposed Alpha SWD Well No. 2 (API No. 30-015-44530, "proposed well") to be located 353 feet from the North line and 2398 feet from the West line, Unit C of Section 18, Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico, for the purpose of commercial disposal of produced water.

THE DIVISION DIRECTOR FINDS THAT:

The application has been duly filed under the provisions of Division Rule 19.15.26.8B. NMAC and satisfactory information has been provided that affected parties as defined in said rule have been notified and no objection was received within the required suspense period. The applicant has presented satisfactory evidence that all requirements prescribed in Rule 19.15.26.8 NMAC have been met and the operator is in compliance with Rule 19.15.5.9 NMAC.

IT IS THEREFORE ORDERED THAT:

The applicant, Alpha SWD Operating LLC (OGRID 372180) is hereby authorized to utilize its proposed Alpha SWD Well No. 2 (API No. 30-015-44530) to be located 353 feet from the North line and 2398 feet from the West line, Unit C of Section 18, Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico, for disposal of oil field produced water (UIC Class II only) through an open-hole interval within Devonian and Silurian formations from approximately 13275 feet to approximately 14465 feet.

Injection will occur through internally-coated, 5-1/2-inch or smaller tubing inside the surface and intermediate casings, and a 5-inch or smaller tubing inside the liner and a packer set within 100 feet of the top of the open-hole interval.

This permit does not allow disposal into the Ellenburger formation (lower Ordovician) or lost circulation intervals directly on top and obviously connected to this formation.

Prior to commencing disposal, the operator shall submit mudlog and geophysical logs information, to the Division's District geologist and Santa Fe Engineering Bureau office, showing evidence agreeable that only the permitted formation is open for disposal including a summary of depths (picks) for contacts of the formations which the Division shall use to amend this order for a final description of the depth for the injection interval.

IT IS FURTHER ORDERED THAT:

The operator shall take all steps necessary to ensure that the disposed water enters only the approved disposal interval and is not permitted to escape to other formations or onto the surface. This includes the well construction proposed in the application and any required modifications of construction as required by the Division.

The operator shall circulate the cement behind the casing to surface for all surface, and intermediate.

The operator shall run a CBL (or equivalent) across the 7-5/8-inch liner from 500 feet above the liner to the bottom of the liner to demonstrate a good cement across to demonstrate a good cement across the liner and good cement bond across the 9-5/8-inch casing.

Within two years after commencing disposal, the operator shall conduct an injection survey, consisting of a temperature log or equivalent, over the entire injection interval using representative disposal rates. Copies of the survey results shall be provided to the Division's District I office and Santa Fe Engineering Bureau office.

After installing tubing, the casing-tubing annulus shall be loaded with an inert fluid and equipped with a pressure gauge or an approved leak detection device in order to determine leakage in the casing, tubing, or packer. The casing shall be pressure tested from the surface to the packer setting depth to assure casing integrity.

The well shall pass an initial mechanical integrity test ("MIT") prior to initially commencing disposal and prior to resuming disposal each time the disposal packer is unseated. All MIT procedures and schedules shall follow the requirements in Division Rule 19.15.26.11A. NMAC. The Division Director retains the right to require at any time wireline verification of completion and packer setting depths in this well.

The wellhead injection pressure on the well shall be limited to **no more than 2655 psi**. In addition, the disposal well or system shall be equipped with a pressure limiting device in workable condition which shall, at all times, limit surface tubing pressure to the maximum allowable pressure for this well. The Division Director retains the right to require at any time the operator to install and maintain a chart recorder showing casing and tubing pressures during disposal operations.

The Director of the Division may authorize an increase in tubing pressure upon a proper showing by the operator of said well that such higher pressure will not result in migration of the disposed fluid from the target formation. Such proper showing shall be demonstrated by sufficient evidence including but not limited to an acceptable Step-Rate Test.

The operator shall notify the supervisor of the Division's District office of the date and time of the installation of disposal equipment and of any MIT so that the same may be inspected and witnessed. The operator shall provide written notice of the date of commencement of disposal to the Division's District office. The operator shall submit monthly reports of the disposal

Administrative Order SWD-1711 Alpha SWD Operating LLC December 21, 2017 Page 3 of 3

operations on Division Form C-115, in accordance with Division Rules 19.15.26.13 and 19.15.7.24 NMAC.

Without limitation on the duties of the operator as provided in Division Rules 19.15.29 and 19.15.30 NMAC, or otherwise, the operator shall immediately notify the Division's District office of any failure of the tubing, casing or packer in the well, or of any leakage or release of water, oil or gas from around any produced or plugged and abandoned well in the area, and shall take such measures as may be timely and necessary to correct such failure or leakage.

The injection authority granted under this order is not transferable except upon Division approval. The Division may require the operator to demonstrate mechanical integrity of any disposal well that will be transferred prior to approving transfer of authority to inject.

The Division may revoke this injection permit after notice and hearing if the operator is in violation of Rule 19.15.5.9 NMAC.

The disposal authority granted herein shall terminate two (2) years after the effective date of this order if the operator has not commenced injection operations into the subject well. One year after the last date of reported disposal into this well, the Division shall consider the well abandoned, and the authority to dispose will terminate *ipso facto*. The Division, upon written request mailed by the operator prior to the termination date, may grant an extension thereof for good cause.

Compliance with this order does not relieve the operator of the obligation to comply with other applicable federal, state or local laws or rules, or to exercise due care for the protection of fresh water, public health and safety and the environment.

Jurisdiction is retained by the Division for the entry of such further orders as may be necessary for the prevention of waste and/or protection of correlative rights or upon failure of the operator to conduct operations (1) to protect fresh or protectable waters or (2) consistent with the requirements in this order, whereupon the Division may, after notice and hearing, terminate the disposal authority granted herein.

DAVID R. CATANACH

Director

DRC/mam

cc: Oil Conservation Division - Artesia

Well File - 30-015-44530

THESUD

244m173044964

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -



| 7 | Mary | 1220 South St. Francis Drive, Santa Fe, NM 87505 |
|--------------------------|----------------------|--|
| | 7 | ADMINISTRATIVE APPLICATION CHECKLIST |
| | THIS CHECKLIST IS | MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE |
| Appl | [PC-P | ns: andard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] whole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] ool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] alified Enhanced Oll Recovery Certification] [PPR-Positive Production Response] |
| [1] | | PPLICATION - Check Those Which Apply for [A] Location - Spacing Unit - Simultaneous Dedication NSL NSP SD NSL One Only for [B] or [C] Commingling - Storage - Measurement DHC CTB PIC PC OIS COIN |
| | Chec [B] | Commingling - Storage - Measurement DHC CTB PLC PC OLS OLM |
| | [C] | Injection - Disposal - Pressure Increase - Enhanced Oil Recovery WFX PMX SWD IPI BOR PPR 30-015-4453 |
| | [D] | Other: Specify |
| [2] | NOTIFICAT [A] | ION REQUIRED TO: - Check Those Which Apply, or □ Does Not Apply □ Working, Royalty or Overriding Royalty Interest Owners - Sandy Devoya |
| | [B] | Offset Operators, Leaseholders or Surface Owner |
| | [C] | Working, Royalty or Overriding Royalty Interest Owners Offset Operators, Leaseholders or Surface Owner Application is One Which Requires Published Legal Notice 7869 |
| | [D] | Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office |
| | [E] | For all of the above, Proof of Notification or Publication is Attached, and/or, |
| | [F] | Waivers are Attached |
| [3] | SUBMIT ACCOR APPLICA | CURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE TION INDICATED ABOVE. |
| [4] approv applica | al is accurate at | TION: I hereby certify that the information submitted with this application for administrative ad complete to the best of my knowledge. I also understand that no action will be taken on this puired information and notifications are submitted to the Division. |
| | Note: | Statement must be completed by an individual with managerial and/or supervisory capacity. |
| | Veyand Type Name | Consulting Engineer 10/27/2017 Title Date |
| | | e-mail Address |

LONQUIST & CO. LLC

PETROLEUM ENGINEERS

ENERGY ADVISORS

AUSTIN - HOUSTON - WICHITA - DENVER - CALGARY

October 27, 2017

New Mexico Energy, Minerals, and Natural Resources Department Oil Conservation Division District IV 1220 South St. Francis Drive Santa Fe, New Mexico 87505 (505) 476-3440

RE: ALPHA SWD NO. 2 AUTHORIZATION TO INJECT

To Whom It May Concern:

Attached for your review is Form C-108, Application for Authorization to Inject, and its supplemental documents prepared for Alpha SWD Operating LLC's Alpha SWD No. 2. In addition, Forms C-101 and C-102 have also been included with this package. Notices have been sent to offset leaseholders and the surface owner. Proof of notice will be sent to the OCD upon receipt.

Any questions should be directed towards Alpha SWD Operating LLC's agent Lonquist & Co., LLC.

Regards,

Christopher B. Weyand Staff Engineer

Longuist & Co., LLC

(512) 600-1764 chris@longuist.com STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

FORM C-108 Revised June 10, 2003

APPLICATION FOR AUTHORIZATION TO INJECT

| I. PURPOSE: Secondary Recovery Pressure Maintenance X Disposal Storage Application qualifies for administrative approval? X Yes No |
|---|
| II. OPERATOR: ALPHA SWD OPERATING LLC |
| ADDRESS: 4436 STERLING LN // PLANO, TX 75093 |
| CONTACT PARTY: KURT KNEWITZ PHONE: (214) 418-1177 |
| III. WELL DATA: Complete the data required on the reverse side of this form for each well proposed for injection. Additional sheets may be attached if necessary. |
| IV. Is this an expansion of an existing project? Yes X No If yes, give the Division order number authorizing the project: |
| V. Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review. |
| VI. Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail. |
| VII. Attach data on the proposed operation, including: |
| Proposed average and maximum daily rate and volume of fluids to be injected; Whether the system is open or closed; Proposed average and maximum injection pressure; Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and, If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.). |
| *VIII. Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval. |
| IX. Describe the proposed stimulation program, if any. |
| *X. Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted). |
| *XI. Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken. |
| XII. Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water. |
| XIII. Applicants must complete the "Proof of Notice" section on the reverse side of this form. |
| XIV. Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief. |
| NAME: Christopher B. Weyand TITLE: Consulting Engineer |
| SIGNATURE: DATE: 10 27 2017 |
| E-MAIL ADDRESS: chris@lonquist.com * If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be resubmitted. Please show the date and circumstances of the earlier submittal: |
| DISTRIBUTION: Original and one copy to Santa Fe with one copy to the appropriate District Office |

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

XIV. PROOF OF NOTICE

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

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

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

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

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.

INJECTION WELL DATA SHEET

OPERATOR: ALPHA SWD OPERATING LLC

WELL NAME & NUMBER: ALPHA SWD #2

353' FNL & 2,398' FWL WELL LOCATION:

UNIT LETTER WELLBORE SCHEMATIC FOOTAGE LOCATION

238 SECTION

TOWNSHIP

RANGE

WELL CONSTRUCTION DATA Surface Casing

Hole Size: 26.000"

Casing Size: <u>20,000</u>"

Cemented with: 1,145 sx.

Top of Cement: surface

or

 \mathbb{H}^3

Method Determined: circulation

1st Intermediate Casing

Hole Size: 17.500"

Casing Size: 13.375"

Cemented with: 1,410 sx.

or

A3

Top of Cement: surface

Method Determined: circulation

2nd Intermediate Casing

Hole Size: 12.250"

Casing Size: 9.625"

Cemented with: 1,935 sx.

or

Top of Cement: surface

Method Determined: circulation

Production Casing

Hole Size: 8.500"

Cemented with: 1,600 sx.

Top of Cement: surface

Total Depth: 14,465'

Casing Size: 7.625"

Method Determined: circulation

Injection Interval

13,275 feet to 14,465 feet

(Open Hole)

Side 2

INJECTION WELL DATA SHEET

Tubing Size: 5.500", 17 lb/ft, P-110 UFJ from 0'- 13,225'

Lining Material: Duoline

Type of Packer: D&L Oil Tools 7.625" Permapack Packer - Single Bore

Packer Setting Depth: 13,225'

Other Type of Tubing/Casing Seal (if applicable):

Additional Data

Yes If no, for what purpose was the well originally drilled? N/A Is this a new well drilled for injection?

%

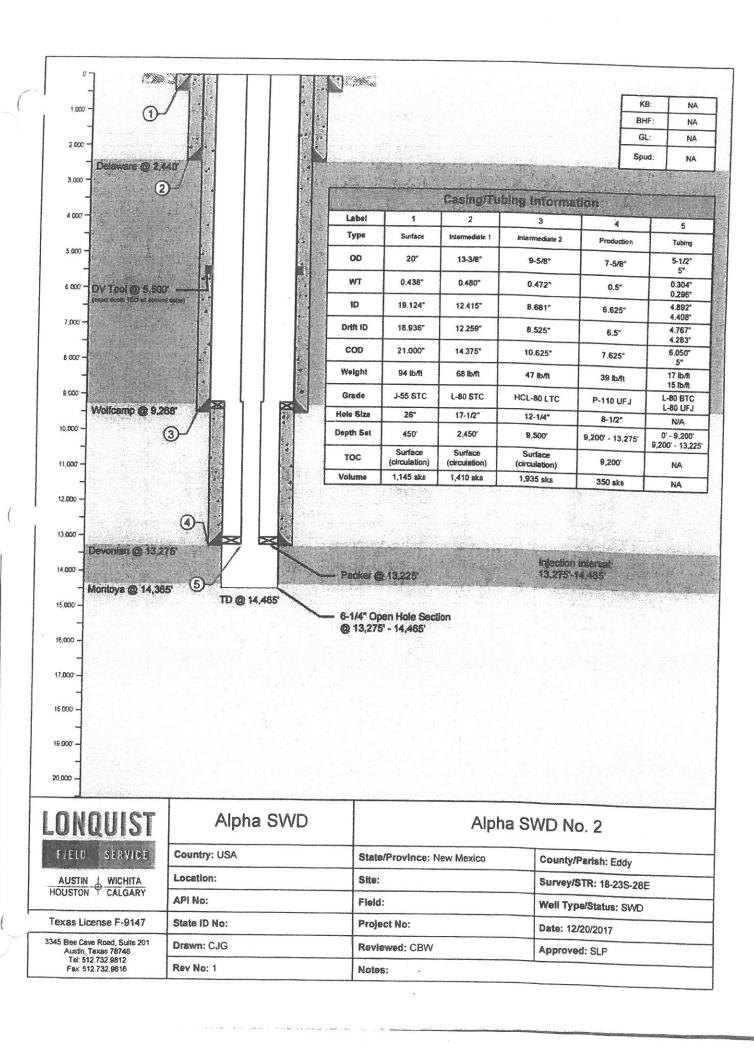
- Name of the Injection Formation: Devonian, Silurian, Fusselman and Montoya (Top 100') d
- Name of Field or Pool (if applicable): SWD; Silurian-Devonian m,
- intervals and give plugging detail, i.e. sacks of cement or plug(s) used. No. new drill Has the well ever been perforated in any other zone(s)? List all such perforated 4
- Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area: 5

Delaware: 2,440°

Bone Spring: 5,956' Wolfcamp: 9,268"

Atoka: 11,096'

Morrow: 11,921'



Alpha SWD Operating LLC

Alpha SWD No. 2

FORM C-108 Supplemental Information

III. Well Data

A. Wellbore Information

1.

| Well information | | | | | | |
|----------------------|-----------------------|--|--|--|--|--|
| Lease Name Alpha SWD | | | | | | |
| Well No. | 2 | | | | | |
| Location | S-18 T-23S R-28E | | | | | |
| Footage Location | 353' FNL & 2,398' FWI | | | | | |

2.

a. Wellbore Description

| | Casing Information | | | | | | | |
|-----------|--------------------|----------------|----------------|------------|--|--|--|--|
| Туре | Surface | Intermediate 1 | Intermediate 2 | Production | | | | |
| OD | 20" | 13.375" | 9.625" | 7.625" | | | | |
| WT | 0.438" | 0.480" | 0.472" | 0.500" | | | | |
| ID | 19.124" | 12.415" | 8.681" | 6.625" | | | | |
| Drift ID | 18.936" | 12.259" | 8.525" | 6.500" | | | | |
| COD | 21.00" | 14.375" | 10.625" | 7.625" | | | | |
| Weight | 94 lb/ft | 68 lb/ft | 47 lb/ft | 39 lb/ft | | | | |
| Grade | J-55 | · L-80 | HCL-80 | P-110 | | | | |
| Hole Size | 26" | 17.5" | 12.25" | 8.5" | | | | |
| Depth Set | 450' | 2,450' | 9,500' | 13,275' | | | | |

b. Cementing Program

| | - 7 | Cement | Information | | |
|--------------------------|-------------------------|-------------------------|------------------------------------|--------------------------------------|--|
| Casing String | Surface | Intermediate 1 | Intermediate 2 | Production | |
| Lead Cement | С | С | С | Н | |
| Lead Cement Volume | 1,145 sx | 1,145 sx | Stage 1: 615 sx Stage 2: 920 sx | Stage 1: 250 sx Stage 2: 1,350 sx | |
| Tail Cement | | С | Н | | |
| Tail Cement Volume | | 265 sx | Stage 1: 400 sx | | |
| Cement Excess | 100% | 25% | 50% | 50% | |
| TOC | Surface | Surface | Surface | Surface | |
| Method | Circulate to Surface | Circulate to Surface | Circulate to Surface | Circulate to Surface | |

3. Tubing Description

| Tubing | Information |
|--------------|-------------|
| OD | 5.5" |
| WT | 0.304" |
| ID | 4.892" |
| Drift ID | 4.767" |
| COD | 5.500" |
| Weight | 17 lb/ft |
| Grade | P-110 UFJ |
| Depth Set | 13,225′ |

Tubing will be lined with Duoline.

4. Packer Description

D&L Oil Tools 7.625" Permapack Packer – Single Bore

B. Completion Information

1. Injection Formation: Devonian, Silurian, Fusselman, Montoya (Top 100')

2. Gross Injection Interval: 13,275' - 14,465'

Completion Type: Open Hole

3. Drilled for injection.

4. See the attached wellbore schematic.

5. Oil and Gas Bearing Zones within area of well:

| Formation | Depth |
|-------------|--------|
| Delaware | 2,440' |
| Bone Spring | 5,956' |
| Wolfcamp | 9,268' |
| Atoka | 11,096 |
| Morrow | 11,921 |

VI. Area of Review

No wells within the area of review penetrate the proposed injection zone.

VII. Proposed Operation Data

1. Proposed Daily Rate of Fluids to be Injection:

Average Volume: 25,000 BPD Maximum Volume: 32,000 BPD

- 2. Closed System
- 3. Anticipated Injection Pressure:

Average Injection Pressure: 1,800 PSI (surface pressure)
Maximum Injection Pressure: 2,655 PSI (surface pressure)

- 4. The injection fluid is to be locally produced water. Attached are produced water sample analyses taken from the closest wells that feature samples from the Delaware, Bone Spring, Wolfcamp, Atoka, and Morrow formations.
- The disposal interval is non-productive. No water samples are available from the surrounding area.

VIII. Geological Data

0

The Devonian formation is a dolomitic ramp carbonate that occurs below the Woodford shale and above the Fusselman formation. Strata found in the Devonian formation include two major groups, the Wristen Buildups and the Thirtyone Deepwater Chert, with the Wristen being more abundant. The Wristen Groups is composed of mixed limestone and dolomites with mudstone to grainstone and boundstone textures. Porosity in the Wristen group is a result of both primary and secondary development. Present are moldic, vugular, karstic (including collapse breccia) features that allow for higher porosities and permeabilities. The Thirtyone Formation contains two end-member reservoir facies, skeletal packstones/grainstones and spiculitic chert, with most of the porosity and permeability found in the coarsely crystalline cherty dolomite. These particular characteristics allow for this formation to be a tremendous Salt Water Disposal horizon.

A. Injection Zone: Siluro-Devonian Formation

| Formation | Depth | | | | |
|---|---------------------|--|--|--|--|
| Bone Spring Wolfcamp Strawn Atoka Morrow Mississippian Lime | Eroded, not present | | | | |
| Salado | 175' | | | | |
| | 2,440' | | | | |
| Bone Spring | 5,956' | | | | |
| Bone Spring Wolfcamp Strawn | 9,268' | | | | |
| Strawn | 10,804 | | | | |
| Atoka | 11,096' | | | | |
| Morrow | 11,921' | | | | |
| Mississippian Lime | 12,835' | | | | |
| Woodford | 13,170' | | | | |
| Devonian | 13,275' | | | | |

B. Underground Sources of Drinking Water

Within 1-mile of the proposed Alpha SWD #2 location water wells range in depth from 30' to 220'. Reported depths to fresh water range from 14' to 217' (60' on average). This is not a known fresh water aquifer, but rather represents a sporadic alluvial source.

IX. Proposed Stimulation Program

No proposed stimulation program.

X. Logging and Test Data on the Well

There are no logs or test data on the well. During the process of drilling and completion resistivity, gamma ray, and density logs will be run.

XI. Chemical Analysis of Fresh Water Wells

Cardinal Laboratories in Hobbs, New Mexico has been contracted to obtain water samples from fresh water wells within 1 mile and provide chemical analysis of the samples. When analysis is complete, the report will be provided to the OCD.

XII. Affirmative Statement of Examination of Geologic and Engineering Data

Based on the available engineering and geologic data we find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.

NAME: Christopher B. Weyand

SIGNATURE

TITLE: Consulting Engineer

DATE: 10 29 2017

DISTRICT I
1625 H. French Rr., Eobbe, Rd 65340
Friend (875) 803-8161 Fam (875) 803-8720
DISTRICT II
811 S. First St., Artesia, RM 88210
Friend (875) 745-1830 Fam (876) 745-8720
DISTRICT III
1000 Eob Errange Ed., Artec, RM 87410
Friend (803) 804-6170 Fam (803) 804-6170
DISTRICT IV
1820 S. St. Frenchs Br., Santa Fa, RM 87665
Friend (803) 475-6400 Fam (803) 470-6468

API Number

Property Code

OGRID No.

372180

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Bevised August 1, 2011

Submit one copy to appropriate District Office

Pool Name

SWD; Silurian-Devonian

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

Property Name

ALPHA SWD

Operator Name

ALPHA SWD OPERATING LLC

Pool Code

96101

AMENDED REPORT

Well Number

Elevation

3051'

2

| | | Surface Location | | | | | | | | | | |
|-------------|--|------------------|-------------------|------------|---------------|-----------|------------|------------------------------------|-------------------------------|--|--------------|--|
| - | UL or lot No. | Section | Township | Range | Lot Ida | Feet from | | North/South line | T Production | -: | | |
| - 1 | С | 18 | 23 S | 28 E | | 353 | | | | East/West line | County | |
| L | | | 20 0 | | | | - | NORTH | 2398 | WEST | EDDY | |
| | Bottom Hole Location If Different From Surface | | | | | | | | | | | |
| - 1 | UL or lot No. | Section | Township | Range | Lot idn | Feet from | the | North/South line | Feet from the | East/West line | Comba | |
| L | | | | | | | 4 | | 17.1 | 4 11.000 11.000 | County | |
| П | Dedicated Acres | Joint o | r Infill Con | solidation | Code Oze | ler No. | | | | | | |
| - 1 | | | 1 1 | | | | | * | | | | |
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| | | i | | i | 10 | | 1 | (4) | interest or unLE | either owns a worbis | to the | |
| Ш | | i | | i | | | i | | location or has a | right to drill this to | le all at | |
| Ш | | i | | i | | | 1 | 23 | or to a volumbers | mineral or sperking & | adornat, | |
| Ш | | | | | | | <u> </u> | | All distant | erder heretefore en | tered by | |
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| Ш | SURFACE LOCA Let - N 32.31 | | SURFACE LO | | | | 1 | - | Signature | 10/2 | Date | |
| Ш | Long - W 104.15 | 27298 | Long - W 104. | 126802 | | 2 | 1 | | Christopher V | Vevand | Date | |
| II | NMSPCE-N 4771 | 8.8 | NMSPCE-N 477 | | | · · | 1 | > | Printed Name | 7, | 11 | |
| Ш | (NAD-65) | . 1 | (NAD-27 | ו מ | į | | 1 .: | 10 | chris@longui | st.com | | |
| 11 | | i | | i | | | | | Email Address | | | |
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| No. of Lot, | | | The second second | - | Market Street | | - NEW YORK | (revD83) | : WO N | um.: 33363 | 411 | |

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
Philadal III

District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

State of New Mexico

Form C-101 Revised July 18, 2013

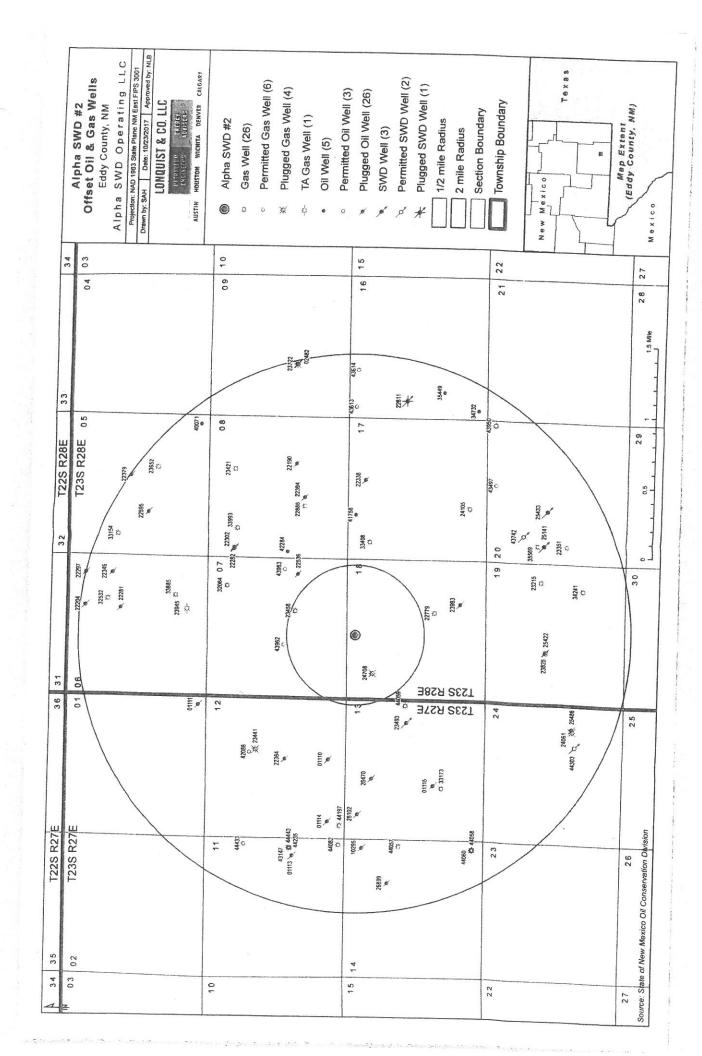
Energy Minerals and Natural Resources

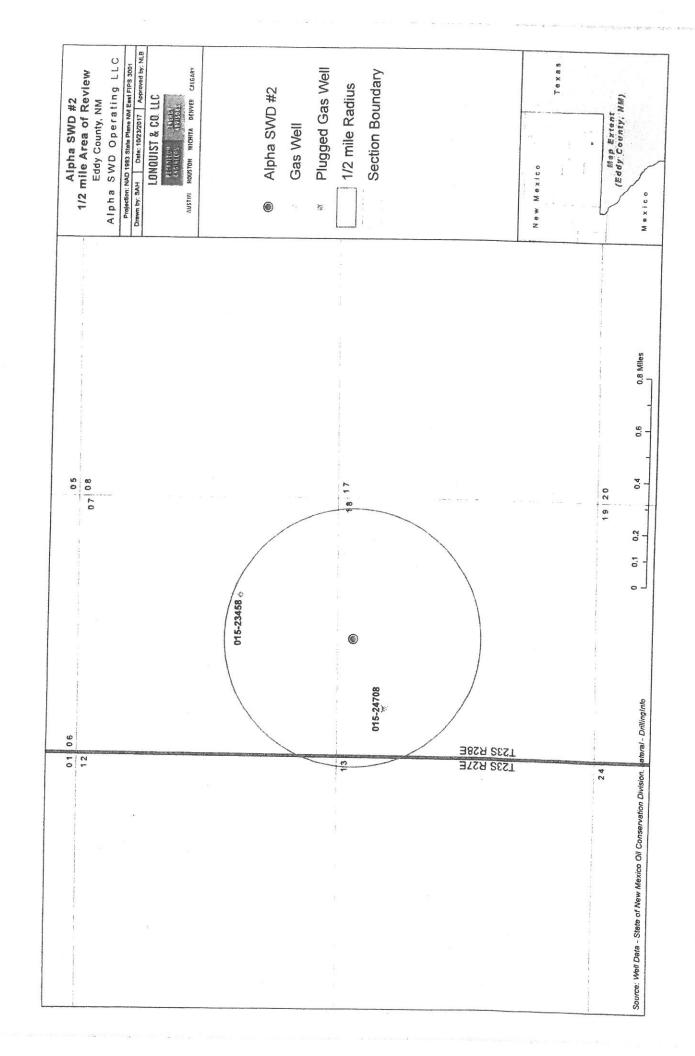
Oil Conservation Division

☐ AMENDED REPC

1220 South St. Francis Dr.

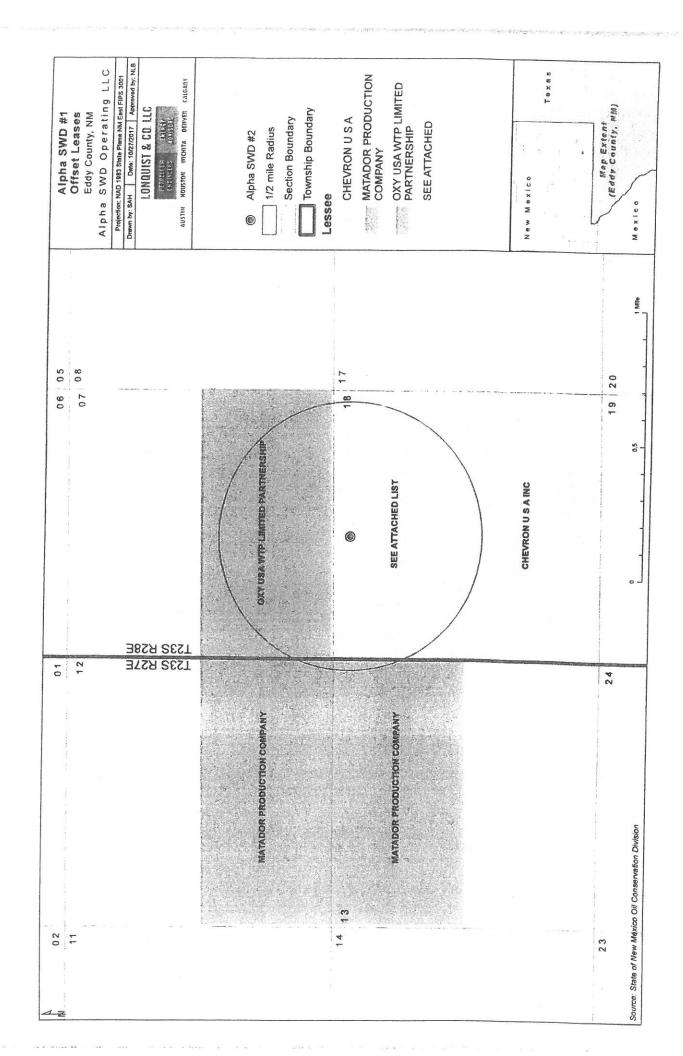
| 1220 S. St. Franc Phone: (505) 476 | -3460 Fax: (50 | 5) 476-3462 | | | Santa Fe, | | | | 12 | | |
|---------------------------------------|----------------|------------------------------|--|--------------------------------|-----------------------------|--------------|---------------------------|-----------------------------------|----------------------------|--|--|
| APPL | CATIO | ON FOR | PERMIT 1 | TO DRILL, R | E-ENTE | R, DEEI | PEN, PLUGI | BACK, OR | ADD A ZONE | | |
| | | | 1. Operator Name LPHA SWD OPE 4436 STERL | ERATING LLC | | ٠, | | ~ OGRI | D Number 2180 | | |
| | - | | PLANO, TO | | | | 1 | 30-015-TBD | | | |
| * Prop | erty Code | | | Al | roperty Name LPHA SWD | | | Well No. | | | |
| | | | | 7. Surf | ace Location | n | | | 2 | | |
| UL - Lot | Section | Township | Range | Lot Idn | Feet from | N/S Lin | Feet From | E/W | Line County | | |
| С | 18 | 23\$ | 28E | | 353 | NORTH | 2,000 | WE | | | |
| UL - Lot | Section | Township | D | | Bottom Hol | | | | | | |
| OL-131 | - | - Townsamp | Range - | Lot ldn | Feet from | N/S Line | Feet From | E/W I | Line County | | |
| | | | | 9. Pool | Information | | | | | | |
| | | | | Pool Nar | | | | | | | |
| | | · | | SWD; Silurian-I | Devonian | | | | Pool Code 96101 | | |
| | | | | Additional | Well Inform | ation | | | 75101 | | |
| ^{11.} Worl | | | 12 Well Type SWD | | Cable/Rotary R | | 14. Lease Type Private | | 15. Ground Level Elevation | | |
| ^{16.} Mu | | | 17. Proposed Depth 14,465' | | 8 Formation uro-Devonian | | 19. Contractor TBD | TDD | | | |
| Depth t | o Ground wa | ter | | Distance from near | rest fresh water we | :11 | | Distance to nearest surface water | | | |
| ✓IWe will be | | losed-loon e | ystem in lieu of | | 34 | | | >1 | mile | | |
| M was be | astrig a co | юзса 100р з | | | 1.0 | | | | | | |
| Туре | Hole | Size | Casing Size | Proposed Casing Casing Weight | | | | | T | | |
| Surface | 26 | | 20" | 94 lb/ft | /11 | Setting Dept | n Sack | s of Cement | Estimated TOC | | |
| Intermediate 1 | 17. | 5" | 13.375" | 68 lb/ft | | 2,450' | | 1,410 | Surface | | |
| Intermediate 2 | 12.2 | 25" | 9.625" | 47 lb/ft | | 9,500' | | 1,935 | Surface Surface | | |
| Production | 8.5 | " | 7.625" | 39 lb/ft | | 13,275 | 12 | 1,600 | Surface | | |
| Tubing | N/A | A | 5.5" | 17 lb/f t | | 13,225' | | N/A | N/A | | |
| | | | Casing | Cement Progra | am: Additio | nal Com | nents | | | | |
| See attached schen | latic. | | | | | | | | | | |
| | | | 22 F | roposed Blowo | ut Preventio | n Progra | m | | | | |
| | Туре | | W | orking Pressure | | Test | Pressure | | Manufacturer | | |
| Double H | drualic/Blind | ls, Pipe | | 5,000 psi | | 8, | 000 psi | TB | BD - Schaffer/Cameron | | |
| 11 | | | | | | *** | | | | | |
| est of my know | ledge and | belief. | | e and complete to the | | C | OIL CONSERV | ATION DIV | ISION | | |
| 19.15.14.9 (19)1 Signature: | IMACE. | re complied of applicable | with 19.15.14.9 e. | (A) NMAC and | /or Approx | ed By: | | | | | |
| rinted name: C | hris Weyar | d \ | | | Title: | | | | | | |
| itle: Consulting | Engineer | | | | Approv | ed Date: | | Expiration Date | a. | | |
| -mail Address: | chris@lon | quist.com | | | | | | | | | |
| Date: [0 2 | 7 201 | 7 | Phone: 512-600 | -1764 | Conditi | ons of Appro | val Attached | | | | |





Half-Mile AOR Alpha SWD #2

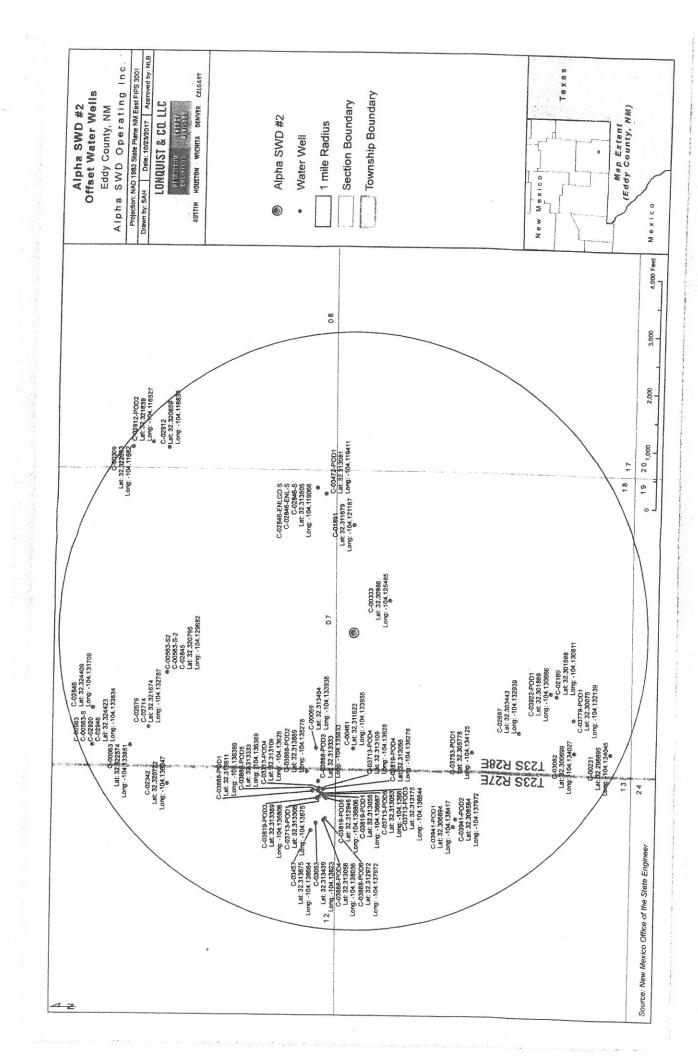
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| Annual Section | A TAC ACTION | API (30-013-1 | 01400 | 23428 | | 24708 | | | |



| Notice | Alpha SWD No. 2 Notice List | | |
|---|---|----------------|------------|
| Oll Conservation Division District IV | Address | Phone Number | Date Note |
| Oil Conservation Division District II | 1220 South St. Francis Drive, Santa Fe, NM 87505 | (505) 476-3440 | Date Notic |
| Oil Conservation Division District II | 811 S. First St., Artesia, NM 88210 | (575) 748-1283 | |
| POLICIANO O AMPIENTO CO | Surface Owner | (3/3)/46-1283 | |
| POLK LAND & MINERALS LP | C/O GLEN WEBB PC, 3300 S. 14th, Suite 206, ABILENE, TX 79605 | (225) 205 | |
| | Leasehold Operators - 1/2 Mile | (325) 201-1738 | |
| MATADOR PRODUCTION COMPANY | ONE LINCOLN CENTER, 5400 LBJ FREEWAY STE 1500, DALLAS, TX 7524(| | |
| CHEVRON USAINC | 6301 DEAUVILLE BLVD, MIDLAND, TX 79706 | (972) 371-5200 | |
| OXY USA WTP LIMITED PARTNERSHIP | PO BOX 4294, HOUSTON, TX 7721C | (866) 212-1212 | |
| | Leaseholders and Mineral Owners - N/2 of Sec. 18-235-28E | (713) 366-5716 | |
| Tap Rock Resources, LLC | 602 Park Point Drive, Suite 200, Golden, CO 80401 | | |
| Snow Oil & Gas | 818 E Broadway St, Andrews, TX 79714 | (720) 772-5090 | T |
| Crown Oil Partners V. LP | 0.0 Pay 50930 Addis-d TV 70744 0000 | (432) 524-2371 | |
| Crump Energy Partners II, LLC | P.O. Box 50820, Midland, TX 79710-0820 | | + |
| Nadel & Gussman Delaware, LLC | P.O. Box 50820, Midland, TX 79710-0820 | | 1 |
| Marathon Oil Permian, LLC | 15 East 5th Street, Suite 3300, Tulsa, OK 74103-434(| (918) 583-3333 | |
| Sally Carter Ballard | 5555 San Felipe Street, Houston, TX 77056 | (713) 629-6600 | 1 |
| Peter R. Carter | 3616 133rd Street, Lubbock, TX 79423 | (725) 023-0000 | |
| | 9320 Stratford Way, Dallas, TX 75220 | (214) 902-9225 | |
| Barbara Carter eri Alexander Mangum, fka Jeri Alexander Lott | 24 Condessa Road, Santa Fe, NM 87508 | (505) 820-9331 | |
| and First Financial Trust and Asset Management Co., N.A., as Trustees of the Carol Gibson Trust and Cynthia Rhodes Trust ald Family Umited Partnership | P.O. Box 701, Abliene, TX 79604 | | |
| atherine Gall Parker and Craig Parker Exempt | 3721 Pallos Verdas, Dallas, TX 75229 | | |
| rust | | | |
| | 3721 Palios Verdas, Dallas, TX 75229 | | 1 |
| aren Gall Lucas Exempt Trust | P.O. Box 90621, Austin, TX 78709-0621 | | |
| MA Oil Properties, Ltd, Whose General Partner is MA Management, LLC | P.O. Box 58, Abilene, TX 79604 | | |
| mma U. Carrasco | P.O. Box 26, Loving, NM 88256 | | |
| he Emilio R. Villa Revocable Trust | 1206 Bryan Circle, Carisbad, NM 88220 | | |
| imund T. Anderson, IV | 2521 Humble, Midland, TX 79705 | | |
| imund T. Anderson, IV, Trustee for the Mary | | (432) 684-4560 | |
| nderson Boll Family Trust | 2521 Humble, Midland, TX 79705 | | |
| ultar Land & Cattle, LP | P.O. Box 2213, Abilene, TX 79/05 | (432) 684-4560 | 1 |
| e Earl B. Guitar and Margaret Ann Guitar | 1 101 DUA 2225, MUNETIC, 1A 73004 | | |
| evocable Trust | P.O. Pay 748 Abiles 79 70004 | | |
| ownRock Minerals, LP. | P.O. Box 748, Abilene, TX 79604 | | |
| uchas Peaks, LLC | P.O. Box 51933, Midland, TX 79710 | | |
| ney's Heritage LP | 110 Louisiana, Suite 500, Midland, TX 79701 | | |
| mey a nemage Lr | P.O. Box 833206, Richardson, TX 75083-3206 | | |
| e Mary Guitar Polk Estate Limited Partnership | 15250 Prestonwood Blvd., #441, Dallas, TX 75248 | /0=0. | |
| th Ann Polk Caudle | 15250 Prestonwood Bivd., #441, Dallas, TX 75248 | (972) 388-1144 | |
| Holdings, LP | 4400 Arcady, Dallas, TX 75205 | (972) 388-1144 | |
| LK LAND & MINERALS LP | C/O GLEN WEBB PC, 3300 S. 14th, Suite 206, ABILENE, TX 79605 | | |
| | 3, 5500 51 2761, SOILE 200, MULLITE, 1A 7980; | (325) 201-1738 | |

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4000 FEDERAL 11 4006 4000 FEDERAL 11 4005 A A COM 4001 TLEY 4001 | Image | Country | Golds | Internation | Allyline SHIFE EXT Offices Producted by Internation | Allyline SHIFE EXT Offices Producted by Internation | Allyline SHIFE EXT Offices Producted by Internation | Allyline SHIFE EXT Offices | Allyline SHIFE EXT OFFI | Allyline SHIFE EXT



October 31, 2017

Legal Notice

Alpha SA/D Operating LLC, 4436 Sterling Ln, Plano, Texas, 75083 is filling Form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division for administrative approval for its salt water disposal well Alpha SA/D No. 2. The proposed well will be located 353 FNL & 2,398 FML in Section 18. Township 238, Range 285 in Eddy County, New Mexico Disposal water will be sourced from area production, and will be injected into the Siuro-Devonlan formallon (determined by offset log analysis) through an open hole completion between a maximum applied for top of 32,75 feet to a maximum applied for top of 32,75 feet to a maximum applied for top of 32,75 feet to a maximum applied for top of 32,75 feet to a maximum applied for top of 32,75 feet to a maximum applied for top of 32,75 feet to a maximum applied for top of 32,75 feet to a maximum applied for top of 32,75 feet to a maximum applied for top of 32,75 feet to a maximum rate of 32,000 BW/PD. Interested parties opposing the action must tile object tons or requests for hearing with the Cil Conservation Division, 12,20 South St. Francis Drive, Santa Fe, New Mexico 8,750.5, within 15 days. Additional information can be obtained from the espiciant's agent, Longuist & Co. LLC, at (512) 600-7764.

McMillan, Michael, EMNRD

From:

TrackingUpdates@fedex.com

Sent:

Tuesday, October 31, 2017 10:12 AM

To:

Chris Weyand

Subject:

FedEx Shipment 770599377942 Delivered

2 =

Your package has been delivered

Tracking # 770599377942

Ship date:

Fri, 10/27/2017

Maria Rivas

Lonquist and Co., LLC

Austin, TX 78738

.. US

Delivery date:

Tue, 10/31/2017 10:09

am

1220 South Street

Oil Conservation Div. - District

Francis Drive

SANTA FE, NM 87505

US

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770599377942

Status:

Delivered: 10/31/2017 10:09

Delivered

AM Signed for By: A.KILLOY

Reference:

#1538:

Signed for by:

A.KILLOY

Delivery location:

SANTA FE, NM

Delivered to:

Mailroom

Service type:

FedEx 2Day A.M

Packaging type:

Your Packaging

Number of pieces:

∹. 1

Weight:

1.00 lb.

Special handling/Services:

Deliver Weekday

Standard transit:

10/31/2017 by 10:30 am

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 11:11 AM CDT on 10/31/2017.

From: Sent: TrackingUpdates@fedex.com

Sent

Tuesday, October 31, 2017 12:44 PM

To:

Chris Weyand

Subject:

FedEx Shipment 770599550871 Delivered

K

Your package has been delivered

Tracking # 770599550871

Ship date:

Mon, 10/30/2017

Maria Rivas

Lonquist and Co., LLC

Austin, TX 78738

US

Delivery date:

Tue, 10/31/2017 1:41

pm

Matador Production

Company

LBJ Freeway, Suite 1500 One

Lincoln Center, 5400

DALLAS, TX 75240

US

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770599550871

Status:

Delivered: 10/31/2017 1:41

Delivered

PM Signed for By: LLISA

Reference:

#1538

Signed for by:

LLISA

Service type:

FedEx Ground

Packaging type:

Package

Number of pieces:

1 4 1

Weight:

1.00 lb.

Standard transit:

10/31/2017

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 1:43 PM CDT on 10/31/2017.

All weights are estimated.

From:

TrackingUpdates@fedex.com

Sent:

Tuesday, October 31, 2017 12:57 PM

To:

Chris Weyand

Subject:

FedEx Shipment 770608267189 Delivered

K

Your package has been delivered

Tracking # 770608267189

Ship date:

Mon, 10/30/2017

Maria Rivas

Lonquist and Co., LLC Austin, TX 78738

US

Delivery date:

Tue, 10/31/2017 1:50

pm

Marathon Oil Permian LLC

Marathon Oil Permian LLC

5555 San Felipe Street

HOUSTON, TX 77056

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770608267189

Status:

Delivered: 10/31/2017 1:50

Delivered

PM Signed for By:

CMARCUS

Reference:

#1538

Signed for by:

CMARCUS

Service type:

FedEx Ground

Packaging type:

Package

Number of pieces:

90 10

Weight:

1.00 lb.

Standard transit:

10/31/2017

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 1.56 PM CDT on 10/31/2017.

All weights are estimated.

From:

TrackingUpdates@fedex.com

Sent:

Tuesday, October 31, 2017 1:11 PM

To:

Chris Weyand

Subject:

FedEx Shipment 770608378123 Delivered

RI I

Your package has been delivered

Tracking # 770608378123

Ship date:

Mon, 10/30/2017

Maria Rivas

Lonquist and Co., LLC

Austin, TX 78738

US

Delivery date:

Tue, 10/31/2017 2:09

pm

__pn

Peter R. Carter

Peter R. Carter

9320 Stratford Way

DALLAS, TX 75220

US

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770608378123

Status:

Delivered: 10/31/2017 2:09

Delivered

PM

Reference:

#1538

Service type:

FedEx Ground

Packaging type:

Package

Number of pieces:

1

Weight:

1.00 lb.

Standard transit:

10/31/2017

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 2:11 PM CDT on 10/31/2017.

All weights are estimated.

To track the latest status of your shipment, click on the tracking number above.

Standard transit is the date the package should be delivered by, based on the selected service, destination, and ship date. Limitations and exceptions may apply Please see the FedEx Service Guide for terms and conditions of service, including the FedEx Money-Back Guarantee, or contact your FedEx Customer Support representative.

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From:

TrackingUpdates@fedex.com

Sent:

Tuesday, October 31, 2017 1:32 PM

To:

Chris Weyand

Subject:

FedEx Shipment 770608732545 Delivered

Your package has been delivered

Tracking # 770608732545

Ship date:

Mon, 10/30/2017

Maria Rivas

Lonquist and Co., LLC

Austin, TX 78738

US

Delivery date:

Tue, 10/31/2017 2:29

pm

The Mary Guitar Polk Estate

LP.

Delivered The Mary Guitar Polk Estate LP

#441 15250 Prestonwood Blvd. DALLAS, TX 75248

US

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770608732545

Status:

Delivered: 10/31/2017 2:29

PM Signed for By: MWILL

Reference:

#1538

Signed for by:

MWILL

Service type:

FedEx Ground

Packaging type:

Package

Number of pieces:

1

Weight:

1:00 lb:

Standard transit:

10/31/2017

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 2:31 PM CDT on 10/31/2017.

All weights are estimated.

From:

Sent:

TrackingUpdates@fedex.com

Tuesday, October 31, 2017 1:32 PM

To:

Chris Weyand

Subject:

FedEx Shipment 770608747548 Delivered

K =

Your package has been delivered

Tracking # 770608747548

Ship date:

Mon, 10/30/2017

Maria Rivas

Lonquist and Co., LLC

Austin, TX 78738

US

Delivery date:

Tue, 10/31/2017 2:29

pm

Ruth Ann Polk Caudle

Ruth Ann Polk Caudle

#441 15250 Prestonwood Blvd.

DALLAS, TX 75248

US

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770608747548

Status:

Delivered: 10/31/2017 2:29

Delivered

PM Signed for By: MWILL

Reference:

#1538

Signed for by:

MWILL

Service type:

FedEx Ground

Packaging type:

Package

Number of pieces:

. 1

Weight:

1.00 lb.

Standard transit:

10/31/2017

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 2:32 PM CDT on 10/31/2017.

All weights are estimated.

To track the latest status of your shipment, click on the tracking number above.

Standard transit is the date the package should be delivered by, based on the selected service, destination, and ship date. Limitations and exceptions may apply. Please see the FedEx Service Guide for terms and conditions of service, including the FedEx Money-Back Guarantee, or contact your FedEx Customer Support representative.

From:

McMillan, Michael, EMNRD

Sent:

Tuesday, October 31, 2017 1:58 PM

To:

'Chris Weyand'

Cc:

Goetze, Phillip, EMNRD; Jones, William V, EMNRD

Subject:

Alpha SWD Alpha SWD Well No. 2

Chris:

Your application for Alpha SWD Alpha SWD Well No. 2 is cancelled. The following information is not present:

- No affidavit of publication. I did not see a proposed publication in the packet.
- No proof of mailing

When you get a complete application you may reapply

Michael McMillan 1220 South St. Francis Santa Fe, New Mexico 505-476-3448 Michael.mcmillan@state.nm.us

| McMillan, Michael, EM | NRD |
|----------------------------------|--|
| From: | Chris Weyand <chris@lonquist.com></chris@lonquist.com> |
| Serit: | Wednesday, November 8, 2017 3:52 PM |
| To: | McMillan, Michael, EMNRD |
| Cc: | Goetze, Phillip, EMNRD; Jones, William V, EMNRD |
| Subject: | RE: Alpha SWD Alpha SWD Well No. 2 |
| Attachments: | Affidavit for Alpha SWD #2.pdf; Alpha SWD #2 Water Analysis.pdf; Alpha SWD#2 |
| | Delivery Receipts.pdf |
| | ** |
| Mike, | |
| Wilke, | |
| Attached please find the follo | wing: |
| - Affidavit of Publication | |
| - Water analysis from t | wo nearby fresh water wells (C-00333 & C-01891) |
| - Delivery receipts | and the second s |
| | |
| Please let me know if you nee | d anything else. |
| | |
| Thanks, | |
| Chain Morand | |
| Chris Weyand Staff Engineer | |
| Lonquist & Co., LLC | |
| (512) 600-1764 Direct | |
| (210) 846-2673 Mobile | |
| (210) 040 2073 WODING | 1 * |
| From: McMillan, Michael, EMN | IRD [mailto:Michael.McMillan@state.nm.us] |
| Sent: Tuesday, October 31, 2 | |
| To: Chris Weyand | Control of Manager Control of Con |
| Cc: Goetze, Phillip, EMNRD; Jo | |
| Subject: RE: Alpha SWD Alph | a SWD Well No. 2 |
| Your application will not be ca | neollod |
| Your application will now be s | uspended for 10-days until the rest of the notices and affidavit of publication is receive |
| Mike | aspended for 10 days with the rest of the notices and amidavit of publication is receive |
| 1 | |
| From: Chris Weyand [mailto:cl | hris@longuist.com) |
| Sent: Tuesday, October 31, 20 | |
| To: McMillan, Michael, EMNR | O < Michael. McMillan@state.nm.us> |
| Cc: Goetze, Phillip, EMNRD < P | hillip.Goetze@state.nm.us>; Jones, William V, EMNRD < William V.Jones@state.nm.us> |
| Subject: RE: Alpha SWD Alpha | SWD Well No. 2 |
| | |
| Mike, | |
| Here's a proof for the publicat | ion that was schooluled to sun today and delivery positionally |
| riere s a proof for the publicat | ion that was scheduled to run today and delivery notices that we've received thus far. |
| Do we still need to reapply? | |
| | |
| Thanks, | |

Chris Weyand Staff Engineer Lonquist & Co., LLC (512) 600-1764 Direct (210) 846-2673 Mobile

From: McMillan, Michael, EMNRD [mailto:Michael.McMillan@state.nm.us]

Sent: Tuesday, October 31, 2017 2:58 PM

To: Chris Weyand

Cc: Goetze, Phillip, EMNRD; Jones, William V, EMNRD

Subject: Alpha SWD Alpha SWD Well No. 2

Chris:

Your application for Alpha SWD Alpha SWD Well No. 2 is cancelled. The following information is not present:

- No affidavit of publication. I did not see a proposed publication in the packet.
- No proof of mailing

When you get a complete application you may reapply

Michael McMillan 1220 South St. Francis Santa Fe, New Mexico 505-476-3448 Michael.mcmillan@state.nm.us

From:

Sent:

To: Subject: TrackingUpdates@fedex.com

Tuesday, October 31, 2017 11:12 AM

Chris Weyand

FedEx Shipment 770599377942 Delivered

Your package has been delivered

Tracking # 770599377942

Ship date:

Frl, 10/27/2017

Maria Rivas

Lonquist and Co., LLC Austin, TX 78738

US



Delivery date: Tue, 10/31/2017 10:09

am

1220 South Street

Oil Conservation Div. - District

IV

Francis Drive

SANTA FE, NM 87505

US

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770599377942

Status:

Delivered: 10/31/2017 10:09

AM Signed for By: A.KILLOY

Reference:

#1538

Signed for by:

AKILLOY

Delivery location:

SANTA FE, NM

Delivered to:

Maliroom

Service type:

FedEx 2Day A.M

Packaging type:

Your Packaging

Number of pieces:

1

Weight:

1.00 lb.

Special handling/Services:

Deliver Weekday

Standard transit:

10/31/2017 by 10:30 am

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 11:11 AM CDT on 10/31/2017.

From:

Sent:

To: Subject: TrackingUpdates@fedex.com

Wednesday, November 01, 2017 3:07 PM

Chris Weyand

FedEx Shipment 770599457829 Delivered

Your package has been delivered

Tracking # 770599457829

Ship date:

Mon, 10/30/2017

Maria Rivas

Lonquist and Co., LLC Austin, TX 78738

US



Delivered

Delivery date: Wed, 11/1/2017 2:05 pm

NM Oil Conservation District

811 South First Street ARTESIA, NM 88210' US

Shipment Facts

Our records Indicate that the following package has been delivered.

Tracking number:

770599457829

Status:

Delivered: 11/01/2017 2:05

PM Signed for By: RRANDI

Reference:

Project # 1538

Signed for by:

RRANDI

Service type:

FedEx Ground

Packaging type:

Package

Number of pleces:

1

Weight:

1.00 lb.

Standard transit:

11/1/2017

Please do not respond to this message. This email was sent from an unattended malibox. This report was generated at approximately 3:06 PM CDT on 11/01/2017.

All weights are estimated.

To track the latest status of your shipment, click on the tracking number above.

Standard transit is the date the package should be delivered by, based on the selected service, destination, and ship date. Limitations and exceptions may apply. Please see the FedEx Service Guide for terms and conditions of service, including the FedEx Money-Back Guarantee, or contact your FedEx Customer Support representative.

From:

Sent

To: Subject: TrackingUpdates@fedex.com

Tuesday, October 31, 2017 10:35 AM

Maria Rivas

FedEx Shipment 770599508640 Delivered

Your package has been delivered

Tracking # 770599508640

Ship date:

Fri, 10/27/2017

Maria Rivas

Lonquist and Co., LLC Austin, TX 78738

US



Delivery date: Tue, 10/31/2017 10:32

am

c/o Glen Webb

Polk land & Minerals, LP 3300 South 14th Street, Suite 206

ABILENE, TX 79605 US

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770599508640

Status:

Delivered: 10/31/2017 10:32

AM Signed for By: G.WEBB

Reference:

#1538

Signed for by:

G.WEBB

Delivery location:

ABILENE, TX

Delivered to:

Receptionist/Front Desk

Service type:

FedEx 2Day A.M

Packaging type:

Your Packaging

Number of pieces:

1

Weight:

1.00 lb.

Special handling/Services:

Deliver Weekday

Standard transit:

10/31/2017 by 10:30 am

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 10:34 AM CDT on 10/31/2017.

From:

Sent:

To: Subject: TrackingUpdates@fedex.com

Tuesday, October 31, 2017 1:44 PM

Chris Weyand

FedEx Shipment 770599550871 Delivered

Your package has been delivered

Tracking # 770599550871

Ship date:

Mon, 10/30/2017

Maria Rivas

Lonquist and Co., LLC Austin, TX 78738

US



Delivery date:

Tue, 10/31/2017 1:41

pm

Matador Production

Company

LBJ Freeway, Suite 1500 One Lincoln Center, 5400

DALLAS, TX 75240

US

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770599550871

Status:

Delivered: 10/31/2017 1:41

PM Signed for By: LLISA

Reference:

#1538

Signed for by:

LLISA

Service type:

FedEx Ground

Packaging type:

Package

Number of pleces:

4

Weight:

1.00 lb.

Standard transit:

10/31/2017

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 1:43 PM CDT on 10/31/2017.

All weights are estimated.

From:

TrackingUpdates@fedex.com

Sent:

Wednesday, November 01, 2017 12:10 PM

To:

Chris Weyand

Subject:

FedEx Shipment 770599583050 Delivered

Your package has been delivered

Tracking # 770599583050

Ship date:

Mon, 10/30/2017

Maria Rivas

Longuist and Co., LLC Austin, TX 78738

US



Delivery date: Wed, 11/1/2017 12:07

pm

chevron USA Inc. 6301 Deauville Blvd. MIDLAND, TX 79706

US

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770599583050

Status:

Delivered: 11/01/2017 12:07

PM Signed for By: MBROWN

Reference:

#1538

Signed for by:

MBROWN

Service type:

FedEx Ground

Packaging type:

Package

Number of pieces:

1

Weight:

1.00 lb.

Standard transit:

11/1/2017

Please do not respond to this message. This email was sent from an unattended mallbox. This report was generated at approximately 12:09 PM CDT on 11/01/2017.

All weights are estimated.

To track the latest status of your shipment, click on the tracking number above.

Standard transit is the date the package should be delivered by, based on the selected service, destination, and ship date. Limitations and exceptions may apply Please see the FedEx Service Guide for terms and conditions of service, including the FedEx Money-Back Guarantee, or contact your FedEx Customer Support representative.

From: Sent:

Sent: To:

Subject:

TrackingUpdates@fedex.com

Thursday, November 02, 2017 6:34 PM

Chris Weyand

FedEx Shipment 770608051585 Delivered

Your package has been delivered

Tracking # 770608051585

Ship date: Mon, 10/30/2017

Maria Rivas

Lonquist and Co., LLC Austin, TX 78738

US



Delivery date: Thu, 11/2/2017 3:51 pm

Tap Rock Resources
Tap Rock Resources
602 Park Point Drive Suite 200
GOLDEN, CO 80401

US

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770608051585

Status:

Delivered: 11/02/2017 3:51

PM Signed for By: RBEERMA

Reference:

1538

Signed for by:

RBEERMA

Delivery location:

Golden, CO

Service type:

FedEx Ground

Packaging type:

Package

Number of pieces:

1

Weight:

1.00 lb.

Standard transit:

11/1/2017

Please do not reapond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 6:34 PM CDT on 11/02/2017.

All weights are estimated.

To track the latest status of your shipment, click on the tracking number above.

Standard transit is the date the package should be delivered by, based on the selected service, destination, and ship date. Limitations and exceptions may apply. Please see the FedEx Service Guide for terms and conditions of service, including the FedEx Money-Back Guarantee, or contact your FedEx Customer Support representative.



From:

Tracking Updates@fedex.com

Sent To:

Wednesday, November 01, 2017 12:36 PM

Chris Weyand

Subject:

FedEx Shipment 770608151029 Delivered

Your package has been delivered

Tracking # 770608151029

Ship date:

Mon, 10/30/2017

Maria Rivas

Longuist and Co., LLC Austin, TX 78738

US



Delivery date: Wed, 11/1/2017 12:34 pm

Snow Oll & Gas Snow Oil & Gas 818 E Broadway St ANDREWS, TX 79714 US

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770608151029

Status:

Delivered: 11/01/2017 12:34

Reference:

1538

Service type:

FedEx Ground

Packaging type:

Package

Number of pieces:

Weight:

1.00 lb.

Standard transit:

11/1/2017

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 12:36 PM CDT on 11/01/2017.

All weights are estimated.

To track the latest status of your shipment, click on the tracking number above.

Standard transit is the date the package should be delivered by, based on the selected service, destination, and ship date. Limitations and exceptions may apply. Please see the FedEx Service Guide for terms and conditions of service, including the FedEx Money-Back Guarantee, or contact your FedEx Customer Support representative.

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From:

Sent:

To: Subject: TrackingUpdates@fedex.com

Wednesday, November 01, 2017 1:58 PM

Chris Weyand

FedEx Shipment 770608173262 Delivered

Your package has been delivered

Tracking # 770608173262

Ship date:

Mon, 10/30/2017

Maria Rivas

Lonquist and Co., LLC Austin, TX 78738

US



Delivery date: Wed, 11/1/2017 1:55

Crown Oil Partners V, LP
Crown Oil Partners V, LP

4000 N Blg Spring, Suite 300 MIDLAND, TX 79705 US

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770608173262

Status:

Delivered: 11/01/2017 1:55

PM Signed for By:

ADEVRIES

Reference:

1538

Signed for by:

ADEVRIES

Service type:

FedEx Ground

Packaging type:

Package

Number of pieces:

1

Weight:

1.00 lb.

Standard transit:

11/1/2017

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 1:58 PM CDT on 11/01/2017.

All weights are estimated.

From:

Sent:

To: Subject: TrackingUpdates@fedex.com

Wednesday, November 01, 2017 1:58 PM

Chris Weyand

FedEx Shipment 770608188747 Delivered

Your package has been delivered

Tracking # 770608188747

Ship date: Mon, 10/30/2017

Maria Rivas Lonquist and Co., LLC Austin, TX 78738 US



Delivery date: Wed, 11/1/2017 1:55

pm

Crump Energy Partners II,

LLC

Crump Energy Partners II, LLC 4000 N Big Spring, Sulte 310 MIDLAND, TX 79705 US

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770608188747

Status:

Delivered: 11/01/2017 1:55

PM Signed for By:

ADEVRIES

Reference:

#1538

Signed for by:

ADEVRIES

Service type:

FedEx Ground

Packaging type:

Package

Number of pieces:

1

Weight:

1.00 lb.

Standard transit:

11/1/2017

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 1:58 PM CDT on 11/01/2017.

All weights are estimated.

From:

Sent:

To: Subject: TrackingUpdates@fedex.com

Wednesday, November 01, 2017 4:08 PM

Chris Weyand

FedEx Shipment 770608221989 Delivered

Your package has been delivered

Tracking # 770608221989

Ship date:

Mon, 10/30/2017

Maria Rivas

Lonquist and Co., LLC Austin, TX 78738

US



Delivery date: Wed, 11/1/2017 4:04

pm

Nadel & Gussman Delaware

LLC

Nadel & Gussman Delaware

LLC

15 East 5th Street Suite 3300 TULSA, OK 74103

US

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770608221989

Status:

Delivered: 11/01/2017 4:04

PM Signed for By: PPARDUE

Reference:

#1538

Signed for by:

PPARDUE

Delivery location:

Tulsa, OK

Service type:

FedEx Ground

Packaging type:

Package

Number of pleces:

1

Weight:

1.00 lb.

Standard transit:

11/1/2017

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 4:07 PM CDT on 11/01/2017.

From: Sent:

To:

TrackingUpdates@fedex.com

Tuesday, October 31, 2017 1:57 PM

Chris Weyand

Subject:

FedEx Shipment 770608267189 Delivered

Your package has been delivered

Tracking # 770608267189

Ship date:

Mon, 10/30/2017

Maria Rivas

Lonquist and Co., LLC Austin, TX 78738

US



Delivery date: Tue, 10/31/2017 1:50

pm

Marathon Oil Permian LLC Marathon Oil Permian LLC 5555 San Felipe Street HOUSTON, TX 77056

US

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770608267189

Status:

Delivered: 10/31/2017 1:50

PM Signed for By:

CMARCUS

Reference:

#1538

Signed for by:

CMARCUS

Service type:

FedEx Ground

Packaging type:

Package

Number of pieces:

4

Weight:

1.00 lb.

Standard transit:

10/31/2017

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 1:58 PM CDT on 10/31/2017.

All weights are estimated.

From: Sent

TrackingUpdates@fedex.com

Tuesday, October 31, 2017 2:11 PM

To:

Chris Weyand

Subject:

FedEx Shipment 770608378123 Delivered

Your package has been delivered

Tracking # 770608378123

Ship date:

Mon, 10/30/2017

Maria Rivas

Lonquist and Co., LLC

Austin, TX 78738

US



Delivery date: Tue, 10/31/2017 2:09

Peter R. Carter Peter R. Carter 9320 Stratford Way DALLAS, TX 75220 US

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770608378123

Status:

Delivered: 10/31/2017 2:09

PM

Reference:

#1538

Service type:

FedEx Ground

Packaging type:

Package

Number of pleces:

Weight:

1.00 lb.

Standard transit:

10/31/2017

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 2:11 PM CDT on 10/31/2017.

All weights are estimated.

To track the latest status of your shipment, click on the tracking number above.

Stendard transit is the date the package should be delivered by, based on the selected service, destination, and ship date. Limitations and exceptions may apply Please see the FedEx Service Guide for terms and conditions of service, including the FedEx Money-Back Guarantee, or contact your FedEx Customer Support representative.

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From: Sent:

TrackingUpdates@fedex.com

To:

Thursday, November 02, 2017 11:15 AM

Chris Weyand FedEx Shipment 770608514871 Delivered

Subject:

Your package has been delivered

Tracking # 770608514871

Ship date:

Mon, 10/30/2017

Maria Rivas

Lonquist and Co., LLC Austin, TX 78738

US



Delivery date: Thu, 11/2/2017 10:14 am

Barbara Carter Barbara Carter 24 Condessa Road SANTA FE, NM 87508 US



Our records indicate that the following package has been delivered.

Tracking number:

770608514871

Status:

Delivered: 11/02/2017 10:14

AM Signed for By: Signature

Not Req

Reference:

#1538

Signed for by:

Signature Not Req

Service type:

FedEx Ground

Packaging type:

Package

Number of pieces:

Weight:

1.00 lb.

Standard transit:

11/2/2017

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 11:15 AM CDT on 11/02/2017.

All weights are estimated.

From:

Sent

To: Subject: TrackingUpdates@fedex.com

Wednesday, November 01, 2017 10:24 AM

Chris Weyand

FedEx Shipment 770608568790 Delivered

Your package has been delivered

Tracking # 770608568790

Ship date:

Mon, 10/30/2017

Maria Rivas

Lonquist and Co., LLC Austin, TX 78738

US



Delivery date: Wed, 11/1/2017 10:23

Edmund T Anderson Edmund T Anderson 2521 Humble MIDLAND, TX 79705 US

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770608568790

Status;

Delivered: 11/01/2017 10:23 AM Signed for By: Signature

Not Req

Reference:

#1538

Signed for by:

Signature Not Req

Service type:

FedEx Ground

Packaging type:

Package

Number of pleces:

1

Weight:

1.00 lb.

Standard transit:

11/1/2017

Please do not respond to this message. This email was sent from an unatlended mailbox. This report was generated at approximately 10:24 AM CDT on 11/01/2017.

All weights are estimated.

From:

TrackingUpdates@fedex.com

Sent:

Wednesday, November 01, 2017 10:25 AM

To:

Chris Weyand

Subject:

FedEx Shipment 770608584960 Delivered

Your package has been delivered

Tracking # 770608584960

Ship date:

Mon, 10/30/2017

Maria Rivas

Lonquist and Co., LLC Austin, TX 78738

US



Delivered

Delivery date: Wed, 11/1/2017 10:23

Edmund T. Anderson, IV, Trustee

Mary Anderson Boll Family Trust 2521 Humble

MIDLAND, TX 79705

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770608584960

Status:

Delivered: 11/01/2017 10:23

AM Signed for By: Signature

Not Req

Reference:

#1538

Signed for by:

Signature Not Req

Service type:

FedEx Ground

Packaging type:

Package

Number of pleces:

Weight:

1.00 lb.

Standard transit:

11/1/2017

All weights are estimated.

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 10:24 AM CDT on 11/01/2017.

From: Sent:

To: Subject: TrackingUpdates@fedex.com

Tuesday, October 31, 2017 2:32 PM

Chris Weyand

FedEx Shipment 770608732545 Delivered

Your package has been delivered

Tracking # 770608732545

Ship date: Mon, 10/30/2017

Maria Rivas

Lonquist and Co., LLC Austin, TX 78738

US



Delivery date: Tue, 10/31/2017 2:29 pm

The Mary Gultar Polk Estate

The Mary Gulter Polk Estate LP #441 15250 Prestonwood Blvd. DALLAS, TX 75248 US

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770608732545

Status:

Delivered: 10/31/2017 2:29

PM Signed for By: MWILL

Reference:

#1538

Signed for by:

MWILL

Service type:

FedEx Ground

Packaging type:

Package

Number of pieces:

1

Weight:

1.00 lb.

Standard transit:

10/31/2017

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 2:31 PM CDT on 10/31/2017.

All weights are estimated.

From:

TrackingUpdates@fedex.com

Sent:

Tuesday, October 31, 2017 2:32 PM

To:

Chris Weyand

Subject:

FedEx Shipment 770608747548 Delivered

Your package has been delivered

Tracking # 770608747548

Ship date:

Mon, 10/30/2017

Maria Rivas

Lonquist and Co., LLC Austin, TX 78738 US



Delivery date: Tue, 10/31/2017 2:29 pm

Ruth Ann Polk Caudle Ruth Ann Polk Caudle #441 15250 Prestonwood Blvd. **DALLAS, TX 75248** US



Our records indicate that the following package has been delivered.

Tracking number:

770608747548

Status:

Delivered: 10/31/2017 2:29

PM Signed for By: MWILL

Reference:

#1538

Signed for by:

MWILL

Service type:

FedEx Ground

Packaging type:

Package

Number of pieces:

Weight:

1.00 lb.

Standard transit:

10/31/2017

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 2:32 PM CDT on 10/31/2017.

All weights are estimated.

To track the latest status of your shipment, click on the tracking number above.

Standard transit is the date the package should be delivered by, based on the selected service, destination, and ship date. Limitations and exceptions may apply:Please see the FedEx Service Guide for terms and conditions of service, including the FedEx Money-Back Guarantee, or contact your FedEx Customer Support representative.

From:

Sent:

To: Subject: TrackingUpdates@fedex.com

Tuesday, November 07, 2017 6:10 PM

Chris Weyand

FedEx Shipment 770668744474 Delivered

Your package has been delivered

Tracking # 770668744474

Ship date:

Fri, 11/3/2017

Maria Rivas

Lonquist and Co., LLC Austin, TX 78738



Delivery date: Tue, 11/7/2017 6:08 pm

Catherine Parker & Craig

Parker

Catherine Parker & Craig Parker 3721 Pallos Verdas

DALLAS, TX 75229

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770668744474

Status:

Delivered: 11/07/2017 6:08

PM Signed for By: Signature

Not Req

Reference:

#1538

Signed for by:

Signature Not Req

Service type:

FedEx Ground

Packaging type:

Package

Number of pieces:

Weight:

1.00 lb.

Standard transit:

11/6/2017

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 8:09 PM CST on 11/07/2017.

All weights are estimated.

From:

Sent:

To: Subject: TrackingUpdates@fedex.com

Monday, November 06, 2017 6:05 PM

Chris Weyand

FedEx Shipment 770668810230 Delivered

Your package has been delivered

Tracking # 770668810230

Ship date: Fri, 11/3/2017

Maria Rivas

Lonquist and Co., LLC Austin, TX 78738

US



Delivery date: Mon, 11/6/2017 6:04 pm

Caki Family Limited Partnership 3721 Pallos Verdas DALLAS, TX 75229 US

Shipment Facts

Our records indicate that the following package has been delivered.

Tracking number:

770668810230

Status:

Delivered: 11/08/2017 6:04

PM Signed for By: Signature

Not Req

Reference:

#1538

Signed for by:

Signature Not Reg

Service type:

FedEx Ground

Packaging type:

Package

Number of pleces:

1

Weight:

1.00 lb.

Standard transit:

11/6/2017

Please do not respond to this message. This email was sent from an unattended mailbox. This report was generated at approximately 6:05 PM CST on 11/08/2017.

All weights are estimated.



November 8,2017

Dear Customer:

The following is the proof-of-delivery for tracking number 770682019651.

Delivery Information:

Statue:

Signed for by:

Delivered

S.PINKERTON

Delivered to:

Receptionist/Front Desk

Delivery location:

Service type: Special Handling:

FedEx Priority Overnight

Deliver Weekday

Delivery date:

Nov 7, 2017 12:35

MIDLAND, TX

Signature image is available. In order to view image and detailed information, the shipper or payor account number of the shipment must be provided.

Shipping Information:

Tracking number:

770682019651

Ship date:

Weight:

Nov 6, 2017

0.5 lbs/0.2 kg

Recipient:

MIDLAND, TX US

Shipper.

Austin, TX US

Reference

Thank you for choosing FedEx.

From:

Sent:

To: Subject: auto-reply@usps.com

Monday, November 06, 2017 11:07 AM

Chris Weyand

USPS® Item Delivered, To Agent 70141820000032039875



Hello Chris Weyand,

Your item has been delivered to an agent at 4:46 am on November 6, 2017 in HOUSTON, TX 77210.

Tracking Number: 70141820000032039875

Delivered, To Agent



Tracking & Delivery Options

My Account

Visit <u>USPS Tracking</u>e to check the most up-to-date status of your package. Sign up for <u>Informed Deliverve</u> to digitally preview the address side of your incoming letter-sized mail and manage your packages scheduled to arrive soon! To update how frequently you receive emails from USPS, log in to your <u>USPS.com</u> account.

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Download USPS Mobile®

From:

Sent:

To:

Subject:

auto-reply@usps.com

Friday, November 03, 2017 9:05 AM

Chris Weyand

USPS® Item Delivered, Individual Picked Up at Postal Facility 70171000000034025471



Hello Chris Weyand,

Your item was picked up at a postal facility at 8:15 am on November 2, 2017 in ABILENE, TX 79604.

Tracking Number: 7017100000034025471

Delivered, Individual Picked Up at Postal Facility



Tracking & Delivery Options

My Account

Visit <u>USPS Tracking</u> to check the most up-to-date status of your package. Sign up for <u>Informed Delivery</u> to digitally preview the address side of your incoming letter-sized mail and manage your packages scheduled to arrive soon! To update how frequently you receive emails from USPS, log in to your <u>USPS.com</u> account.

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Download USPS Mobiles

From:

Sent:

To:

Subject:

auto-reply@usps.com

Monday, November 06, 2017 10:09 AM

Chris Weyand

USPS® Item Delivered, Individual Picked Up at Post Office 70171000000034025518



Hello Chris Weyand,

Your item was picked up at the post office at 11:37 am on November 4, 2017 in LOVING, NM 88256.

Tracking Number: 7017100000034025518

Delivered, Individual Picked Up at Post Office



Tracking & Delivery Options

My Account

Visit <u>USPS Tracking</u>e to check the most up-to-date status of your package. Sign up for <u>informed Deliverye</u> to digitally preview the address side of your incoming letter-sized mall and manage your packages scheduled to arrive soon! To update how frequently you receive emails from USPS, log in to your <u>USPS.com</u> account.

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From:

Sent:

To:

Subject:

auto-reply@usps.com

Friday, November 03, 2017 11:27 AM

Chris Weyand

USPS® Item Delivered 70171000000034025525



Hello Chris Weyand,

Your item was delivered at 11:08 am on November 3, 2017 in ABILENE, TX 79601.

Tracking Number: 7017100000034025525

Delivered



Tracking & Delivery Options

My Account

Visit <u>USPS Tracking</u>e to check the most up-to-date status of your package. Sign up for <u>Informed Delivery</u>e to digitally preview the address side of your incoming letter-sized mail and manage your packages scheduled to arrive soon! To update how frequently you receive emails from USPS, log in to your <u>USPS.com</u> account.

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INFORMED DELIVERY

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Download USPS Mobilee





From:

Sent:

To: Subject: auto-reply@usps.com

Friday, November 03, 2017 9:15 AM

Chris Weyand

USPS® Item Delivered 70171000000034025563



Hello Chris Weyand,

Your item was delivered at 10:57 am on November 2, 2017 in MIDLAND, TX 79705.

Tracking Number: 7017100000034025563

Delivered



Tracking & Delivery Options

My Account

Visit <u>USPS Tracking</u>e to check the most up-to-date status of your package. Sign up for <u>Informed Deliverve</u> to digitally preview the address side of your incoming letter-sized mail and manage your packages scheduled to arrive soon! To update how frequently you receive emails from USPS, log in to your <u>USPS.com</u> account.

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From:

Sent:

To: Subject: auto-reply@usps.com

Friday, November 03, 2017 9:17 AM

Chris Weyand

USPS® Item Delivered, Left with Individual 70171000000034025594



Hello Chris Weyand,

Your item was delivered to an individual at the address at 12:11 pm on November 2, 2017 in DALLAS, TX 75205.

Tracking Number: 7017100000034025594

Delivered, Left with Individual



Tracking & Delivery Options

My Account

Visit <u>USPS Tracking</u>e to check the most up-to-date status of your package. Sign up for <u>informed Deliverye</u> to digitally preview the address side of your incoming letter-sized mail and manage your packages scheduled to arrive soon! To update how frequently you receive emails from USPS, log in to your <u>USPS.com</u> account.

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From:

Sent:

To:

Subject:

auto-reply@usps.com

Friday, November 03, 2017 2:37 PM

Chris Weyand

USPS® Item Delivered, Left with Individual 70171000000034025600



Hello Chris Weyand,

Your item was delivered to an individual at the address at 2:31 pm on November 3, 2017 in LUBBOCK, TX 79423.

Tracking Number: 7017100000034025600

Delivered, Left with Individual



Tracking & Delivery Options

My Account

Visit <u>USPS Tracking</u> to check the most up-to-date status of your package. Sign up for <u>Informed Delivery</u> to digitally preview the address side of your incoming letter-sized mail and manage your packages scheduled to arrive soon! To update how frequently you receive emails from USPS, log in to your <u>USPS.com</u> account.

Want regular updates on your package? Set up text alerts.

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Download USPS Mobile®

From:

Sent:

To:

Subject:

auto-reply@usps.com

Wednesday, November 08, 2017 11:17 AM

Chris Weyand

USPS® Item Delivered 70171000000034025631



Hello Chris Weyand,

Your item was delivered at 10:06 am on November 7, 2017 in ABILENE, TX 79601.

Tracking Number: 7017100000034025631

Delivered



Tracking & Delivery Options

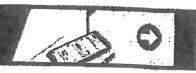
My Account

Visit <u>USPS Trackings</u> to check the most up-to-date status of your package. Sign up for <u>Informed Delivery</u>e to digitally preview the address side of your incoming letter-sized mall and manage your packages echeduled to arrive soon! To update how frequently you receive emails from USPS, log in to your <u>USPS.com</u> account.

Want regular updates on your package? Set up text alerts.

INFORMED DELIVERY

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Download USPS Mobiles





Maria Rivas

From:

Sent:

To:

Subject:

auto-reply@usps.com

Friday, November 03, 2017 3:25 PM

Chris Weyand

USPS® Ready for Pickup 70171000000034025587



Hello Chris Weyand,

Your package is **ready for pickup** at your designated post office.

Your item arrived at the RICHARDSON, TX 75083 post office at 1:46 pm on November 3, 2017 and is ready for pickup.

Tracking Number: 7017100000034025587

Ready for Pickup!



Tracking & Delivery Options

My Account

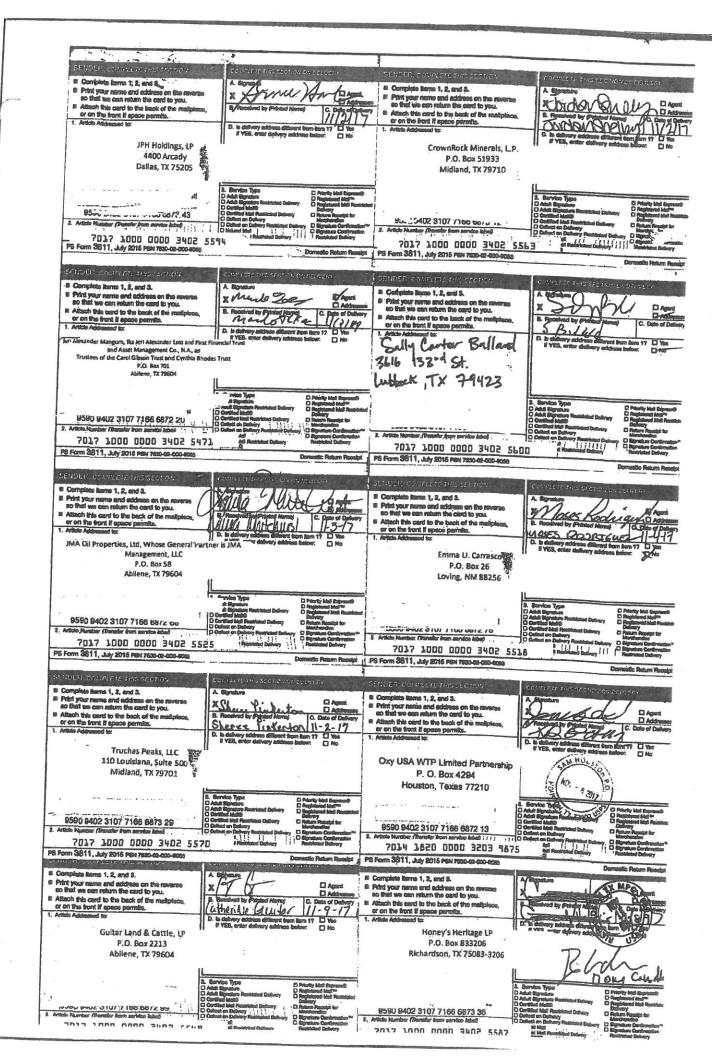
Visit <u>USPS Tracking</u>e to check the most up-to-date status of your package. Sign up for <u>Informed Deliverve</u> to digitally preview the address side of your Incoming letter-sized mall and manage your packages scheduled to arrive soon! To update how frequently you receive emails from USPS, log in to your <u>USPS.com</u> account.

Want regular updates on your package? Set up text alerts.

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|--|--|--|--|
| ON ON DELIVERY Chairman | C Priority Mari Excresses C Reptstered Meilmen C Structure Confirmation Restricted Delivery | Domestic Return Receipt | |
| COMPLETE THIS SECTION ON DELIVERY A. Signeture X. OULL R. COMPLETE Many B. Te delivery address below: If YES, enter delivery address below: | 1 | | |
| SECTION so on the reverse and to you. As The UsT 45 The UsT 78709062. | | 1.7830-02-000:6003 | |
| SCNDER: COMPLETE THIS SECTION Complete Itatie 1, 2, and 3. Pint your name and address on the reverse so that we can retuin the card to you. Attach this card to the back of the maliplece, or on the front if space permits. Article Addressed to: KAREN GALL LUCAS IRUS. O 130 X 10621 MUSTIN, TX 1879 06 | Article Number (Tensive from a 7017 1000 000 | Form SB.11, July 2016 FBN | |
| De Addresses Add | Phority Mall Express® I Registered Mall Presticited Defeny Mariandes Petinin Repetit for Registered Confirmation Registered Confirmation Registered Confirmation Registered Delivery Insettic Return Repetit | == | |
| COMPILETE THIS SECTION ON DELIVER X | oficial Dehray ofind Dehray Pendicial Dehray bed Didhey | | |
| Abun Abun 1990 | | | |
| Sudden Complete terms 1, 2, and 3. Complete terms 1, 2, and 3. Pirity your name and address on the reverse so that we can return the card to you. Are chittles card to the back of the maliplece, or on the front if space permits. Article Addressed to: Article Addressed to | 9590 9402 3291 71 dide Number (Traisfer from se 7 0 3.6 3 5 6 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 | And the second s | |

CARDINAL LABORATORIES SCALE INDEX WATER ANALYSIS REPORT

Company : Lease Name :

LONGQUIST FIELD SERVICES

Date Sampled: 10/27/17

NOT GIVEN

Company Rep. : CHRIS WEYAND

Well Number : Location

WELL C 00333 (H702956-01) NOT GIVEN

| | | | | - | - |
|----|------------|-------|-----|---|---|
| m. | EDAN A | en ii | - 1 | S | |
| P2 | A 196" IE. | PR II | _ 1 | - | |

| | 71117121010 | | | 425 | | | |
|-----|------------------------------------|----------|-----|-----------|-------|------------------|---------|
| 1 | I. pH | 6.56 | | 8 | | | |
| | 2. Specific Gravity @ 60/60 F. | 1.0100 | | | | | |
| 3 | B. CaCO3 Saturation Index @ 80 F. | +0.582 | | Calcium (| Cart | onate Scale Pos | اداطانه |
| | @ 140 F. | +1.432 | | Calcium (| Carb | onate Scale Pos | Sible. |
| | Dissolved Gasses | | | | , | onate ocale Pos | SiDIE. |
| | . Hydrogen Sulfide | 0.012 | | PPM | | | |
| 5 | . Carbon Dioxide | ND | | PPM | | | |
| 6 | . Dissolved Oxygen | ND | | PPM | | | |
| | Cations | | 1 | Eq. Wt. | = | MEQ/L | |
| | . Calcium (Ca++) | 1,110.00 | 1 | 20.1 | = | 55.22 | |
| | . Magnesium (Mg++) | 335.00 | 1 | 12.2 | = | 27.46 | |
| | . Sodium (Na+) | 1,740 | 1 | 23.0 | = | 90.79 | |
| 10. | . Barium (Ba++) | 0.000 | 1 | 68.7 | = | 0.00 | |
| | Anions | | | | | 0.00 | |
| | . Hydroxyl (OH-) | 0 | 1 | 17.0 | = | 0.00 | |
| | Carbonate (CO3=) | 0 | 1 | 30.0 | = | 0.00 | |
| | Bicarbonate (HCO3-) | 278 | 1 | 61.1 | = | 4.55 | |
| | Sulfate (SO4=) | 1,920 | 1 | 48.8 | = | 39.34 | |
| 15. | Chloride (CI-) | 4,600 | 1 | 35.5 | = | 129.58 | |
| | Other | | | | | | |
| | Total Iron (Fe) | 0.000 | 1 | 18.2 | = | 0.00 | |
| | Total Dissolved Solids | 10,400 | | | | 0.00 | |
| | Total Hardness As CaCO3 | 4,151.0 | | | | | |
| | Calcium Sulfate Solubility @ 90 F. | 2,620 | . " | Calcium S | ulfat | e Scale Possible | |
| 20. | Resistivity (Measured) | 0.827 | (| hm/Mete | rs | all the | es (F) |
| | | | | | | | |

Logarithmic Water Pattern

10,000 1,000 100 10 100 1,000 10,000

PPODADI E MINEDAL

| PROB | adle miner | AL C | OMPOSITION | ON | |
|-----------|------------|------|------------|-----|-------|
| COMPOUND | Eq. Wt. | X | MEQ/L | = | mg/L |
| Ca(HCO3)2 | 81.04 | X | 4.55 | = | 369 |
| CaSO4 | 68.07 | X | 39.34 | = | 2,678 |
| CaCl2 | 55.50 | X | 11.33 | = | |
| Mg(HCO3)2 | 73.17 | X | 0.00 | = | 629 |
| MgSO4 | 60.19 | X | 0.00 | = | 0 |
| MgCl2 | 47.62 | X | 27.46 | = | 4 200 |
| NaHCO3 | 84.00 | X | 0.00 | = | 1,308 |
| NaSO4 | 71.03 | X | 0.00 | = | U. |
| NaCl | 58.46 | X | | | 0 |
| | 00.40 | ^ | 90.79 | 200 | 5,308 |

CARDINAL LABORATORIES SCALE INDEX WATER ANALYSIS REPORT

Company

LONGQUIST FIELD SERVICES

Date Sampled: 10/27/17

Lease Name :

NOT GIVEN

Company Rep. : CHRIS WEYAND

Well Number :

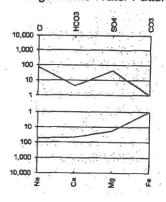
Location

WELL C 01891 (H702956-02) NOT GIVEN

| | 6. 1 | | | 8 4 | - | 0.00 |
|------|------|-----|---|-----|---|------|
| - 20 | N | an. | в | w | | 86 |
| | | | | | | |

| | ANALIOIS | | | - | | |
|------------|------------------------------------|------------------------------|---|------------|---------|-------------------------|
| | . pH | 6.84 | | | | |
| 2 | . Specific Gravity @ 60/60 F. | 1.0090 | | | | |
| 3 | . CaCO3 Saturation Index @ 80 F. | +0.924 | | 'Calcium (| Carl | oonate Scale Possible' |
| | @ 140 F. | +1.624 | | 'Calcium (| Cark | Conate Scale Possible |
| | Dissolved Gasses | | | | Juli | Solitate Scale Possible |
| 4 | . Hydrogen Sulfide | 0.000 | | PPM | | |
| 5 | . Carbon Dioxide | ND | | PPM | * | |
| 6 | . Dissolved Oxygen | ND | | PPM | | |
| | Cations | | 1 | Eq. Wt. | - | MEQ/L |
| | Calcium (Ca++) | 944.00 | 1 | 20.1 | = | 46.97 |
| | Magnesium (Mg++) | 221.00 | 1 | 12.2 | = | 18.11 |
| | Sodium (Na+) | 1,050 | 1 | 23.0 | = | 54.83 |
| 10. | Barium (Ba++) | 0.000 | 1 | 68.7 | = | 0.00 |
| | Anions | | | | | 0.00 |
| | Hydroxyl (OH-) | 0 | 1 | 17.0 | = | 0.00 |
| | Carbonate (CO3=) | 0 | 1 | 30.0 | = | 0.00 |
| | Bicarbonate (HCO3-) | 249 | 1 | 61,1 | = | 4.08 |
| | Sulfate (SO4=) | 2,010 | 1 | 48.8 | Allen - | 41.19 |
| 15. | Chloride (CI-) | 2,650 | 1 | 35.5 | - | 74.65 |
| ROU 6000 F | Other | 3. 3. 111 101 100 100 | | | | 74.00 |
| | Total Iron (Fe) | 1.980 | 1 | 18.2 | = | 0.11 |
| | Total Dissolved Solids | 7,400 | | | | 3.11 |
| | Total Hardness As CaCO3 | 3,267.0 | | | | |
| 19. | Calcium Sulfate Solubility @ 90 F. | 2,622 | 1 | Calcium S | ulfai | te Scale Possible' |
| 20. | Resistivity (Measured) | 1.168 | (| Ohm/Mete | rs | @ 77 Degrees (F) |
| | | | | | | |

Logarithmic Water Pattern



PROBABLE MINERAL COMPOSITION

| |)NC | DIMPOSITIO | AL CC | adle Miner | FRUE |
|------------|-----|------------|-------|------------|-----------|
| mg/L | = | MEQ/L | X | Eq. Wt. | COMPOUND |
| 330 | = | 4.08 | X | 81.04 | Ca(HCO3)2 |
| 2,804 | = | 41.19 | X | 68.07 | CaSO4 |
| 2,004 | = | 1.70 | X | 55.50 | CaCl2 |
| 0 | = | 0.00 | X | 73.17 | Mg(HCO3)2 |
| . 0 | = | 0.00 | X | 60.19 | MgSO4 |
| 863 | = | 18.11 | X | 47.62 | MgCl2 |
| | = | 0.00 | X | 84.00 | NaHCO3 |
| 0 | = | 0.00 | X | 71.03 | NaSO4 |
| 0 3,205 | = | 54.83 | X | 58.46 | NaCl |



November 03, 2017

CHRIS WEYAND Lonquist Field Services, LLC 3345 Bee Cave Road, Suite 201 Austin, TX 78746

RE: WATER SAMPLES

Enclosed are the results of analyses for samples received by the laboratory on 10/27/17 14:50.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-17-9. Accreditation applies to drinking water, non-potable water and solid and chemical materials. All accredited analytes are denoted by an asterisk (*). For a www.tceq.texas.gov/field/ga/lab accredited certif.html.

Cardinal Laboratories is accreditated through the State of Colorado Department of Public Health and Environment for:

Method EPA 552.2 Total Haloacetic Acids (HAA-5)
Method EPA 524.2 Total Trihalomethanes (TTHM)
Method EPA 524.4 Regulated VOCs (V1, V2, V3)

Cardinal Laboratories is accredited through the State of New Mexico Environment Department for:

Method SM 9223-B

Total Coliform and E. coli (Colilert MMO-MUG)

Method EPA 524.2

Regulated VOCs and Total Trihalomethanes (TTHM)

Method EPA 552.2

Total Haloacetic Acids (HAA-5)

Accreditation applies to public drinking water matrices for State of Colorado and New Mexico.

Celeg D. Keine

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

Celey D. Keene

Lab Director/Quality Manager



PHONE (575) 393-2326 ° 101 E. MARLAND ° HOBBS, NM 88240

Analytical Results For:

Lonquist Field Services, LLC 3345 Bee Cave Road, Suite 201

Austin TX, 78746

Project: WATER SAMPLES

Project Number: NONE GIVEN

Project Manager: CHRIS WEYAND

Fax To: (512) 732-9816

Reported:

03-Nov-17 16:45

| Sample ID | Laboratory ID | Matrix | Date Sampled | Date Received |
|---------------|---------------|--------|-----------------|-----------------|
| WELL C- 00333 | H702956-01 | Water | 27-Oct-17 10:00 | 27-Oct-17 14:50 |
| WELL C- 01891 | H702956-02 | Water | 27-Oct-17 11:00 | 27-Oct-17 14:50 |

Cardinal Laboratories

*=Accredited Analyte

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Celeg D. Keine



Lonquist Field Services, LLC 3345 Bee Cave Road, Suite 201 Austin TX, 78746

Project: WATER SAMPLES

Project Number: NONE GIVEN Project Manager: CHRIS WEYAND

Fax To: (512) 732-9816

Reported: 03-Nov-17 16:45

WELL C- 00333 H702956-01 (Water)

| | | | ALTOL | 956-01 (Wa | terj | | | | | |
|-----------------------------|-------------|-----|--------------------|----------------|----------|---------|---------|-----------|-----------|-----|
| Analyte | Result | MDL | Reporting Limit | Units | Dilution | Batch | Analyst | Analyzed | Method | Not |
| | | | Cardin | al Laborat | ories | | | | | |
| norganic Compounds | | | | | | | * | | | |
| Alkalinity, Bicarbonate | 278 | | 5.00 | mg/L | . 1 | 7101105 | | | | |
| Alkalinity, Carbonate | <1.00 | | 1.00 | mg/L | 1 | 7101105 | AC | 30-Oct-17 | 310.1 | |
| hloride* | 4600 | | 4.00 | mg/L | 1 | | AC | 30-Oct-17 | 310.1 | |
| Conductivity* | 12100 | | 1.00 | uS/cm | í | 7103006 | AC | 30-Oct-17 | 4500-CI-B | |
| H+ | 6.56 | | 0.100 | pH Units | 1 | 7102713 | AC | 27-Oct-17 | 120.1 | |
| esistivity | 0.827 | | 0.100 | Ohms/m | 1 | 7102713 | AC | 27-Oct-17 | 150.1 | |
| pecific Gravity @ 60° F | 1.010 | | 0.000 | [blank] | 0.50 | 7102713 | AC | 27-Oct-17 | 120.1 | |
| ulfate* | 1920 | | 250 | | 1 | 7110311 | AC | 03-Nov-17 | SM 2710F | |
| DS* | 10400 | | 5.00 | mg/L | 25 | 7103009 | AC | 30-Oct-17 | 375.4 | |
| kalinity, Total* | 228 | | 4.00 | mg/L | 1 | 7102613 | AC | 30-Oct-17 | 160.1 | |
| lfide, total | 0.0122 | | | mg/L | 1 | 7101105 | AC | 30-Oct-17 | 310.1 | |
| | 0.0122 | | 0.0100 | mg/L | 1 | 7103007 | AC | 30-Oct-17 | 376.2 | |
| 2 = | | | Green Analy | vticel I sho | referies | | ě | | | |
| tal Recoverable Metals by I | CP (F200 7) | | | y treat Editor | atories | | 8 | | | |
| rium* | <1.25 | | 1.05 | | | | | | | |
| lcium* | 1110 | | 1.25 | mg/L | 25 | B710265 | JDA | 01-Nov-17 | EPA200.7 | 144 |
| 1* | <1.25 | | 2.50 | mg/L | 25 | B710265 | JDA | 01-Nov-17 | EPA200.7 | M |
| gnesium* | 335 | | 1.25 | mg/L | 25 | B710265 | JDA | 01-Nov-17 | EPA200.7 | |
| assium* | | | 2.50 | mg/L | 25 | B710265 | JDA | 01-Nov-17 | EPA200.7 | |
| inm* | <25,0 | | 25.0 | mg/L | 25 | B710265 | JDA | 01-Nov-17 | EPA200.7 | |
| | 1740 | | 25.0 | mg/L | 25 | B710265 | JDA | 01-Nov-17 | EPA200.7 | M5 |

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Celego Keene



Lonquist Field Services, LLC 3345 Bee Cave Road, Suite 201 Austin TX, 78746 Project: WATER SAMPLES
Project Number: NONE GIVEN
Project Manager: CHRIS WEYAND

Reported: 03-Nov-17 16:45

Fax To: (512) 732-9816

WELL C- 01891 H702956-02 (Water)

| Analyte | Result | MDL | Reporting Limit | Units | Dilution | Batch | Analyst | Analyzed | Method | Not |
|------------------------------|-------------|-----|--------------------|--------------|----------|---------|---------|------------------------|-----------|-----|
| | | | Cardie | al Laborat | ories | | , | | | |
| Inorganic Compounds | | | | | | | | | | |
| Alkalinity, Bicarbonate | 249 | | 5.00 | mg/L | 1 | 7101105 | AC | 30-Oct-17 | 310.1 | |
| Alkalinity, Carbonate | <1.00 | | 1.00 | mg/L | 1 | 7101105 | AC · | 30-Oct-17 | 310.1 | |
| Chloride* | 2650 | | 4.00 | mg/L | 1 | 7103006 | AC | 30-Oct-17 | 4500-CI-B | |
| Conductivity* | 8560 | | 1.00 | uS/cm | 1 | 7102713 | AC | 27-Oct-17 | 120.1 | |
| H* | 6.84 | | 0.100 | pH Units | 1 | 7102713 | AC | 27-Oct-17 | 150.1 | |
| Resistivity | 1.17 | | | Ohms/m | 1 | 7102713 | AC | 27-Oct-17 | 120.1 | |
| pecific Gravity @ 60° F | 1.009 | | 0.000 | [blank] | 1 | 7110311 | AC | 03-Nov-17 | SM 2710F | |
| ulfate* | 2010 | | 500 | mg/L | 50 | 7103009 | AC | 30-Oct-17 | 375.4 | |
| DS* | 7400 | | 5.00 | mg/L | 1 | 7102613 | AC | 30-Oct-17 | 160.1 | |
| Ikalinity, Total* | 204 | | 4.00 | mg/L | 1 | 7101105 | AC | 30-Oct-17 | 310.1 | |
| ulfide, total | <0.0100 | | 0.0100 | mg/L | 1 | 7103007 | AC | 30-Oct-17 | 376.2 | |
| | | | Green Anal | utical I abo | | | | | | |
| otal Recoverable Metals by I | CP (E200.7) | | Orech Anai | yiicai Labo | ratories | | | | | |
| arium* | <1.25 | | 1.25 | mg/L | 25 | B710265 | JDA | 01-Nov-17 | PR. 444 | |
| elcium* | 944 | | 2.50 | mg/L | 25 | B710265 | JDA | 01-Nov-17 | EPA200.7 | |
| on* | 1.98 | 40 | 1.25 | mg/L | 25 | B710265 | JDA | 01-Nov-17 01-Nov-17 | EPA200.7 | |
| agnesium* | 221 | | 2.50 | mg/L | 25 | B710265 | JDA | 01-Nov-17 01-Nov-17 | EPA200.7 | |
| tassium* | <25.0. | | 25.0 | mg/L | 25 | B710265 | JDA | 01-Nov-17 | EPA200.7 | |
| dium* | 1050 | | 25.0 | mg/L | 25 | B710265 | JDA | 01-Nov-17 01-Nov-17 | EPA200.7 | |

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Celey D. Keene



Lonquist Field Services, LLC 3345 Bee Cave Road, Suite 201 Austin TX, 78746

Project: WATER SAMPLES
Project Number: NONE GIVEN
Project Manager: CHRIS WEYAND
Fax To: (512) 732-9816

Reported: 03-Nov-17 16:45

Inorganic Compounds - Quality Control

Cardinal Laboratories

| Analyte | Result | Reporting Limit | Units | Spike Level | Source Result | %REC | %REC Limits | RPD | RPD Limit | Note |
|---|--------|--------------------|----------|----------------|------------------|-------------|------------------|------|--------------|------|
| Batch 7101105 - General Prep - Wet Chem | W. | | | | | | | | Lining | Note |
| Blank (7101105-BLK1) | 4 | | | Prepared & | Analyzed: | 11-Oct 17 | | | | |
| Alkalimity, Carbonate | ND | 1.00 | mg/L | . repaire a | Timiyan. | 11-001-17 | · · | | | |
| Alkalinity, Bicarbonate | 5.00 | 5.00 | mg/L | | | | | | | |
| Alkalinity, Total | 4.00 | 4.00 | mg/L | | | | * | | | |
| CS (7101105-BS1) | | | | Prepared & | Analyzed: | 11 0-4 17 | | | | |
| Alkalinity, Carbonate | ND | 2.50 | mg/L | 1 repared a | Analyzeu. | 11-0ct-17 | | | | |
| Alkalinity, Bicarbonate | 318 | 12.5 | mg/L | | | | 80-120 | | | |
| Akalinity, Total | 260 | 10.0 | mg/L | 250 | | 104 | 80-120 80-120 | | | |
| CS Dup (7101105-BSD1) | | | | Prepared 8 | A | | 00-120 | | | |
| Ikalinity, Carbonate | ND | 2.50 | mg/L | Prepared & | Analyzeg: | 11-Oct-17 | | | | |
| Ikalinity, Bicarbonate | 330 | 12.5 | mg/L | | 14 | | 80-120 | | 20 | |
| Ikalinity, Total | 270 | 10.0 | mg/L | 250 | | | 80-120 | 3.86 | 20 | |
| | 2.0 | 10.0 | mg/L | 230 | | 108 | 80-120 | 3.77 | 20 | |
| atch 7102613 - Filtration | | | | | | | | | | |
| lank (7102613-BLK1) | | | | Prepared: 20 | C-O~-17 A= | anh mod. 20 | 0.15 | | | |
| os | ND | 5.00 | mg/L | riopaiou. 2 | J-OCI-17 AI | lalyzeu. Ze | -Uct-17 | | | |
| CS (7102613-BS1) | | | | Prepared: 24 | . 0 . 17 4 - | -l 1 20 | | | | |
| OS . | 217 | 5.00 | mg/L | Prepared: 20 | S-OCI-II AI | | | | | |
| unlicate (7102C12 DEIDE) | | 2.00 | ing L | 213 | | 102 | 80-120 | | | |
| PHERIC (1102013-DUP1) | Sour | ce: H702901-1 | 17 | Prepared: 26 | -Oct-17 An | alyzed: 28 | -Oct-17 | | | |
| OS . | 702 | 5.00 | mg/L | | 674 | | 301.17 | 4.07 | | |
| atch 7102713 - General Prep - Wet Chem | | | | | | | | 4.07 | 20 | |
| CS (7102713-BS1) | | | 18.7 | Descend 6 | 4-1-1- | | | | | |
| nductivity | 467 | | uS/cm | Prepared & | Analyzed: 2 | | | | | |
| o de la constanta de la const | 7.07 | | | 500 | | 93.4 | 80-120 | | | |
| | 7.07 | 1 | pH Units | 7.00 | | 101 | 90-110 | | | |

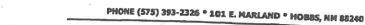
Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages. Cardinat's inhibitive and client's exchasive semedy for any claim existing, whather based in contract or text, shall be limited to the amount paid by client for analyses. All clims, including these for negligence at any other cause whetherever shall be deemed waked unless study in writing and excelved by Cardinal within theiry (30) days after completion of the applicable service. In no event shell Cardinal be little for incidental or exceequential demogration, business interruptions, less of use, or loss of profits incomed by client, its subsidiaries, affisiates or successors arising out of or related to the performance of the services horsenfor by Cardinal Liaboratories.

Results relate only to the above stated resoons or otherwise. Results relate only to the samples identified ebove. This report that not be reproduced except to full with written approval of Cardinal Liaboratories.

Caley D. Kena





Lonquist Field Services, LLC 3345 Bee Cave Road, Suite 201 Austin TX, 78746

Project: WATER SAMPLES
Project Number: NONE GIVEN

Reported: 03-Nov-17 16:45

Project Manager: CHRIS WEYAND Fax To: (512) 732-9816

Inorganic Compounds - Quality Control

Cardinal Laboratories

| Analyte | Result | Reporting Limit | Units | Spike Level | Source Result | %REC | %REC Limits | RPD | RPD Limit | Notes |
|---|---------|--------------------|----------|----------------|------------------|-----------------------|----------------|-------|--|-------|
| Batch 7102713 - General Prep - Wet Chem | | | | | | | | | | |
| Duplicate (7102713-DUP1) | Sou | rce: H702952 | -06 | Prepared & | Analyzed: | 27-Oct-17 | | | | |
| Conductivity | 3690 | 1.00 | uS/cm | | 3690 | 2, 00,17 | | - | | |
| ьн | 8.24 | 0.100 | pH Units | | 8.23 | | | 0.00 | 20 | |
| Resistivity | 2.71 | | Ohms/m | 29.1 | 2.71 | | | 0.121 | 20 20 | |
| Batch 7103006 - General Prep - Wet Chem | | | | | | | | | 20 | |
| Blank (7103006-BLK1) | | | | Prepared & | Analyzed: | 30-Oct-17 | | - | | |
| hloride | ND | 4.00 | mg/L | | | 30-000-17 | | | | |
| CS (7103006-BS1) | | | | Prepared & | Analyzed: | 30_0 ₀ -17 | | | | |
| hloride | 104 | 4.00 | mg/L | 100 | | 104 | 80-120 | | | |
| CS Dup (7103006-BSD1) | | | | Prepared & | Analyzed: 1 | 30-0«-17 | | | | |
| hloride | 104 | 4.00 | mg/L | 100 | rinayaou. | 104 | 80-120 | 0.00 | 20 | |
| atch 7103007 - General Prep - Wet Chem | | | | | | | D.S. MEM | 0.00 | 20 | |
| lank (7103007-BLK1) | | | | Prepared & | Angland: 2 | 0 Om 17 | | | ~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~ | |
| lfide, total | ND | 0.0100 | mg/L | тершец в. | ruiniyzeu. 3 | 0-0CI-17 | | | | |
| uplicate (7103007-DUP1) | Sour | ce: H702952-4 | 16 | Prepared & | Anglyzad: 2 | 0 Om 17 | | | | |
| lfide, total | 0.00700 | 0.0100 | mg/L | 1 Toparou at 1 | 0.00600 | 0-06-17 | | 15.4 | | |
| atch 7103009 - General Prep - Wet Chem | | | | | | | | 13.7 | 20 | |
| ank (7103009-BLK1) | | | | Prepared & | Analymod: 2 | 0.0 12 | | | | |
| fate | ND | 10.0 | mg/L | richarea & / | analyzed: 3 | v-UCI-17 | | | | |

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PLEASE NOTE: Liability and Damages. Clerithat's itability and client's exchalve remady for any claim arising, whether based in contract or tort, shall be itable to the amount paid by client for analyses. All cleims, including those for negligence are synchrology, without its ministron, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliaties or aucossors arising out of or related to the performance of the services hereunteer by Cardinal be its including, without it ministron, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliaties or aucossors arising out of or related to the performance of the services hereunteer by Cardinal, regardless of whether subsidiaries or aucossors arising out of or related to the performance of the services hereunteer by Cardinal, regardless of whether subsidiaries.

Celley D. Keine



PHONE (575) 393-2326 ° 101 E. MARLAND ° HOBBS, NM 88240

Analytical Results For:

Lonquist Field Services, LLC 3345 Bee Cave Road, Suite 201 Austin TX, 78746

Project: WATER SAMPLES Project Number: NONE GIVEN

Project Manager: CHRIS WEYAND Fax To: (512) 732-9816

Reported: 03-Nov-17 16:45

Inorganic Compounds - Quality Control

Cardinal Laboratories

| Analyte | Result | Reporting Limit | Units | Spike Level | Source Result | %REC | %REC | RPD | RPD Limit | Notes |
|---|--------|--------------------|---------|----------------|------------------|------------|--------|--------|--------------|--------|
| Batch 7103009 - General Prep - Wet Chem | Make | | | | | | | | | 110,00 |
| LCS (7103009-BS1) | | | | Prepared & | Analyzed: | 30-Oct-17 | | | | |
| Sulfate | 23.3 | 10.0 | mg/L | 20.0 | | 116 | 80-120 | | | |
| LCS Dup (7103009-BSD1) | | | | Prepared & | Analyzed: | 30-Oct-17 | | | | |
| ulfate | 23.0 | 10.0 | mg/L | 20.0 | · inary ioo. | 115 | 80-120 | 1.21 | 20 | |
| Batch 7110311 - General Prep - Wet Chem | | | | | | | | | | |
| Duplicate (7110311-DUP1) | Sour | rce: H702956- | 01 | Prepared & | Analyzed: | 03-Nov-17 | | | | |
| specific Gravity @ 60° F | 1.010 | 0.000 | [blank] | | 1.010 | 05-1104-17 | | 0.0505 | 20 | |

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PLEASE NOTE: Liability and De



Lonquist Field Services, LLC 3345 Bee Cave Road, Suite 201 Austin TX, 78746

Project: WATER SAMPLES

Project Number: NONE GIVEN
Project Manager: CHRIS WEYAND

Fax To: (512) 732-9816

Reported: 03-Nov-17 16:45

Total Recoverable Metals by ICP (E200.7) - Quality Control

Green Analytical Laboratories

| Analyte | Result | Reporting Limit | Units | Spike Level | Source Result | %REC | %REC Limits | RPD | RPD Limit | Notes |
|--|--------|--------------------|-------|----------------|------------------|------------|----------------|--------------|--------------|--------|
| Batch B710265 - Total Rec. 200.7/200.8/200.2 | | | | | | | | | | TYOICS |
| Blank (B710265-BLK1) | | | | Prepared: 3 | I_Oct_17 A | nahızadı O | 1 No. 15 | | | |
| iron | ND | 0,050 | mg/L | . repaide. 5 | 1-Ott-17 A | naryzeu. U | 1-Nov-17 | | | |
| Sodium | ND | 1.00 | mg/L | | | | | | | |
| Calcium | ND | 0.100 | mg/L | | | | | | | |
| Potassium | ND | 1.00 | mg/L | | | | | | | |
| Magnesium | ND | 0.100 | mg/L | | | | | | | |
| Barium | ND | 0.050 | mg/L | | | | | | | |
| LCS (B710265-BS1) | | | | Prepared: 3 | I_Oct_17 As | alimodi Ai | DI | | | |
| Sodium | 6.72 | 1.00 | mg/L | 6.48 | I-OCI-17 AI | | | | | |
| Barium | 2.08 | 0.050 | mg/L | 2.00 | | 104 | 85-115 | | | |
| Potassium | 8.33 | 1.00 | mg/L | 8.00 | | 104 | 85-115 | | | |
| Magnesium | 20.8 | 0.100 | mg/L | 20.0 | | 104 | 85-115 | | | |
| Calcium | 4.07 | 0.100 | mg/L | 4.00 | | 104 | 85-115 | | | |
| Iron | 4.12 | 0.050 | mg/L | 4.00 | | 102 | 85-115 | | | |
| | = | 0.050 | mg/L | 4,00 | | 103 | 85-115 | | | |
| LCS Dup (B710265-BSD1) | | | | Prepared: 31 | -Oct-17 An | alvzed: 01 | -Nov-17 | | | |
| Calcium | 4.21 | 0.100 | mg/L | 4.00 | | 105 | 85-115 | 3.31 | | |
| Potassium | 8.50 | 1.00 | mg/L | 8.00 | | 106 | 85-115 | 2.02 | 20 | |
| Sodium | 6.83 | 1.00 | mg/L | 6.48 | | 105 | 85-115 | 1.59 | 20 | |
| Barium | 2.11 | 0.050 | mg/L | 2.00 | | 105 | 85-115 | 1.59 | 20 | |
| Iron | 4.22 | 0.050 | mg/L | 4.00 | | 106 | 85-115 | | 20 | |
| Magnesium | 21.3 | 0.100 | mg/L | 20.0 | | 107 | 85-115 | 2.58 2.55 | 20 20 | |

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PLEASE NOTE: Liability and Destroyon. Cardinal's Bability and clients exclusive remaily for any claims entiting, whether based in contract or tors, shall be finited to the amount paid by client for analyses. All claims, including those for neighborous any other causes whitesover shall be deemed welved unless made in writing and received by Cardinal within thirty (30) days efter competition of the applicable service. In no event shall Cardinal be libble for incidental or consequential damagn claim is based upon any of the above spining response or otherwise. Results reade only to the complete dation. This report shall not be reprotuted except in full with written approval of Cardinal Laboratories.

Celey D. Keene



Notes and Definitions

| M5 | Sample was chosen for matrix spike. Spike recovery did not meet laboratory acceptance criteria, possible matrix interference in sample. |
|-----|---|
| ND | Analyte NOT DETECTED at or above the reporting limit |
| RPD | Relative Percent Difference |
| 88 | Samples not received at proper temperature of 6°C or below. |
| *** | Insufficient time to reach temperature. |
| - | Chloride by SM4500Cl-B does not require samples be received at or below 6°C |
| 3 | Samples reported on an as received basis (wet) unless otherwise noted on report |
| | · · · · · · · · · · · · · · · · · · · |

Cardinal Laboratories

*=Accredited Analyte

Celego Keene



CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

| Delivered By: (Circle One) |
|----------------------------|
|----------------------------|

Affidavit of Publication

State of New Mexico, County of Eddy, ss.

Danny Fletcher, being first duly sworn, on oath says:

That he is the Publisher of the Carlsbad Current-Argus, 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 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:

October 31

2017

That the cost of publication is \$68.15 and that payment thereof has been made and will be assessed as court

Subscribed and sworn to before me this 3 day of MARWOT 201)

My commission Expires 213/21

Notary Public



October 31, 2017

Legal Notice

Alpha SWD Operating LLC, 4436 Sterling Ln, Plano, Texas 75093 is filing Form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division for administrative approval for its salt water disposal well Alpha SWD No. 2. The proposed well will be located 353° FNI. & 2,398° FNI. In Section 18, Township 23S, Range 28E in Eddy. County, New Medico. Disposal water will be sourced from area production, and will be injected into the Siluro-Dévonlan Formation (determined by offset log analysis) through an open hole completion between a maximum applied for top of 13,275 feet to a maximum applied for top of 13,275 feet to a maximum applied for top of 13,275 feet to a maximum applied for top of 13,275 feet to a maximum applied for top of 13,275 feet to a maximum feeting opposing the action must file objections by requests for hearing with the Oil Conservation Division, 1220 South St. Francis Drive, Santa, Fe. New Mexico 87505, within 15 days. Additional information can be obtained from the applicant's agent, Lonquist & Co., LlC, at (512) 600-1764.

Affidavit of Publication

State of New Mexico, County of Eddy, ss.

Danny Fletcher, being first duly sworn, on oath says:

That he is the Publisher of the Carlsbad Current-Argus, 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 advertisements may 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:

October 31

2017

That the cost of publication is \$68.15 and that payment thereof has been made and will be assessed as court costs.

Subscribed and sworn to before me this 3 day of MANNET. 2017

Office of the sworn to before me this 3 day of MANNET. 2017

My commission Expires 2113/21

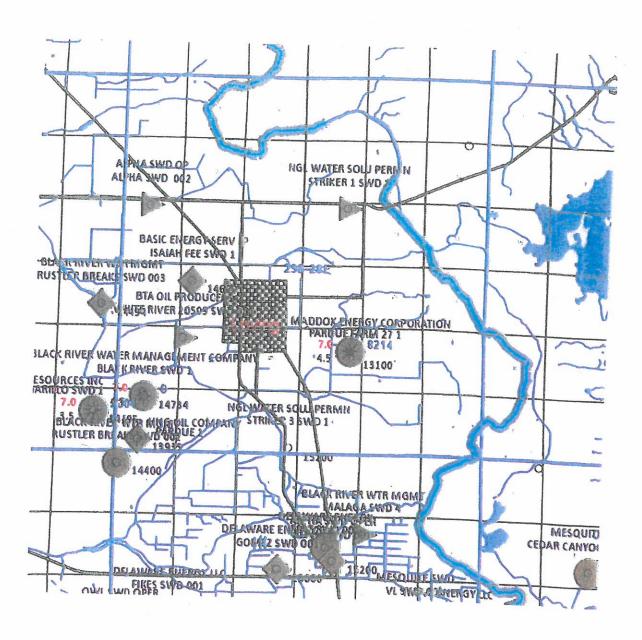
Notary Public



October 31, 2017

Legal Notice

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New Mexico Office of the State Engineer

Water Column/Average Depth to Water

| (A CLW#### in the POD suffix indicates the POD has been replaced & no longer serves a | (R=POD has been replaced, O=orphaned, C=the file is | ias been od, is | nb) | arters | are 1 | N= | 2=N | (quarters are 1=NW 2=NE 3=SW 4=SE) | -SE) | | | | | , |
|---|---|-----------------------|----------|--------|---------|-------|---------|------------------------------------|--------|-----------------------|-------------------------------|------------|-------|---|
| water right file.) | closed) | Pon | 事 | arters | are s | malle | st to l | (quarters are smallest to largest) | (NAD8 | (NAD83 UTM in meters) | 6 | (In feet) | | |
| | | Sub- | | 0 | 0 | | | | | | | P** | Woten | |
| POD Number | Code | basin | County | | | Sec | TWS | Rng | × | * | Depth Well Depth Water Column | pthWater C | olumn | |
| C 01572 | | ပ | B | 3 | 3 | 13 | 238 | 26E | 570245 | 3573761* | 215 | | | |
| C 01626 | | C | B | (C) | - | 13 | 238 | 26E | 570343 | 3574674* | 246 | 198 | 48 | |
| C 01642 | | o . | ED | 2 2 | - | 13 | 238 | 26E | 570845 | 3575177* | 303 | | | |
| C 01672 | | Ü | a | 4 | 6 | 13 | 235 | 26E | 570750 | 3573861* | 280 | 80 | 200 | |
| C 01733 | | O | B | 1 3 | 3 | 13 | 238 | 26E | 570245 | 3573961* | 247 | 197 | 20 | |
| C 01743 | | O | Œ | 1 3 | c. | 13 | 238 | 26E | 570245 | 3573961* | 250 | 196 | 54 | |
| C 01762 | | ပ | Œ | 2 | - | 13 | 238 | 26E | 570746 | 3575078* | 260 | 191 | . 69 | |
| C 01762 POD2 | 63 | ပ | Œ | 2 | - | 13 | 23S | 26E | 570746 | 3575078* | 250 | 203 | 47 | |
| C 01765 | | C | ED | 2 | - | 13 | 238 | 26E | 570746 | 3575078 | 350 | | | |
| C 01822 | | C | Œ | 3 | (proof) | 13 | 238 | 26E | 570343 | 3574674 | 258 | 200 | 58 | |
| C 01822 POD2 | | ပ | Œ | m | **** | 13 | 238 | 26E | 570343 | 3574674 | 228 | 212 | 16 | |
| C 01825 | | Ö | ED | m | 7 | 13 | 238 | 26E | 571151 | 3574670* | 243 | 221 | 22 | |
| C 01832 | | C | | 1 | 3 | 13 | 238 | 26E | 570345 | 3574268 | 250 | 200 | 20 | |
| C 01851 | | Ö | Œ | 1 | _ | 13 | 238 | 26E | 570341 | 3575080* | 258 | 207 | 51 | |
| C 01857 | | C | Œ | | | 13 | 238 | 26E | 570949 | 3574465* | 255 | 197 | 28 | |
| C 01867 | | C | ED | 1 1 | | 13 | 23S | 26E | 570240 | 3575179* | 250 | 212 | 38 | |
| C 01905 | | C | Œ | 7 | М | 13 | 238 | 26E | 570749 | 3574267* | 300 | | | |
| C 01968 | | C | B | 1 4 | _ | 13 | 238 | 26E | 570646 | 3574771* | 247 | 200 | 47 | |
| C 02040 | | Ö | 9 | 3 | 6 | 13 | 238 | 26E | 542025 | 3573761* | 264 | 185 | 62 | |

| County | • | | 5 | 7, | 30 | 9 | ⊋ | 29 | 92 | 5 | n | 2 | 20 | _ | | | |
|---|----------|---------|----------|----------|---------|----------|--------------|---------|------------|------------|--------------|----------|----------|--------------|----------|---------|--------------|
| 0%0A" | | | | • • | | | • | 14 | - | | | 105 | 7 | 14 | 46 | 2 5 | F |
| 63A %20 | | | 100 | R | 210 | 200 | 3 | 218 | 200 | 177 | | 175 | 210 | 211 | 204 | 300 | 3 |
| %ZC%UA"Basin" | 000 | 067 | 282 | | 740 | 240 | | 74. | 276 | 250 | | 280 | 280 | 252 | 250 | 240 | |
| TOTAL TOTAL THE TACTOON TERSINE %3A" %2C%0A" County | 3574573* | | 3574875* | 35751778 | 1110100 | 3574465* | 1475080* 6.A | 000000 | 3573961* | 3575078* | | 32/40/2- | 3575080* | 3573761* | 3574267* | 3573938 | 3574793 |
| | 570242 | | 570544 | 570645 | | 570949 | 570341 | | 570245 | 570746 | FAFOT3 | 3/0/4/ | 570341 | 570245 | 570749 | 570606 | 571677 |
| | 26E | | 26E | 26E | | 26E | 26B | | 26E | 26E | 200 | 707 | Z6E | 26E | 26E | 26E | 26E |
| | 238 | | 238 | 238 | | 238 | 238 | | 23S | 23S | 230 | 2 | 238 | 238 | 238 | 238 | 238 |
| | 13 | | 13 | 13 | | 13 | 13 | , | 13 | 13 | 7 | 1 | 13 | 13 | 13 | 13 | 13 |
| | _ | | - | - | | | 1 | | m | - | - | • | - | E | ĸ | 3 | 4 |
| | 3 | | | 1 2 | | | 1 | • | m | 7 | 4 | | 1 | 2 | 7 | m | 2 |
| | | | | | | | | • | | | | | | 3 | | | 2 |
| | B | É | 3 | B | i | B | 8 | E | 글 | Œ | a | | | B | Œ | ED | ED |
| | O | ζ | ر | O | (| S | Ö | Ç | ر | Ü | | | O | O | Ö | O | C |
| 00060 | 76076 | C 02059 | | C 02205 | C 02232 | | C 02260 | C 02442 | | C 02444 | C 02484 EXPL | | C 0255/ | C 02658 POD2 | C 03071 | C 03348 | C 03736 POD1 |
| | | | | | _ | 9 | -1 | _ | | -1 | 9 | | -1 | J: | Oq. | | J |

Average Depth to Water:

195 feet 80 feet

Minimum Depth:

221 feet Maximum Depth:

Record Count: 32

PLSS Search:

Range: 26E Township: 23S

Section(s): 13

*UTM location was derived from PLSS - see Help

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, or suitability for any particular purpose of the data.

12/13/17 12:06 PM

WATER COLUMN/ AVERAGE DEPTH TO WATER



New Mexico Office of the State Engineer

Water Column/Average Depth to Water

| | | | | Water | olumn | 160 | 175 | | 150 | 35 | 158 | 117 | 187 | 09 | 178 | e | 9 | | 150 | 6 | 10 | 40 | 69 | 75 |
|--|--|------------------------------------|-----|-------|-------------------------------|----------|------------|--|----------|--------------|--------------|----------|------------|----------|----------|----------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| | | र्च | | | aterC | 70 | 75 | | 20 | 8 | 8 | 10 | 45 | 80 | 42 | 217 | 16 | | 09 | 31 | 30 | 20 | 75 | 80 |
| | | (In feet) | • | | Depth Well Depth Water Column | 230 | 250 | 147 | 200 | 69 | 218 | 127 | 232 | 140 | 220 | 220 | 22 | 30 | 210 | 40 | 40 | 110 | 138 | 155 |
| | | (E) | | | Dept | - 60 | | e de la companya de l | - | - | | | | - | | _ | _ | _ | | | | | | |
| 12 | | (NAD83 UTM in meters) | | | * | 3573106* | 3573915* 🚱 | 3575118* | 3574217* | 3572911* | 3572911* | 3572484* | 3573094* 🚱 | 3574198* | 3574401* | 3574096* | 3572530 🚱 | 3572497 🚱 | 3574658 | 3574066 | 3575598 | 3574103 | 3574230 🚱 | 3574823 |
| | 4=SE) | (NAD83 | | | × | 583140 | 583136 | 582325 | 583438 | 584359 | 584359 | 581532 | 581929 | 581831 | 581629 | 581529 | 584615 | 584620 | 581515 | 585314 | 584893 | 581707 | 581844 | se01038 |
| | (quarters are 1=NW 2=NE 3=SW 4=SE) | (quarters are smallest to largest) | | | Rng | 28E | 28E | 28E | 28E | 28E | 28E | 28E | 28E | 28E | 28E | 28E | 28E | 28E | 28E | 28E | 28E | 28E | 28E | 28E |
| | 2=NI | st to la | | | Tws | 238 | 238 | 238 | 238 | 23S | 238 | 238 | 238 | 23S | 238 | 238 | 238 | 238 | 238 | 238 | 238 | 238 | 238 | 23S |
| | AN I | malle | | | Sec | 20 | 17 | 00 | 17 | 20 | 20 | 19 | 19 | 90 | 00 | 18 | 20 | 20 | 90 | 17 | 17 | 18 2 | 18 2 | 18 2 |
| | are 1 | are s | | 0 | 4 | - | m | 7 | 3 | 4 | 4 | 3 | _ | m | m | m | 4 | 4 | _ | 7 | 2 | 60 | П | _ |
| | CETS | ELS : | | 0 | 116 | n | , E | - | | 7 | 2 | 3 | 4 | | 1 | 3 | 4 | 4 | 3 | 4 | 4 | 6 | 7 | 4 |
| | Turan | Juan | | | y 64 | 3 | en. | 60 | | 1 | _ | 1 | 3 | | | 1 | 2 | 2 | 3 | 4 | 4 | 2 | 3 | 7 |
| | ٣ | ٣ | | | County | 8 | B | ED | ED | Œ | ED | | Œ | Œ | B | ED | ED | B | Œ | ED | ED | ED | ED | ED |
| has been | ned, e is | | POD | Sub- | basin | | | | O | O | Ö | | Ö | Ö | Ö | C | CUB | COB | O | CUB | CUB | Ü | Ö | o i |
| (R=POD has been replaced, | O=orphaned, C=the file is | closed) | | | Code | 0 | | | | | | | | | | | | | | | | | | ć |
| (A CLW#### in the POD suffix indicates the | POD has been replaced & no longer serves a | water right me.) | | | POD Number | C 00312 | C 00313 | C 00333 | C 00851 | C 00911 POD2 | C 00911 POD3 | C 01477 | C 01992 | C 02180 | C 02697 | C 03082 | C 03542 POD1 | C 03542 POD2 | C 03753 POD1 | C 03762 POD1 | C 03762 POD2 | C 03779 POD1 | C 03922 POD1 | C 04066 POD1 |

113

12/13/2017 h. .s.ose.state.nm.us/nmwms/Report/Proxy?queryData=%7B*report*%3A*waterColumn*, ... 60A*BasinDhr*%3A*true**%2C%0A*County**3A***%2C%0A*County**3A****%2C%0A*S**___0asin**...

Average Depth to Water:

61 feet

Minimum Depth:

10 feet

217 feet

Maximum Depth:

Record Count; 19

PLSS Search:

Section(s): 17-20

Range: 28E Township: 23S

*UTM location was derived from PLSS - see Help

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.

12/13/17 12:02 PM

WATER COLUMN/ AVERAGE DEPTH TO WATER

http://nmwrrs.ose.state.nm.us/nmwrrs/ReportProxy?queryData=%7B%22report%22%3A%22waterColumn%22%2A27cs.na&29acsana

McMillan, Michael, EMNRD

From: Sent:

Chris Weyand <chris@lonquist.com> Tuesday, November 28, 2017 4:13 PM

To:

McMillan, Michael, EMNRD

Subject:

RE: Alpha SWD Alpha SWD Well No. 2

Attachments:

FedEx Shipment 770682019651 Truchas.pdf; FedEx Shipment 770681830802 Villa

Trust.pdf

Mike,

I realized there were two FedEx notices I hadn't not provided the delivery confirmation for.

Please see attached.

Thanks.

Chris Weyand Staff Engineer Lonquist & Co., LLC (512) 600-1764 Direct (210) 846-2673 Mobile

From: Chris Weyand

Sent: Tuesday, November 28, 2017 4:58 PM

To: 'McMillan, Michael, EMNRD'

Subject: RE: Alpha SWD Alpha SWD Well No. 2

Mike - Sorry to bother you again, but if you're able, please let me know if you need anything else to "Complete" this application.

I think I've gotten you everything.

Thanks,

Chris Weyand Staff Engineer Lonquist & Co., LLC (512) 600-1764 Direct (210) 846-2673 Mobile

From: Chris Weyand

Sent: Tuesday, November 28, 2017 4:16 PM

To: 'McMillan, Michael, EMNRD'

Subject: RE: Alpha SWD Alpha SWD Well No. 2

Mike,

The requested green cards just came back.

Thanks,

Chris Weyand

From:

Maria Rivas

Sent:

Thursday, November 09, 2017 12:19 PM

To:

Chris Weyand

Subject:

FW: FedEx Shipment 770681830802 Delivered

Thank you, Maria

ADVISORS

LONQUIST & CO. LLC Maria L Rivas · Administrative Assistant · Lonquist & Co., LLC · 12912 Hill Country Blvd., Suite F-200 · Austin,

Direct: 512-600-1763 · Cell: 516-851-9899 · Fax: 512-732-9816 · maria@longuist.com · www.longuist.com

HOUSTON | CALGARY AUSTIN WICHITA DENVER

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From: TrackingUpdates@fedex.com [mailto:TrackingUpdates@fedex.com]

Sent: Wednesday, November 08, 2017 6:11 PM

Tracking number:

Status:

To: Maria Rivas

Subject: FedEx Shipment 770681830802 Delivered

Your package has been delivered Tracking # 770681830802 Ship date: Delivery date: Mon, 11/6/2017 Wed, 11/8/2017 5:07 Maria Rivas Longuist and Co., LLC The Emilio R. Villa Recovable Austin, TX 78738 Trust US Delivered 1206 Bryan Circle CARLSBAD, NM 88220 US Shipment Facts Our records indicate that the following package has been delivered.

770681830802

not required

Delivered: 11/08/2017 5:07 PM Signed for By: Signature

Chris Weyand

From:

Maria Rivas

Sent:

Tuesday, November 07, 2017 12:42 PM

To:

Chris Weyand

Subject:

FW: FedEx Shipment 770682019651 Delivered

Thank you, Maria

EHERGY ADVISORS

LONQUIST & CO. LLC Maria L Rivas · Administrative Assistant · Lonquist & Co., LLC · 12912 Hill Country Blvd., Suite F-200 · Austin, Texas, USA 78738

Direct: 512-600-1763 • Cell: 516-851-9899 • Fax: 512-732-9816 • maria@longuist.com • www.longuist.com

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From: <u>TrackingUpdates@fedex.com</u> [<u>mailto:TrackingUpdates@fedex.com</u>]

Sent: Tuesday, November 07, 2017 12:41 PM

To: Maria Rivas

Subject: FedEx Shipment 770682019651 Delivered

| | | 20 | * |
|--|---|---|---|
| Your package Tracking # 77068201 | has been delivere | ed | |
| Ship date: Mon, 11/6/2017 Maria Rivas Lonquist and Co., LLC Austin, TX 78738 US | Delivered | Delivery date: Tue, 11/7/2017 12:35 pm Truchas Peaks, LLC 110 Lousiana, Suite 500 | |
| | | MIDLAND, TX 79701 US | |
| Shipment Facts | | | |
| Our records indicate that the following | owing package has been delivered. | | |
| Tracking number: | 770682019651 | | |
| Status: | Delivered: 11/07/2017 12:35 PM Signed for By: S.PINKERTON | | |
| Reference: | # | | |

McMillan, Michael, EMNRD

From:

Chris Weyand <chris@lonquist.com>

Sent:

Wednesday, December 20, 2017 1:16 PM

To: Cc:

McMillan, Michael, EMNRD

Subject:

Jones, William V, EMNRD

Attachments:

RE: Alpha SWD Alpha SWD Well No. 2 Alpha SWD #2_20171220 v2.pdf

Mike / Will,

Would it be acceptable to run a liner instead of production casing back to surface and as a result run a split string of tubing?

Please see attached.

Thanks,

Chris Weyand Staff Engineer Lonquist & Co., LLC (512) 600-1764 Direct (210) 846-2673 Mobile

From: McMillan, Michael, EMNRD [mailto:Michael.McMillan@state.nm.us]

Sent: Wednesday, December 20, 2017 10:35 AM

To: Chris Weyand

Cc: Jones, William V, EMNRD

Subject: RE: Alpha SWD Alpha SWD Well No. 2

Chris:

Based on work by Will Jones, the maximum tubing size that will be allowed with the wellbore diagram in your proposed SWD is a 5-inch tubing.

As a result, the OCD will require a revised wellbore diagram.

Thank You

Mike

From: Chris Weyand [mailto:chris@longuist.com]

Sent: Tuesday, December 12, 2017 9:10 AM

To: McMillan, Michael, EMNRD < Michael. McMillan@state.nm.us >

Subject: RE: Alpha SWD Alpha SWD Well No. 2

Hi Mike,

Hope all is well. Are you able to provide an estimated date the order will be issued for the Alpha SWD #2?

| FORM C- | 108 Technical F | Review Summar | / [Prepared | by reviewer and incl | uded with application; V16.2] |
|---------------------------------------|---|--|--------------|---|--|
| DATE RECORD |): First Rec: 10 3 2 | Admin Complete: | 128/200 Ors | 77 | uded with application; V16.2] Add. Request/Reply: |
| ORDER TYPE: V | NFX / PMX SWD NU | mber:Ord | ler Date: | Legacy Pen | mits/Orders: |
| Well No. 2 Well Name(s): | Aloha | SUD | | | |
| API:30-0 15-44 5 | 30 Spud Date | TRO | New or Old | (FPA): A2 | Clara W.F. |
| Footages 2733 FAL | L lot | or Unit C Sec / | 8 Top 3 | 36 0 700 | Class II Primacy 03/07/1982) |
| General Location: 3 | TEC ALL 11 | 01 01m <u></u> | ısp <u>=</u> | Hge ZY | County Edd |
| General Location: 2 1111 | ALPI | 2~ 5wh | DE CO A | varion - 510 | Pool No.: 97865 |
| BLIVI TOUR IVIAP. LIGHT LESSEE | Uperator: Opa | thing LLC | OGRID | : <u>57248 Cont</u> | act: weyAn L'Agen |
| COMPLIANCE RULE 5.9: Total We | ills: Inactive | Fincl Assur:_ | OF Comp | ol. Order? MA | 5.9 OK? V Date: 12+5-2 |
| WELL FILE REVIEWED Curren | t Status: POUT | rosed | | | have |
| WELL DIAGRAMS: NEW: Proposed | or RE-ENTER: E | efore Conv. O After C | conv. () L | ogs in Imagina | |
| Planned Rehab Work to Well: | | | Ŭ | J | |
| SCORE SCHOOLS for Street and specific | Sizes (in) | The Constitution of the Co | | | |
| Well Construction Details | Borehole / Pipe | Setting Depths (ft) | | Sx or Cf | Cement Top and |
| Planned _or Existing _Surface | | 450 | Stage Tool | 1145 | Determination Method |
| Planned_or ExistingInterm/Prod | | 2450 | | 1410 | Surface / biggy |
| Planned_or Existing _interm/Prod | | 9500 | 590 | 1935 | Surgue VIGO |
| Planned_or Existing Prod/Liner | 10 | 13275 | 1120 | 11-100 | 7200/4718-6 |
| Planned_or ExistingLiner | | | | | 2000 |
| Planned_or Existing _OH / PERF | 13275/1440 | - | Inj Length | Completion | Operation Details: |
| Injection Lithostratigraphic Units: | | jection or Confining | // 50' | | the state of the s |
| Adjacent Unit: Litho. Struc. Por. | | Units | 13/70 | | PBTD |
| Confining Unit: Litho. Struc. Por. | | DV | 13275 | | NEW PBTD |
| Proposed Inj Interval TOP: | THE STREET | | 132/3 | Tubing Size | NEW Peris O |
| Proposed Inj Interval BOTTOM: | PRESIDE TO | 4 | | Proposed Packer Di | enth /2225 " " " |
| Confining Unit: Litho. Struc. Por. | | | | Min. Packer Depth | 13/75 (100-ft limit) |
| Adjacent Unit: Litho. Struc. Por. | | | | Proposed Max. Surf | ace Press. 2655 psi |
| AOR: Hydrologic a | dispersion - deal defining a major of desirate papers that he was | mation | | Admin. Inj. Press. | 2655 (0.2 psi per ft) |
| POTASH: R-111-P Noticed? | BLM Sec Ord | WIPP Noticed? | Şalt/Sala | do T:/ 75 B: 2440 | NW: Cliff House fm_ |
| FRESH WATER: Aquifer | weening. | Max Depth 222 | HYDRO | AFFIRM STATEMEN | By Qualified Person (B) |
| NMOSE Basin: CALLOA CAPI | TAN REEF: thru | adi NA No. | W Wells in | 1-Mile Radius? | 2 |
| Disposal Fluid: Formation Source(s) | Delumine | المارية المركبة المركبة | | | FW Analysis? |
| Disposal Interval: Inject Rate (Avg/M | 1 011 | 22. Gratages ? | On L | .ease O Operator Or | nly O or Commercial |
| HC Potential: Producing Interval? | | | | | System: Closed or Open |
| | | | 1 | S. A. A. S. | -Mi Radius Pool Map |
| AOR Wells: 1/2-M Radius Map and | | The state of the s | (A) | OR Horizontals: | AOR SWDs:] |
| Penetrating Wells: No. Active Wells | | | | Control of the second | Diagrams? |
| Penetrating Wells: No. P&A Wells | Num Repairs? | on which well(s)? | | | Diagrams? |
| NOTICE: Newspaper Date 6-3 | 2017 Mineral Own | er 10-27-208 | Surface Of | mer Par Lan | 1 garan Note No-2/2-1 |
| RULE 26.7(A): Identified Tracts? | Affected Person | DXY m# | - dun c | helmon T | Laidands 10-3124 |
| Order Conditions: Issues: | Enlit 1 | Anc. 1 | | A 11-30 | POUN LIATE (124-197) |
| Additional COAs: | The It | reper tue | mg -) | 11/1/2001 | The the day |
| | | | 6.7 | # # 1 h | |

C-B-L

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State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary

Matthias Sayer Deputy Cabinet Secretary Heather Riley, Division Director Oil Conservation Division



Administrative Order SWD-1724 August 23, 2018

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Pursuant to the provisions of Division Rule 19.15.26.8(B) NMAC, NGL Water Solutions Permian, LLC (the "operator") seeks an administrative order for its proposed Striker 1 SWD Well No. 1 (the "proposed well") with a location of 1015 feet from the North line and 1395 feet from the East line, Unit letter B of Section 15, Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico, for the purpose of commercial disposal of produced water.

THE DIVISION DIRECTOR FINDS THAT:

The application has been duly filed under the provisions of Division Rule 19.15.26.8(B) NMAC and satisfactory information has been provided that affected parties have been notified. One objection was received but was subsequently withdrawn after the applicant relocated the proposed well. The applicant has presented satisfactory evidence that all requirements prescribed in Division Rule 19.15.26.8 NMAC have been met and the operator is in compliance with Division Rule 19.15.5.9 NMAC.

IT IS THEREFORE ORDERED THAT:

The applicant, NGL Water Solutions Permian, LLC (OGRID 372338), is hereby authorized to utilize its Striker 1 SWD Well No. 1 (API 30-015-44406) with a location of 1015 feet from the North line and 1395 feet from the East line, Unit letter B of Section 15, Township 23 South, Range 28 East, NMPM, Eddy County, for disposal of oil field produced water (UIC Class II only) through open-hole completion into an interval consisting of the Devonian and Silurian formations from approximately 13750 feet to approximately 15100 feet. Injection will occur through internally-coated, 4½-inch or smaller tubing inside the 7½-inch liner with a packer set within 100 feet of the top of the disposal interval.

This permit does not allow disposal into formations below the Silurian including the Montoya formation and the Ellenburger formation (lower Ordovician) or lost circulation intervals directly on top and obviously connected to these formations.

Administrative Order SWD-1724 NGL Water Solutions Permian, LLC August 23, 2018 Page 2 of 4

Prior to commencing disposal, the operator shall submit mudlog and geophysical logs information, to the Division's District geologist and Santa Fe Bureau Engineering office, showing evidence agreeable that only the permitted formation is open for disposal including a summary of depths (picks) for contacts of the formations which the Division shall use to amend this order for a final description of the depth for the injection interval. If significant hydrocarbon shows occur while drilling, the operator shall notify the Division's District II and the operator shall be required to receive written permission prior to commencing disposal.

If cement does not circulate on any casing string, the operator shall run a cement bond log (CBL) or other log to determine top of cement and shall notify the Artesia District with the top of cement on the emergency phone number prior to continuing with any further cement activity with the proposed well. If cement did not tie back in to next higher casing shoe, the operator shall perform remedial cement job to bring cement, at a minimum, 300 feet above the next higher casing shoe.

The operator shall run a CBL (or equivalent) across the 7%-inch liner from 500 feet above the liner to the bottom of the liner to demonstrate placement cement across the length of the liner and the cement bond with the tie-in with the 9%-inch casing. The operator shall notify District Office II of the top of the cement in the 7%-inch liner. Next, the operator shall provide a copy of the CBL to the Division's District II prior to commencing disposal. Lastly, the operator shall notify District Office II of the top of the cement in the 7%-inch liner.

IT IS FURTHER ORDERED THAT:

The operator shall take all steps necessary to ensure that the disposed water enters only the approved disposal interval and is not permitted to escape to other formations or onto the surface. This includes the completion and construction of the well as described in the application and, if necessary, as modified by the District Supervisor.

After installing tubing, the casing-tubing annulus shall be loaded with an inert fluid and equipped with a pressure gauge or an approved leak detection device in order to determine leakage in the casing, tubing, or packer. The casing shall be pressure tested from the surface to the packer setting depth to assure casing integrity.

The well shall pass an initial mechanical integrity test ("MIT") prior to initially commencing disposal and prior to resuming disposal each time the disposal packer is unseated. All MIT procedures and schedules shall follow the requirements in Division Rule 19.15.26.11(A) NMAC. The Division Director retains the right to require at any time wireline verification of completion and packer setting depths in this well.

Without limitation on the duties of the operator as provided in Division Rules 19.15.29 and 19.15.30 NMAC, or otherwise, the operator shall immediately notify the Division's District II office of any failure of the tubing, casing or packer in the well, or of any leakage or release of water, oil or gas from around any produced or plugged and abandoned well in the area, and shall take such measures as may be timely and necessary to correct such failure or leakage.

Administrative Order SWD-1724 NGL Water Solutions Permian, LLC August 23, 2018 Page 3 of 4

If the disposal well fails a MIT or if there is evidence that the mechanical integrity of said well is impacting correlative rights, the public health, any underground sources of fresh water, or the environment, the Division Director shall require the well to be shut-in within 24 hours of discovery and the operator shall redirect all disposal waters to another facility. The operator shall take the necessary actions to address the impacts resulting from the mechanical integrity issues in accordance with Division Rule 19.15.26.10 NMAC, and the well shall be tested pursuant to Rule 19.15.26.11 NMAC prior to returning to injection.

The wellhead injection pressure on the well shall be limited to **no more than 2750 psi.** In addition, the disposal well or system shall be equipped with a pressure limiting device in workable condition which shall, at all times, limit surface tubing pressure to the maximum allowable pressure for this well.

The Director of the Division may authorize an increase in tubing pressure upon a proper showing by the operator of said well that such higher pressure will not result in migration of the disposed fluid from the target formations. Such proper showing shall be demonstrated by sufficient evidence including but not limited to an acceptable step-rate test.

The operator shall notify the supervisor of the Division's District II office of the date and time of the installation of disposal equipment and of any MIT so that the same may be inspected and witnessed. The operator shall provide written notice of the date of commencement of disposal to the Division's District II office. The operator shall submit monthly reports of the disposal operations that includes number of days of operation, injection volume, and injection pressure on Division Form C-115, in accordance with Division Rules 19.15.26.13 and 19.15.7.24 NMAC.

The injection authority granted under this order is not transferable except upon Division approval. The Division may require the operator to demonstrate mechanical integrity of any injection well that will be transferred prior to approving transfer of authority to inject.

The Division may revoke this injection order after notice and hearing if the operator is in violation of Rule 19.15.5.9 NMAC.

The disposal authority granted herein shall terminate one (1) year after the effective date of this Order if the operator has not commenced injection operations into the subject well. One year after the last date of reported disposal into this well, the Division shall consider the well abandoned, and the authority to dispose will terminate *ipso facto*. The Division, upon written request mailed by the operator prior to the termination date, may grant an extension thereof for good cause.

Compliance with this Order does not relieve the operator of the obligation to comply with other applicable federal, state or local laws or rules, or to exercise due care for the protection of fresh water, public health and safety and the environment.

Jurisdiction is retained by the Division for the entry of such further orders as may be necessary for the prevention of waste and/or protection of correlative rights or upon failure of the operator to conduct operations (1) to protect fresh or protectable waters or (2) consistent with the

Administrative Order SWD-1724 NGL Water Solutions Permian, LLC August 23, 2018 Page 4 of 4

requirements in this order, whereupon the Division may, after notice and hearing, terminate the disposal authority granted herein.

HEATHER RILEY

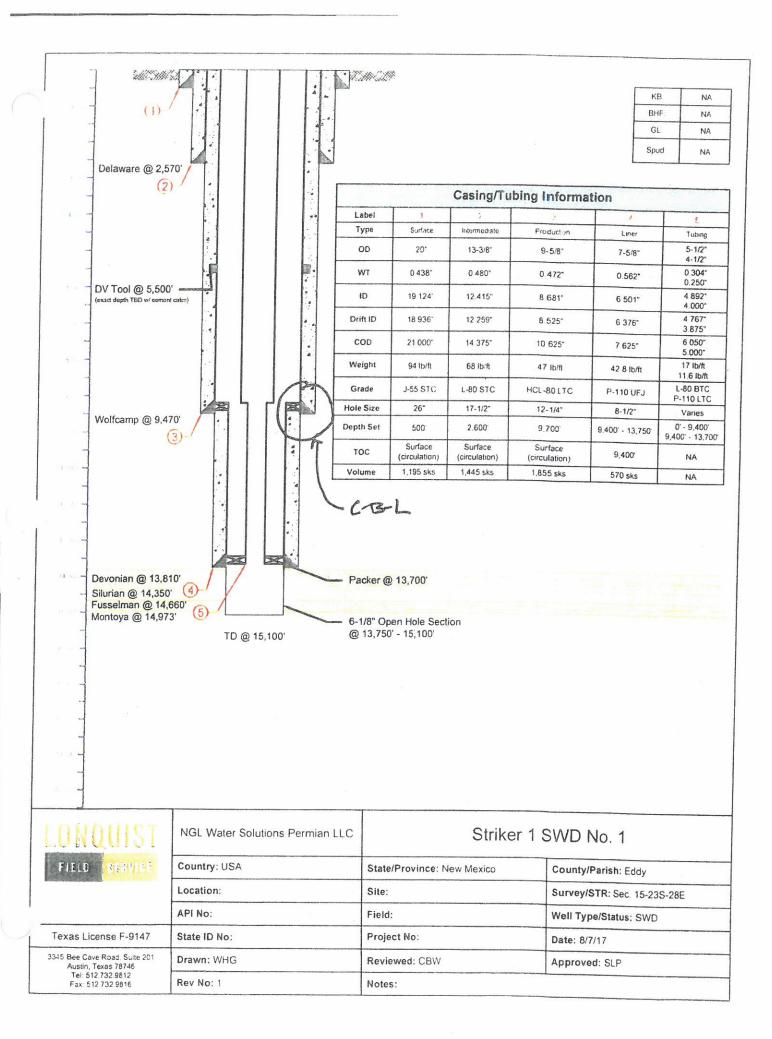
Director

HR/prg

cc: Oil Conservation Division - Artesia District Office

Well File 30-015-44406

Attachment: Proposed well completion diagram from C-108 application



8/18/2017

chris@lonquist.com e-mail Address

PMAM 17227521

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -





1220 South St. Francis Drive, Santa Fe, NM 87505 ADMINISTRATIVE APPLICATION CHECKLIST THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE **Application Acronyms:** [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-Injection Pressure increase] [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response] -5 WD [1] TYPE OF APPLICATION - Check Those Which Apply for [A] -NGL water sozumons fermian, LLC 372388 Location - Spacing Unit - Simultaneous Dedication ☐ NSL ☐ NSP ☐ SD Check One Only for [B] or [C] Commingling - Storage - Measurement CTB PLC PC OLS OLM DHC [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery □ WFX □ PMX ■ SWD □ IPI □ EOR □ PPR 30-015-PE D Other: Specify NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply [2] Working, Royalty or Overriding Royalty Interest Owners [B] Offset Operators, Leaseholders or Surface Owner [C] Application is One Which Requires Published Legal Notice D Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office E For all of the above, Proof of Notification or Publication is Attached, and/or. [F] Waivers are Attached SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE [3] OF APPLICATION INDICATED ABOVE. 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 mus e completed by a individual with managerial and/or supervisory capacity. Chris Weyand Consulting Engineer Print or Type Name

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

FORM C-108 Revised June 10, 2003

APPLICATION FOR AUTHORIZATION TO INJECT

| 1. | Application qualifies for administrative approval? Pressure Maintenance X Disposal Storage No |
|---------|---|
| П. | OPERATOR: NGL WATER SOLUTIONS PERMIAN, LLC |
| | ADDRESS: 1509 W WALL ST // STE 306 // MIDLAND, TX 79701 |
| | CONTACT PARTY: SARAH JORDAN PHONE: (432) 685-0005 x1989 |
| III. | WELL DATA: Complete the data required on the reverse side of this form for each well proposed for injection. Additional sheets may be attached if necessary. |
| IV. | Is this an expansion of an existing project? Yes X No If yes, give the Division order number authorizing the project: |
| V. | Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review. |
| VI. | Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail. |
| VII. | Attach data on the proposed operation, including: |
| | Proposed average and maximum daily rate and volume of fluids to be injected; Whether the system is open or closed; Proposed average and maximum injection pressure; Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and, If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.). |
| | Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval. |
| IX. I | Describe the proposed stimulation program, if any. |
| *X. | Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted). |
| *XI. A | attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any njection or disposal well showing location of wells and dates samples were taken. |
| , | Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water. |
| XIII. A | applicants must complete the "Proof of Notice" section on the reverse side of this form. |
| XIV. C | ertification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief. |
| | IGNATURE: Christopher B. Weyand DATE: 8/9/2017 |
| * If | -MAIL ADDRESS: chris@longuist.com the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be resubmitted. ease show the date and circumstances of the earlier submittal: |
| DISTRIE | BUTION: Original and one copy to Santa Fe with one copy to the appropriate District Office |

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

XIV. PROOF OF NOTICE

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

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

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

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

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.

INJECTION WELL DATA SHEET

OPERATOR: NGL WATER SOLUTIONS PERMIAN, LLC

WELL NAME & NUMBER: STRIKER 1 SWD #1

| WELL LOCATION: | 459' FNL & 1,469' FEL | æ | 15 | 320 | |
|--|-----------------------|-------------|---------|-----------------------|---------|
| | FOOTAGE LOCATION | UNIT LETTER | SECTION | TOWNSHIP | P A NGE |
| WELL | WELL ROPE SCHEMATTIC | | | | |
| The state of the s | OT LANGUAGE | | WEILC | WELL CONSTRICTION DAT | * |

Surface Casing

 \mathbb{H}^3 Method Determined: circulation Casing Size: 20.000" 1st Intermediate Casing or Cemented with: 1,195 sx. Top of Cement: surface Hole Size: 26.000"

Casing Size: 13.375" Hole Size: 17.500"

Method Determined: circulation Top of Cement: surface

 \mathbb{H}^3

or

Cemented with: 1,445 sx.

2nd Intermediate Casing

Hole Size: 12.250"

Casing Size: 9.625"

or Cemented with: 1,855 sx.

Top of Cement: surface

Method Determined: circulation

 \mathbb{H}^3

Production Liner

Hole Size: 8.500"

Cemented with: 570 sx.

Top of Cement: 9,400'

Total Depth: 15,100'

Casing Size: 7.625"

å

Method Determined: calculation

Injection Interval

13,750 feet to 15,100 feet

(Open Hole)

INJECTION WELL DATA SHEET

Tubing Size: 5.500", 17 lb/ft, L-80, BT&C from 0' - 9,400' and 4.500", 11.6 lb/ft, P-110 LTC from 9,400' - 13,700' Lining Material: Duoline

Type of Packer: D&L Oil Tools 7.625" Permapack Packer – Single Bore

Packer Setting Depth: 13,700°

Other Type of Tubing/Casing Seal (if applicable):

Additional Data

| 3 |
|----------------|
| S. |
| X |
| for injection? |
| drilled |
| well |
| a new |
| s this |
| 1. I |

If no, for what purpose was the well originally drilled? $\overline{\text{N/A}}$

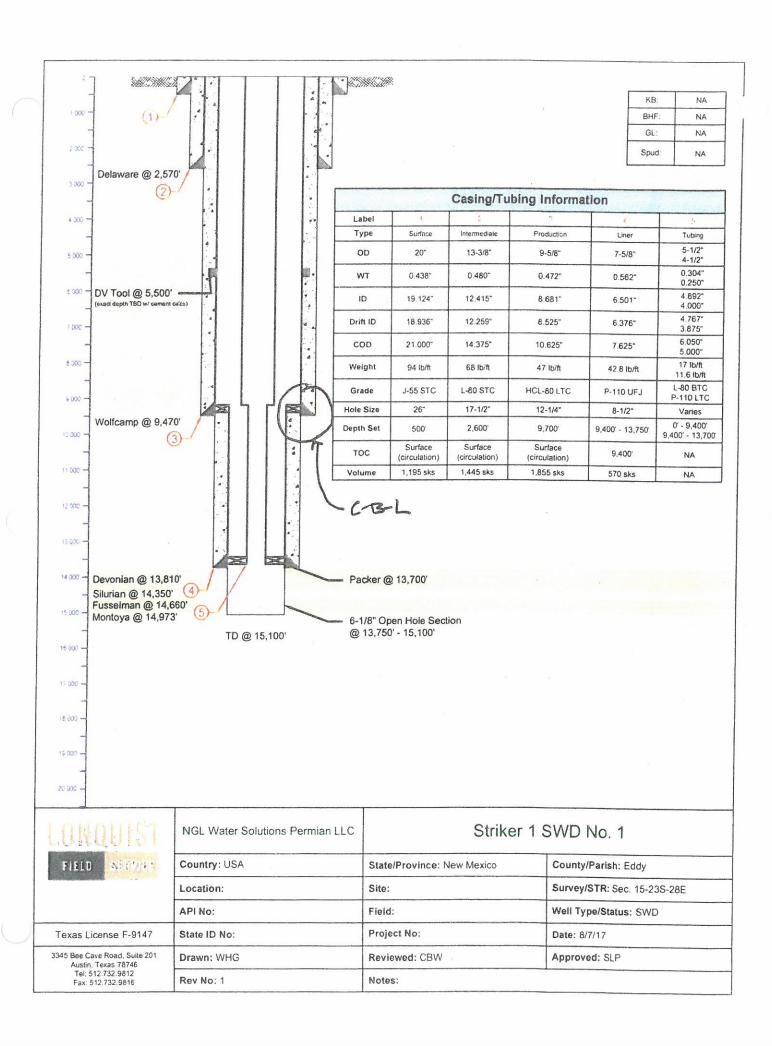
- Name of the Injection Formation: Devonian, Silurian, Fusselman and Montoya (Top 100') 7
- 3. Name of Field or Pool (if applicable): SWD; Silurian-Devonian
- intervals and give plugging detail, i.e. sacks of cement or plug(s) used. No. new drill. Has the well ever been perforated in any other zone(s)? List all such perforated 4.
- Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area: Delaware: 2,570° s.

Bone Spring: 6,178'

Wolfcamp: 9,470'

Atoka: 11,312,

Morrow: 12,040'



District J 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (\$05) 334-6178 Fax: (\$05) 334-6170

District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico

Form C-101 Revised July 18, 2013

Energy Minerals and Natural Resources

Oil Conservation Division

☐AMENDED REPORT

1220 South St. Francis Dr.

Santa Fe, NM 87505

| Phone: (505) 476- APPLI | | | PERMIT T | O DRILL, RE- | ENTER. D | | PLUCRAC | W OD A | DD 4 ZONE | | | |
|----------------------------|-------------------|---------------|---|---------------------------|--|-------------------|-----------------------|--|-----------------------|--|--|--|
| | :. | | Operator Name | and Address | | LIBR DI | ILUGBAC | " OGRID Nu | mber | | | |
| 1 1 | | NOL | WATER SOLUTION 1509 W WALL S MIDLAND, T | I, STE 306 K 79701 | | | | 3 API Num | | | | |
| 4 Prope | aty Code | | | 3. Proper STRIKER | ty Name R 1 SWD | | | | Well No. | | | |
| | | | | 7. Surface | | - | | | 1 | | | |
| UL - Lot | Section | Township | Range | | | N/S Line | Feet From | F/W I inc | 1 6 | | | |
| В | 15 | 23S | 28E | | | NORTH | 1,469 | EAST | EDDY | | | |
| · · · | | | | * Proposed Bot | tom Hole Lo | cation | | | | | | |
| UL - Lot | Section | Township - | Range - | Lot Idn Fee | t from | N/S Line | Feet From | E/W Line | County | | | |
| | | | | . 9. Pool Info | ormation | | | - | <u> </u> | | | |
| (A) | | | Q. | Pool Name | | 1.0 | | | Pool Code | | | |
| | - 1 | | | SWD; Silurian-Devon | ian | | | | 96101 | | | |
| | | | | Additional Wel | l Informatio | n | | | | | | |
| . 11. Work | | | 12. Well Type SWD | 13. Cable | Rotary | | Lease Type Private | 15. G | round Level Elevation | | | |
| ^{16.} Mul N | (10 m) | | 17. Proposed Depth 15,100' | 18. For | | 111 | Contractor TBD | | 20. Spud Date | | | |
| Depth to | Ground water | | | Distance from nearest fre | esh water well | | | Pool Co Pool Co Pool Co 96101 15. Ground Level Elevation 20. Spud Date ASAP Distance to nearest surface water 4,362' Cement Estimated TO 95 Surface 45 Surface 65 Surface 0 9,400' A N/A | | | | |
| We will be | using a clos | ed-loop s | ystem in lieu of | lined pits | | | | 4,302 | | | | |
| • | *. | • | | roposed Casing an | d Comont D | | | | | | | |
| Туре | Hole Siz | ze | Casing Size | Casing Weight/ft | | | T | | | | | |
| Surface | 26" | | 20" | 94 lb/ft | The same of the sa | ig Depth | 1,195 | | Estimated TOC | | | |
| Intermediate | -17.5" | \neg | 13.375" | 68 lb/ft | | 600' | 1,145 | | | | | |
| Production | 12.25" | | 9.625" | 47 lb/ft | | 700' | 1,855 | | | | | |
| Prod. Liner | 8.5" | | 7.625" | 42.8 lb/ft | | - 13,750° | 570 | | | | | |
| Tubing | N/A | | 5.5" | 17 lb/ft | 0'- | 9,400' | N/A | | | | | |
| Tubing | N/A | | 4.5" | 11.6 lb/ft | 9,400 | - 13,700° | N/A | | | | | |
| | | | Casing | Cement Program: | Additional (| Comments | | | · · | | | |
| e attached schem | atic. | | | | | | | | | | | |
| | | | 22. P1 | roposed Blowout P | revention Pr | ogram | | 192 | | | | |
| | Туре | | Wo | rking Pressure | | Test Pressu | re | Ma | mifacturer | | | |
| Double Hy | drualic/Blinds, P | Pipe | | 5,000 psi | | 8,000 psi | | | | | | |
| | | | | | | | | | | | | |
| I hereby certif | y that the infe | ormation p | given above is true | and complete to the | | OIL C | ONSERVATI | ON DIVISI | ON | | | |
| | that I have | complied, | with 19.15.14.9 (<i>i</i> e. | A) NMAC 🗌 and/or | Approved B | | | 011 101 1101 | 014 | | | |
| nted name: Ch | ristopher B. | Weyand | | | Title: | | | | | | | |
| e: Consulting | Engineer | | | | Approved Da | ate: | Exp | iration Date: | | | | |
| nail Address: 9 | chris@longui | st.com . | | | | | 1 | | | | | |
| te: 8/9/2017 | | | Phone: (512) 600 | -1764 | Conditions of | f Approval Att | ached | | | | | |
| | | | | | - | The second second | | | | | | |

NGL Water Solutions Permian, LLC

Striker 1 SWD No. 1

FORM C-108 Supplemental Information

III. Well Data

A. Wellbore Information

1.

| Well i | information |
|------------------|-----------------------|
| Lease Name | Striker 1 SWD |
| Well No. | , 1 |
| Location | S-15 T-23S R-28E |
| Footage Location | 459' FNL & 1,469' FEL |

2.

a. Wellbore Description

| | | Casing Inforn | nation | |
|------------------|----------|---------------|------------|------------------|
| Туре | Surface | Intermediate | Production | Liner |
| OD | 20" | 13.375" | 9.625" | 7.625" |
| WT | 0.438" | 0.480" | 0.472" | 0.562" |
| ID | 19.124" | 12.415" | 8.681" | 6.501" |
| Drift ID | 18.936" | 12.259" | 8.525" | 6.376" |
| COD | 21.00" | 14.375" | 10.625" | 7.625" |
| Weight | 94 lb/ft | 68 lb/ft | 47 lb/ft | 42.8 lb/ft |
| Grade | J-55 | L-80 · | HCL-80 | P-110 |
| Hole Size | 26" | 17.5" | 12.25" | 8.5" |
| Depth Set | 500' | 2,600′ | 9,700′ | 9,400' - 13,750' |

b. Cementing Program

| | Ceme | ent Information | | |
|-----------------------|-------------------------|-------------------------|--------------------------------------|--------|
| Casing String | Surface | Intermediate | Production | Liner |
| Lead Cement | С | С | NeoCem | Н |
| Lead Cement Volume | 1,195 | 1,075 | Stage 1: 545 sks Stage 2: 770 sks | 570 |
| Tail Cement | | С | NeoCem/HALCEM | |
| Tail Cement Volume | | 370 | Stage 1: 390 sks Stage 2: 150 sks | |
| Cement Excess | 100% | 25% | 25% | 25% |
| тос | Surface | Surface | Surface. | 9,400 |
| Method | Circulate to Surface | Circulate to Surface | Circulate to Surface | Logged |

3. Tubing Description

| | Fubing Inform | nation |
|------------------------------------|----------------------|----------------|
| OD WT ID Drift ID COD Weight Grade | 5.5" | 4.5" |
| WT | 0.304" | 0.250" |
| ID ` | 4.892" | 4.000" |
| Drift ID | 4.767" | 3.875" |
| COD | 6.050" | 5.000" |
| Weight | 17 lb/ft | 11.6 lb/ft |
| Grade | L-80 BTC | P-110 LTC |
| Depth Set | 0'-9,400' | 9,400'-13,700' |

Tubing will be lined with Duoline.

4. Packer Description

D&L Oil Tools 7.625" Permapack Packer - Single Bore

B. Completion Information

- 1. Injection Formation: Devonian, Silurian, Fusselman, Montoya (Top 100')
- 2. Gross Injection Interval: 13,750'-15,100'

Completion Type: Open Hole

- 3. Drilled for injection.
- 4. See the attached wellbore schematic.
- 5. Oil and Gas Bearing Zones within area of well:

| Formation | Depth |
|-------------|---------|
| Delaware | 2,570' |
| Bone Spring | 6,178' |
| Wolfcamp | 9,470' |
| Atoka | 11,312' |
| Morrow | 12,040' |

VI. Area of Review

No wells within the area of review penetrate the proposed injection zone.

VII. Proposed Operation Data

1. Proposed Daily Rate of Fluids to be Injection:

Average Volume: 25,000 BPD Maximum Volume: 30,500 BPD

- 2. Closed System
- 3. Anticipated Injection Pressure:

Average Injection Pressure: 1,900 PSI (surface pressure)
Maximum Injection Pressure: 2,750 PSI (surface pressure)

- The injection fluid is to be locally produced water. Attached are produced water sample
 analyses taken from the closest wells that feature samples from the Delaware, Bone Spring,
 Wolfcamp, Atoka, and Morrow formations.
- 5. The disposal interval is non-productive. No water samples are available from the surrounding area.

VIII. Geological Data

The Devonian formation is a dolomitic ramp carbonate that occurs below the Woodford shale and above the Fusselman formation. Strata found in the Devonian formation include two major groups, the Wristen Buildups and the Thirtyone Deepwater Chert, with the Wristen being more abundant. The Wristen Groups is composed of mixed limestone and dolomites with mudstone to grainstone and boundstone textures. Porosity in the Wristen group is a result of both primary and secondary development. Present are moldic, vugular, karstic (including collapse breccia) features that allow for higher porosities and permeabilities. The Thirtyone Formation contains two end-member reservoir facies, skeletal packstones/grainstones and spiculitic chert, with most of the porosity and permeability found in the coarsely crystalline cherty dolomite. These particular characteristics allow for this formation to be a tremendous Salt Water Disposal horizon.

A. Injection Zone: Siluro-Devonian Formation

| Formation | Depth |
|--------------------|---------------------|
| Rustler | Eroded, not present |
| Salado | 240' |
| Delaware | 2,570′ |
| Bone Spring | 6,178′ |
| Wolfcamp | 9,470′ |
| Strawn | 11,072' |
| Atoka | 11,312' |
| Morrow | 12,040′ |
| Mississippian Lime | 12,817' |
| Woodford | 13,664' |
| Devonian | 13,810' |

B. Underground Sources of Drinking Water

Within 1-mile of the proposed Striker 1 SWD #1 location water wells range in depth from 40' to 240'. Reported depths to fresh water range from 12' to 54' (33' on average) This is not a known fresh water aquifer, but rather represents a sporadic alluvial source.

- Still a USDW

Surface Casing

Church inter

IX. Proposed Stimulation Program

No proposed stimulation program.

X. Logging and Test Data on the Well

There are no logs or test data on the well. During the process of drilling and completion resistivity, gamma ray, and density logs will be run.

XI. Chemical Analysis of Fresh Water Wells

Quite a few fresh water wells exist within one mile of the well location. Fresh water samples were obtained from two of the wells (SP-01955 & C-00608) and analysis of these samples, a map, and the Water Right Summary from the New Mexico Office of the State Engineer are attached.

XII. Affirmative Statement of Examination of Geologic and Engineering Data

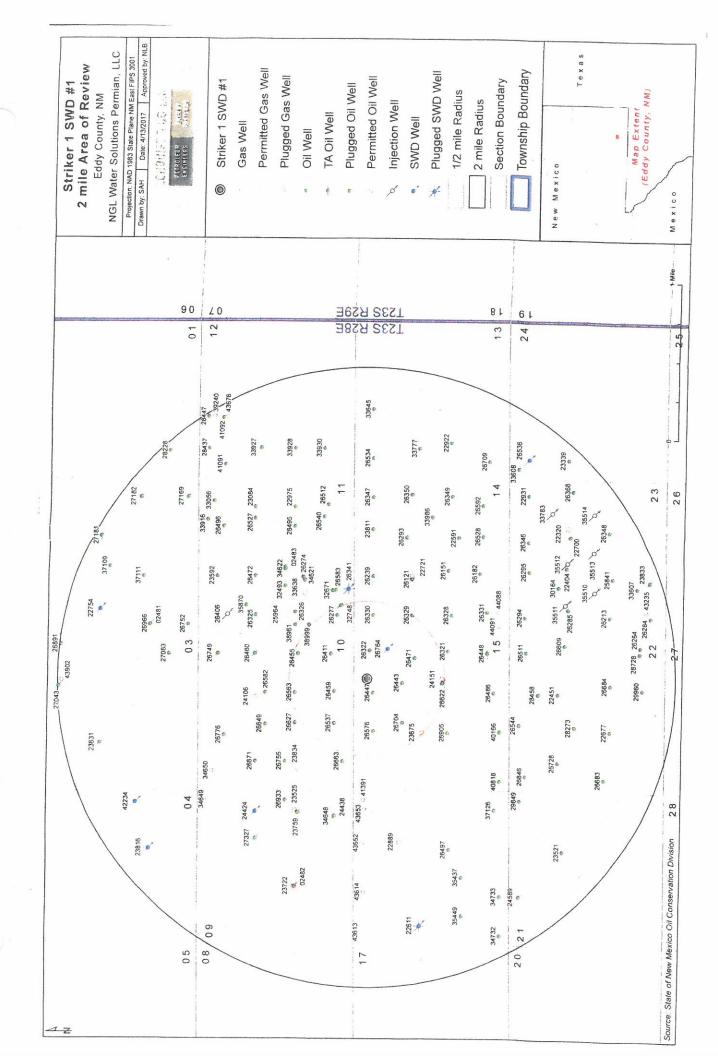
Based on the available engineering and geologic data we find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.

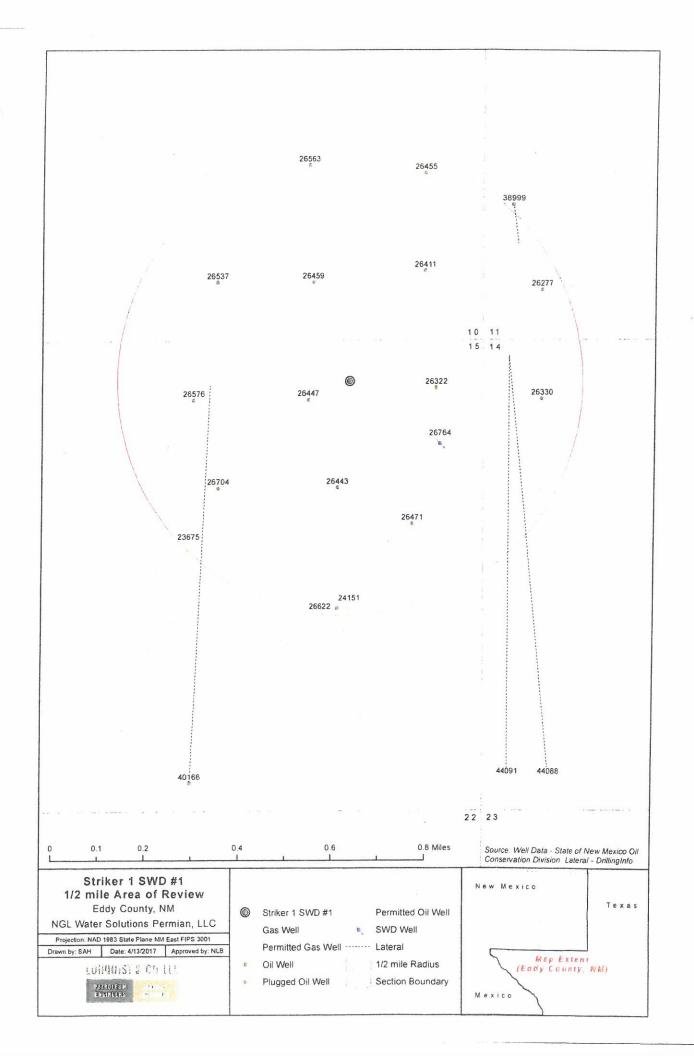
NAME: Christopher B. Weyand

SIGNATURE:

TITLE: Consulting Engineer

DATE: 8 9 2017





Half-Mile AOR Striker 1 SWD #1

| | Date Drilled | 4/5/1981 | 6/9/1982 | 2/22/1990 | 5/20/1990 | 5/5/1000 | 7/0/1330 | 1/25/1990 | 1/10/1991 | 9/27/1990 | 9/11/1990 | 10/7/1990 | 0661/1/01 | 10/1//1990 | 12/30/1990 | 1/10/1990 | 2/1/1991 | 2/4/1991 | 7/11/1001 | 6/74/1991 | 1/42/2012 | 4/13/7017 | 6/4/2012 | NA | NA |
|---------------|----------------------|-------------------------|--------------------------|------------------------|-------------------|------------------------|-------------------|----------------|------------------|-------------------|-------------------|-------------------|------------------------------|----------------|--------------|-------------------|----------------------------|-------------------------|----------------------------|----------------------|------------------------|------------------------|----------------------------|------------------------------------|------------------------------------|
| 10000 | Location | F-15-235-28E | J-15-235-28E | M-11-235-28E | A-15-23S-28E | D-14-735-78F | D-10.325.30E | 107-733-70E | G-15-235-28E | B-15-23S-28E | I-10-235-28E | 0-10-23S-28F | U 16 226 20F | 11-13-233-20E | N-10-235-28E | J-10-235-28E | C-15-235-28E | J-15-23S-28E | F-15-735-28F | A-15-235-28F | 111 325 305 | L-11-233-20E | N-15-23S-28E | M-14-235-28E | M-14-235-28E |
| ומ/יד/ טד | Carlos | 12820 | 178/5 | 6250 | 6219 | 6187 | 6200 | 0200 | 6400 | 6211 | 6240 | 6200 | 6250 | 05.30 | 6400 | 6215 | 6390 | 6352 | 6400 | 4600 | 8503 | coco | 12332 | 0 | 0 |
| Operator | CHEVRON MIDCONTINENT | Spinds Top Oil 9 CAS CO | STINDLETOP OIL & GAS CO. | BTA OIL PRODUCERS, LLC | CHEVRON U S A INC | BTA OIL PRODUCERS, LLC | CHEVRON U S A INC | D C BENNETT CO | N C DEINIGE I CO | CHEVRON U S A INC | CHEVRON U S A INC | CHEVRON U S A INC | BLACK MOUNTAIN OPERATING 11C | 04.47.700 | OXY USA INC | CHEVRON U S A INC | CHEVRON MIDCONTINENT, L.P. | CHEVRON U S A INC | CHEVRON MIDCONTINENT, L.P. | CHEVRON U S A INC | BTA OII PRODIICERS 11C | מוני סובי שסססבעם, ברכ | CHEVRON MIDCONTINENT, L.P. | ROCKCLIFF OPERATING NEW MEXICO LLC | ROCKCLIFF OPERATING NEW MEXICO LLC |
| Status | Active | Active | 2011 | Active | Active | Active | Active | Activo | 7000 | Active | Active | Active | Active | Activo | ACIIVE | Active | Active | Plugged | Active | Active | Active | | Active | Permitted | Permitted |
| Well Type | Gas | Gas | 1 7 | 5 5 | ō | Oil | iio | liō | | 5 | Ö | lio | liO | ē | 5 | ö | lio | lio | iio | SWD | ĪŌ | 100 | 5 | Gas | lio |
| Well Name | NYMEYER #001 | YARBRO A COM #001 | PARDITE C 8808 IVD #000 | SULPERT HOOS | SIEBERI #UUI | TELEDYNE #002 | PARDUE FARMS #001 | KIDD #001 | CHAVES #001 | בוטאנים בוטאנים | LEWIS ESTATE #001 | PARDUE FARMS #003 | WITT #001 | UROLLIDEZ #002 | SOCIETE HOOS | PARDUE FARMS #005 | NYMEYER A #001 | USA CAVINESS PAINE #004 | NYMEYER A #002 | EAST LOVING SWD #001 | PARDUE C 8808 JVP #005 | UEDITACE 3 15 400411 | HENITAGE 2 IS #UUIH | EL TORO INVICTA 14 #301H | EL TORO INVICTA 14 #221H |
| API (30-015-) | 23675 | 24151 | 75777 | 2000 | 77607 | 26330 | 26411 | 26443 | 26447 | 1 | 70422 | 26459 | 26471 | 26537 | | 76563 | 26576 | 26622 | 26704 | 26764 | 38999 | 40166 | 1 | 44088 | 44091 |

| Striker 1 SWD #1 Offset Leases Eddy County, NM NGL Water Solutions Permian, LLC Projection, NAD 1933 State Plane NM East Fips 3001 Drawn by: SAH Date: 8/92017 Approved by NLS WITHING | © Striker 1 SWD #1 1/2 mile Radius Section Boundary Lessee BLACK MOUNTAIN OPERATING LLC. CHEVRON MIDCONTINENT. L.P. CHEVRON U S A INC. R C BENNETT CO. & SPINDLETOP OIL & GAS CO. | BTA OIL PRODUCERS, LLC BTA OIL PRODUCERS, LLC CHEVRON U S A ING & ROCKCLIFF OPERATING NEW MEXICO LLC CHEVRON U S A ING & OXY USA INC ROCKCLIFF OPERATING NEW MEXICO LLC & CHEVRON U S A INC | New Mexico Texas Rep Extent Mexico |
|---|---|---|--|
| 01 11 12 1730 DORE | | 4 1 3 | 23 24 |
| 10 | BYA OIL PRODUCERS, LLC | IL PRODUCERS, LLC, PRODUCERS, LLC, | 2.2 |
| 0 3 | CHEVROM U S A INC & OXY USA INC | • | BLACK MOUNTAIN OPERATING LLC, CHEVRON MIDCONTINENT, LP. GHEWNON US A INC, R C BENNETT CO, & SPINDLETOP OIL & GAS CO. |
| 0 0 0 | | 9- | 21 |

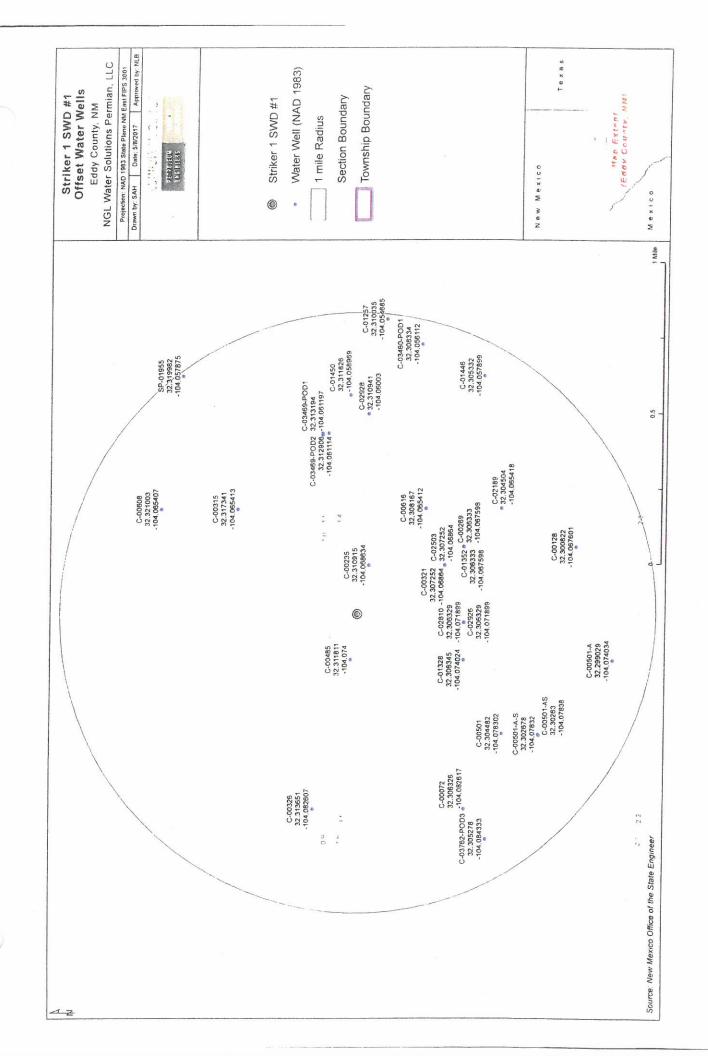
| | Striker 1 SWD No. 1 Notice List | | TO THE STATE OF STREET ASSESSMENT |
|---------------------------------------|--|-----------------|--|
| Notice | Address | Phone Number | Date Notice |
| Oil Conservation Division District IV | 1220 South St. Francis Drive, Santa Fe, NM 87505 | (505) 476-3440 | 8/9/2017 |
| Oil Conservation Division District II | 811 S. First St., Artesia, NM 88210 | (575) 748-1283 | 8/9/2017 |
| | Surface Owner | I(didy) is 2200 | 6/3/201/ |
| NGL WATER SOLUTIONS PERMIAN, LLC | 1509 W Wall St., Ste. 306, Midland, TX 79701 | (432) 685-0005 | N/A |
| | Leasehold Operators - 1/2 Mile | 1(102) 000 0005 | · N/A |
| CHEVRON MIDCONTINENT, L.P. | 15 Smith Rd, Midland, TX 79705 | (866) 212-1212 | 8/9/2017 |
| SPINDLETOP OIL & GAS CO. | P.O. Box 741988, Dallas, TX 75374 | (972) 644-2581 | 8/9/2017 |
| BTA OIL PRODUCERS, LLC | 104 S Pecos, Midland, TX 79701 | (432) 682-3753 | 8/9/2017 |
| CHEVRON U S A INC | P.O. Box 2100, Houston, TX 77252 | (866) 212-1212 | 8/9/2017 |
| R C BENNETT CO | P.O. Box 264, Midland, TX 79702 | (000) 222 2222 | 8/9/2017 |
| BLACK MOUNTAIN OPERATING LLC | 500 Main Street Suite 1200, Fort Worth, TX 76102 | (817) 698-9901 | 8/9/2017 |
| ROCKCLIFF OPERATING NEW MEXICO LLC | 1301 McKinney Steet, Suite 1300, Houston, TX 77010 | (713) 351-0500 | The second name of the local n |
| OXY USA INC | P.O. Box 4294, Houston, TX 77210 | (713) 215-7000 | 8/9/2017 8/9/2017 |

This legal notice will appear in the Carlsbad Current-Argus on Wednesday, August 9, 2017, and run in the paper for one day. The affidavit of publication will be forwarded to the New Mexico Oil Conservation Division upon receipt.

Legal Notice

NGL Water Solutions Permian, LLC, 1509 W. Wall Street, Suite 306, Midland, Texas 79701 is filling Form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division for administrative approval for its salt water disposal well Striker 1 SWD No. 1. The proposed well will be located 459' FNL & 1,469' FEL in Section 15, Township 23S, Range 28E in Eddy County, New Mexico. Disposal water will be sourced from area production, and will be injected into the Siluro-Devonian Formation (determined by offset log analysis) through an open hole completion between a maximum applied for top of 13,750 feet to a maximum depth of 15,100 feet. The maximum surface injection pressure will not exceed 2,750 psi with a maximum rate of 30,500 BWPD. Interested parties opposing the action must file objections or requests for hearing with the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505, within 15 days. Additional information can be obtained from the applicant's agent, Lonquist & Co., LLC, at (512) 600-1774.

| | | - | | Striker 1 SWD #1 - Produced Water Anahese | #1 - Produces | Winter Area | vela | | The state of the s | | | | | |
|---|--|--------------|--------------|---|---------------|-------------|----------------|--|--|---------------|--|------------------|------------|-----------|
| welmeme | api formation | oh Itols med | Snellism med | of the section | | | | - Company of the last of the l | Name and Address of the Owner, where | | | | | Г |
| WILLIAMS GAS COM #001 | 3001522686 ATOKA | 13 | | Lencoura, mgr. gront mgr. beintum mgl. | Ord mgs. Dear | m mor | magnesium mgt. | potestium met | stronthum mgt. | chloride mgt. | bicarbonata mgl. | stelfate met. It | h2u mot lo | Part Corp |
| WILLIAMS GAS COM #001 | 3001522686/ATOKA | | | | | | | | | 138000 | 72 | 305 | | |
| SPUD 16 STATE #009H | 3001538059 AVAION HOSES | 27,000 | | 1 | 1 | 1 | | | | 128000 | 1030 | | | T |
| SPIID 16 STATE MINOH | SOME SOUCE AVAILABLE INDICE | TOTACE | 1 | 197.8 | 35.2 | | 2025 | | | 7 UCUCB | 3000 | | 1 | T |
| 100000000000000000000000000000000000000 | SOULSSBUSS AVALUN UPPER | 7, 154965.1 | 58687.2 | 719 | 25 | | 121 | | | | DOOR | | | 1100 |
| REMUDA BASIN UNII #001 | 3001503691 BONE SPRING | 271010 | | | | | 404 | | | 91118 | 1671.4 | 1502 | _ | 70 |
| SPUD 16 STATE #010H | 3001541148 BONE SPRING 1ST SAND | 7 157963 4 | 5.4182 E | 1400.5 | 1 | 1 | | | | 168800 | 130 | 100 | | Ī |
| SPUD 16 STATE #011H | 3001541149 BOME SPRING 1ST SAND | 7 153041 | L | 2000 | 10.7 | 1 | 274.9 | | | 92807.2 | 2305.8 | c | T | AOO |
| SPUD 16 STATE #012H | 3001541150 BONE SPRING 1ST SAND | 7 146434 7 | | 1734.2 | D | | 2726 | | | 92918.4 | 2708.4 | 6 | T | 1000 |
| SPUD 16 STATE #008H | 3001540038 BONE SPRING 15T SAND | 6.7 1537EA | | I ded. 9 | 11.4 | | 312.8 | | | 84786.2 | 2659.6 | 0 | T | 430 |
| GOMEZ MODI | 3001522595 DELAWARE . | _ | | 1158 | 70 | 1 | 244 | | | 91697 | 951.6 | 755 | | 8 |
| KIM #001 | 3001524589 DELAWARE | 4.0 | 20000 | 200000 | | | | | | 80500 | 303 | 2100 | | T |
| CARRASCO 14 #002 | 3001526293 DELAWARE-BRUSHY CANYON | I. | | 67700 | 2.84 | 6.816 | 4029.39 | 994 | 570.272 | 143136 | | 21 | 11.36 | T |
| AMOCO FEDERAL 11 #002 | 200152654010F1 AWARE ARTICUY CANVON | L | | 73267 | 17.35 | | | | | 148750 | 536.69 | | 6 | I |
| AMOCO FEDERAL 11 MOS | SOMIT SUCCESSION AND AND ADDRESS OF THE SECOND | 1 | 2 | 21510 | 101.575 | | | | | 179250 | | | - | T |
| IAMOCO FEDERAL 11 MOG | SOME SCARCE DEL ANABE BRITISH CANADA | 0.2 283502 | | 39539.6 | 36,983 | 2386 | 6396.87 | 2346.63 | 1455.46 | | | 2 | | T |
| ANADOD ESPERAL 11 MOSE | SOCIETATION AND A SOCIAL CONTON | 8 | | 34317.6 | 46.8 | 1.8 | 5392.8 | 2449,2 | 992.4 | 228593 | 76.4 | | 9 6 | T |
| WHITEHER ECTATE MONT | SOCIETY TO DELAWARE BRITISH | 6.03 29/55/ | | 35088.6 | 63.017 | 1.7835 | 4688.23 | 2993.9 | 37 | | AG 928 | 1 | 1 | T |
| BRANTI FY #001 | SOLISCOS DELAWARE BROSHI CANTON | 1 | 34645.1 | 5772.75 | 33.325 | 0.215 | 1197.55 | | 142.975 | | 40,85 | 228 975 | T | T |
| WILLA A COM #001 | 300152288SIMORROW | 200000 | | | | | | | | 166000 | 78 | 3400 | T | T |
| MILLA A COM #001 | 3001522886 MORROW | 6 37 6900 66 | | 11/313 | 553.382 | 5.6155 | 128.646 | 120.478 | 152.129 | 16623.9 | 39.819 | 147.024 | 0 | T |
| MILLA A COM #001 | 2001 C22885 MCPBC14W | 1 | | 329.00 | 154.071 | 3.021 | 39.273 | 22.154 | 34.238 | 3939,38 | 56.392 | 209.456 | | I |
| RRANTI EV #2071 | 3001523672 MADBONA | 1 | 129243 | 422.1 | 1059.27 | 13.065 | 56.28 | 37.185 | 47.235 | 4157.68 | 303.51 | 8.04 | T | T |
| HARAMERO 17 FEDERAL COM MOTH | 2001 CALOR MACHICANAB | 9998/7 59 | | | 1 | | | | | 166000 | 78 | 3400 | T | T |
| CEBBARO 49 EFOCDAL MOST | 2000cc277cc3luor coatan | | | 4480.2 | 28.5 | | 627.9 | | | 65927.2 | 146 | 6 | İ | 300 |
| SCHOOL SO LEGISTAL MOST | SUCCESSIVES WOLLOWING | 6.9 102136.2 | | 5311.5 | 40.2 | | 643.7 | | | 62812.7 | 183 | | 1 | 36 |
| SERVANO 23 FEDERAL MOUTH | January/Raj Work AMP | 6.5 100994.9 | 28702.1 | 5341.9 | 46.2 | | 619.5 | | | 63450.1 | 268 | 0 | t | 350 |
| | | | | | | | | | | | The state of the s | | | 3 |





June 29, 2017

Will George

Lonquist Field Services, LLC

3345 Bee Cave Road, Suite 201

Austin, TX 78746

RE: WATER SAMPLES

Enclosed are the results of analyses for samples received by the laboratory on 06/15/17 8:25.

Cardinal Laboratories is accredited through Texas NELAP under certificate number T104704398-17-9. Accreditation applies to drinking water, non-potable water and solid and chemical materials. All accredited analytes are denoted by an asterisk (*). For a complete list of accredited analytes and matrices visit the TCEQ website at www.tceq.texas.gov/field/ga/lab accredited certif.html.

Cardinal Laboratories is accreditated through the State of Colorado Department of Public Health and Environment for:

Method EPA 552.2

Total Haloacetic Acids (HAA-5)

Method EPA 524.2

Total Trihalomethanes (TTHM)

Method EPA 524.4

Regulated VOCs (V1, V2, V3)

Cardinal Laboratories is accredited through the State of New Mexico Environment Department for:

Method SM 9223-B

Total Coliform and E. coli (Colllert MMO-MUG)

Method EPA 524.2

Regulated VOCs and Total Trihalomethanes (TTHM)

Method EPA 552.2

Total Haloacetic Acids (HAA-5)

Accreditation applies to public drinking water matrices for State of Colorado and New Mexico.

Celey D. Keine

This report meets NELAP requirements and is made up of a cover page, analytical results, and a copy of the original chain-of-custody. If you have any questions concerning this report, please feel free to contact me.

Sincerely,

Celey D. Keene

Lab Director/Quality Manager



PHONE (575) 393-2326 ° 101 E. MARLAND ° HOBBS, NM 88240

Analytical Results For:

Lonquist Field Services, LLC 3345 Bee Cave Road, Suite 201 Project: WATER SAMPLES
Project Number: STRIKER 1 SWD #1

Reported: 29-Jun-17 16:54

Austin TX, 78746

Project Manager: Will George

Fax To: (512) 732-9816

| Sample ID | Laboratory ID | Matrix | Date Sampled | Date Received | |
|-----------|---------------|--------|-----------------|-----------------|--|
| SP-01955 | H701561-01 | Water | 14-Jun-17 14:00 | 15-Jun-17 08:25 | |
| C-00608 | H701561-02 | Water | 14-Jun-17 14:00 | 15-Jun-17 08:25 | |

Cardinal Laboratories

*=Accredited Analyte

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Celey D. Kuna

Lonquist Field Services, LLC 3345 Bee Cave Road, Suite 201 Project: WATER SAMPLES

Project Number: STRIKER 1 SWD #1

Reported: 29-Jun-17 16:54

Austin TX, 78746

Project Manager: Will George

Fax To: (512) 732-9816

SP-01955 H701561-01 (Water)

| Analyte | | Result | MDL | Reporting Limit | Units | Dilution | Batch | Analyst | Analyzed | Method | Notes |
|-------------------------|------------|------------|-----|--------------------|-------------|----------|---------|---------|-------------|-----------|-------|
| | | | | Cardin | al Laborat | ories | | | | | |
| Inorganic Compound | ls | | | | | | | | | | |
| Alkalinity, Bicarbonate | | 342 | | 5.00 | mg/L | 1 | 7060101 | AC | 16-Jun-17 | 310.1 | |
| Alkalinity, Carbonate | | <1.00 | | 1.00 | mg/L | 1 | 7060101 | AC | 16-Jun-17 | 310.1 | |
| Chloride* | | 1620 | | 4.00 | mg/L | 1 | 7061501 | AC | · 16-Jun-17 | 4500-CI-B | |
| Conductivity* | | 8090 | | 1.00 | uS/cm | 1 | 7061606 | AC | 16-Jun-17 | 120.1 | |
| pH* | | 6.98 | | 0.100 | pH Units | 1 | 7061606 | AC | 16-Jun-17 | 150,1 | |
| Resistivity | | 1.24 | | | Ohms/m | 1 | 7061606 | AC | 16-Jun-17 | 120.1 | |
| Specific Gravity @ 60° | F | 1.008 | | 0.000 | [blank] | 1 | 7061605 | AC | 16-Jun-17 | SM 2710F | |
| Sulfate* | | 2140 | | 500 | mg/L | 50 | 7061507 | AC | 15-Jun-17 | 375.4 | |
| TDS* | | 6610 | | 5.00 | mg/L | 1 | 7061508 | AC | 19-Jun-17 | 160.1 | |
| Alkalinity, Total* | | 280 | | 4.00 | mg/L | 1 | 7060101 | AC | 16-Jun-17 | 310.1 | |
| Sulfide, total | | 0.0570 | | 0.0100 | mg/L | 1 | 7061607 | AC | 16-Jun-17 | 376.2 | , |
| | | | | Green Anal | ytical Labo | ratories | | | | | |
| Total Recoverable Me | tals by IC | P (E200.7) | | | | | | | | | |
| Barium* | 5 | <0.500 | | 0.500 | mg/L | 10 | B706136 | JDA | 20-Jun-17 | EPA200.7 | |
| Calcium* | | 671 | | 1.00 | mg/L | 10 | B706136 | JDA | 20-Jun-17 | EPA200.7 | |
| ron* | | .<0.500 | | 0.500 | mg/L | 10 | B706136 | JDA | 20-Jun-17 | EPA200.7 | |
| Magnesium* | | 260 | | 1.00 | mg/L | 10 | B706136 | JDA | 20-Jun-17 | EPA200.7 | |
| otassium* | | <10.0 | | 10.0 | mg/L | 10 | B706136 | JDA | 20-Jun-17 | EPA200.7 | |
| odium* | | 1110 | | 10.0 | mg/L | 10 | B706136 | JDA | 20-Jun-17 | EPA200.7 | |

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*=Accredited Analyte

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Celeg D. Kee



Lonquist Field Services, LLC 3345 Bee Cave Road, Suite 201 Project: WATER SAMPLES
Project Number: STRIKER 1 SWD #1

Reported: 29-Jun-17 16:54

Austin TX, 78746

Project Manager: Will George

Fax To: (512) 732-9816

C-00608 H701561-02 (Water)

| Analyte | Result | MDL | Reporting Limit | Units | Dilution | Batch | Analyst | Analyzed | Method | Notes |
|-------------------------------|-------------|-----|--------------------|--------------|----------|---------|---------|-----------|-----------|-------|
| | | | Cardin | al Laborate | ories | | | | | |
| Inorganic Compounds | | я | | | | | | (44, 4 | | |
| Alkalinity, Bicarbonate | 288 | | 5.00 | mg/L | 1 | 7060101 | AC | 16-Jun-17 | 310.1 | |
| Alkalinity, Carbonate | <1.00 | | 1.00 | mg/L | 1 | 7060101 | AC | 16-Jun-17 | 310.1 | |
| Chloride* | 1300 | | 4.00 | mg/L | 1 | 7061501 | AC | 16-Jun-17 | 4500-CI-B | |
| Conductivity* | 7380 | | 1.00 | uS/cm | 1 | 7061606 | AC | 16-Jun-17 | 120.1 | |
| pH* | 7.18 | | 0.100 | pH Units | 1 | 7061606 | AC | 16-Jun-17 | 150.1 | |
| Resistivity | 1.36 | | | Ohms/m | 1 | 7061606 | AC | 16-Jun-17 | 120.1 | |
| Specific Gravity @ 60° F | 1.007 | | 0.000 | [blank] | 1 | 7061605 | AC | 16-Jun-17 | SM 2710F | |
| Sulfate* | 1970 | | 500 | mg/L | 50 | 7061507 | AC | 15-Jun-17 | 375.4 | |
| TDS* | 5970 | | 5.00 | mg/L | 1 | 7061508 | AC | 19-Jun-17 | 160.1 | |
| Alkalinity, Total* | 236 | | 4.00 | mg/L | 1 | 7060101 | AC | 16-Jun-17 | 310.1 | |
| Sulfide, total | 0.0133 | | 0.0100 | mg/L | 1 | 7061607 | AC | 16-Jun-17 | 376.2 | |
| | | | Green Ana | lytical Labo | ratories | | | | | |
| Total Recoverable Metals by I | CP (E200.7) | | | | | | | - | | |
| Barium* | <0.500 | | 0.500 | mg/L | 10 | B706136 | JDA | 20-Jun-17 | EPA200.7 | |
| Calcium* | 646 | | 1.00 | mg/L | 10 | B706136 | JDA | 20-Jun-17 | EPA200.7 | |
| Iron* | 9.15 | | 0.500 | mg/L | 10 | B706136 | JDA | 20-Jun-17 | EPA200.7 | |
| Magnesium* | 270 | | 1.00 | mg/L | 10 | B706136 | JDA | 20-Jun-17 | EPA200.7 | |
| Potassium* | <10.0 | | 10.0 | mg/L | 10 | B706136 | JDA | 20-Jun-17 | EPA200.7 | |
| Sodium* | 959 | | 10.0 | mg/L | 10 | B706136 | JDA | 20-Jun-17 | EPA200.7 | |

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Celay D. Kena



Lonquist Field Services, LLC 3345 Bee Cave Road, Suite 201 Project: WATER SAMPLES

Project Number: STRIKER 1 SWD #1

Reported: 29-Jun-17 16:54

Austin TX, 78746

Project Manager: Will George Fax To: (512) 732-9816

Inorganic Compounds - Quality Control

Cardinal Laboratories

| Analyte | Result | Reporting Limit | Units | Spike Level | Source Result | %REC | %REC Limits | RPD | RPD Limit | Notes |
|---|--------|--------------------|-------|----------------|------------------|--|----------------|------|--------------|-------|
| Batch 7060101 - General Prep - Wet Chem | | | | | | | | | | |
| Blank (7060101-BLK1) | | | | Prepared & | Analyzed: | 01-Jun-17 | | | | |
| Alkalinity, Carbonate | ND | 1.00 | mg/L | | | | | | | |
| Alkalinity, Bicarbonate | 5.00 | 5.00 | mg/L | | | | | | | |
| Alkalinity, Total | 4.00 | 4.00 | mg/L | | | | | | | |
| LCS (7060101-BS1) | | | | Prepared & | Analyzed: | 01-Jun-17 | | | | |
| Alkalinity, Carbonate | ND | 1.00 | mg/L | | | California de la Califo | 80-120 | | | |
| Alkalinity, Bicarbonate | 137 | 5,00 | mg/L | | | | 80-120 | | | |
| Alkalinity, Total | 112 | 4.00 | mg/L | 100 | | 112 | 80-120 | | | ii . |
| LCS Dup (7060101-BSD1) | | | | Prepared & | Analyzed: | 01-Jun-17 | | | | |
| Alkalinity, Carbonate | ND | 1.00 | mg/L | | | | 80-120 | | 20 | |
| Alkalinity, Bicarbonate | 146 | 5.00 | mg/L | | | | 80-120 | 6.36 | 20 | |
| Alkalinity, Total | 120 | 4.00 | mg/L | 100 | | 120 | 80-120 | 6.90 | 20 | |
| Batch 7061501 - General Prep - Wet Chem | | | | - | | | | | | |
| Blank (7061501-BLK1) | | | | Prepared & | Analyzed: | 15-Jun-17 | | | | |
| Chloride | ND | 4.00 | mg/L | | | | | | | |
| LCS (7061501-BS1) | | | | Prepared & | Analyzed: | 15-Jun-17 | | | | |
| Chloride | 104 | 4.00 | mg/L | 100 | • | 104 | 80-120 | | | |
| LCS Dup (7061501-BSD1) | | | | Prepared & | Analyzed: | 15-Jun-17 | | | | |
| Chloride | 104 | 4.00 | mg/L | 100 | | 104 | 80-120 | 0.00 | 20 | |
| Batch 7061507 - General Prep - Wet Chem | | | | | | | | | | |
| Blank (7061507-BLK1) | | | | Prepared & | Analyzed: | 15-Jun-17 | | | | |
| Sulfate | ND | 10.0 | mg/L | | - | | | | | |

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*=Accredited Analyte

or any claim arising, wereover season at a steer compi and by Cardinal within thirty (30) days after compi by ellent, its subsidiaries, affiliates or successors of etion, business interruptions, loss of use, or loss of profits incurred by client, its subsidi

Celley D. Keen



Lonquist Field Services, LLC 3345 Bee Cave Road, Suite 201 Project: WATER SAMPLES
Project Number: STRIKER 1 SWD #1

Reported: 29-Jun-17 16:54

Austin TX, 78746

Project Manager: Will George Fax To: (512) 732-9816

Inorganic Compounds - Quality Control

Cardinal Laboratories

| Analyte | Result | Reporting Limit | Units | Spike Level | Source Result | %REC | %REC Limits | RPD | RPD Limit | Notes |
|---|--------|--------------------|---------|----------------|------------------|-------------|----------------|---|--------------|----------------|
| Batch 7061507 - General Prep - Wet Chem | | | | | | | | *************************************** | | 0.500110000000 |
| | | *** | A | Prepared & | Amalamada | 16 ton 17 | | | | |
| LCS (7061507-BS1) | | | | | Allalyzeu. | | | | | |
| Sulfate | 23.6 | 10.0 | mg/L | 20.0 | | 118 | 80-120 | | | |
| LCS Dup (7061507-BSD1) | | | | Prepared & | Analyzed: | 15-Jun-17 | | | | |
| Sulfate | 22.7 | 10.0 | mg/L | 20.0 | | 113 | 80-120 | 4.14 | 20 | |
| Batch 7061508 - Filtration | | | | | | | | | | |
| Blank (7061508-BLK1) | | | | Prepared: 1 | 5-Jun-17 A | nalyzed: 19 | 9-Jun-17 | | | |
| TDS | ND | 5.00 | mg/L | | | | 1/2/2 | | | |
| LCS (7061508-BS1) | | | | Prepared: 1 | 5-Jun-17 A | nalyzed: 19 | -Jun-17 | | | |
| TDS | 220 | 5.00 | mg/L | 213 | | 103 | 80-120 | | SON SON | |
| Duplicate (7061508-DUP1) | Sour | ce: H701559- | -01 | Prepared: 1 | 5-Jun-17 A | nalyzed: 19 | -Jun-17 | | _ | |
| TDS | 1500 | 5.00 | mg/L | | 1550 | | | 3.55 | 20 | |
| Batch 7061605 - General Prep - Wet Chem | | | | | | | · | | | |
| Duplicate (7061605-DUP1) | Sour | ce: H701561- | -01 | Prepared & | Analyzed: | 16-Jun-17 | | | | |
| Specific Gravity @ 60° F | 1.010 | 0.000 | [blank] | | 1.008 | | | 0.153 | 20 | |
| Batch 7061606 - General Prep - Wet Chem | | | | | | | - | | | |
| CO (BOSS (CO.) | | | | Prepared & | Analyzed: | 16-lm-17 | | | | |
| LCS (7061606-BS1) | | | | 1 1 cpated of | a many book. | 10 3001 11 | | | | |
| Conductivity | 476 | | uS/cm | 500 | Talmiy Dod. | 95.2 | 80-120 | | | - |

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Celegio Keena



PHONE (575) 393-2326 ° 101 E. MARLAND ° HOBBS, NM 88240

Analytical Results For:

Lonquist Field Services, LLC 3345 Bee Cave Road, Suite 201 Project: WATER SAMPLES

Project Number: STRIKER 1 SWD #1

Reported: 29-Jun-17 16:54

Austin TX, 78746

Project Manager: Will George

Fax To: (512) 732-9816

Inorganic Compounds - Quality Control

Cardinal Laboratories

| Analyte | Result | Reporting Limit | Units | Spike Level | Source Result | %REC | %REC Limits | RPD | RPD Limit | Notes |
|---|--------|--------------------|----------|----------------|------------------|-----------|----------------|-------|--------------|-------|
| Batch 7061606 - General Prep - Wet Chem | | | | | | | 95 U | | | |
| Duplicate (7061606-DUP1) | Sou | rce: H701561 | -01 | Prepared & | Analyzed: | 16-Jun-17 | | | | |
| Conductivity | 8130 | 1.00 | uS/cm | | 8090 | | | 0.493 | 20 | |
| рН | 7.00 | 0.100 | pH Units | | 6.98 | | | 0.286 | 20 | |
| Resistivity | 1.23 | | Ohms/m | | 1.24 | | | 0.493 | 200 | |
| Batch 7061607 - General Prep - Wet Chem | | | | | | | | | | |
| Blank (7061607-BLK1) | | | | Prepared & | Analyzed: | 16-Jun-17 | 2 | | | |
| Sulfide, total | ND | 0.0100 | mg/L | | | | | | | |
| Duplicate (7061607-DUP1) | Sour | rce: H701561 | -01 | Prepared & | Analyzed: | 16-Jun-17 | | | | |
| Sulfide, total | 0.0460 | 0.0100 | mg/L | | 0.0570 | 10 | | 21.4 | 20 | QR-0 |

Cardinal Laboratories

*=Accredited Analyte

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Celeg D. Kuna



Lonquist Field Services, LLC 3345 Bee Cave Road, Suite 201 Project: WATER SAMPLES
Project Number: STRIKER 1 SWD #1

Reported: 29-Jun-17 16:54

Austin TX, 78746

Project Manager: Will George Fax To: (512) 732-9816

FdX 10: (512) /32-9816

Total Recoverable Metals by ICP (E200.7) - Quality Control

Green Analytical Laboratories

| M 30 | | Reporting | | Spike | Source | | Yelle C | | RPD | |
|-------------------------------------|-----------|-----------|-------|-------------|------------|-------------|----------|-------|-------|-------|
| Analyte | Result | Limit | Units | Level | Result | %REC | Limits | RPD | Limit | Notes |
| Batch B706136 - Total Rec. 200.7/20 | 0.8/200.2 | | | | | | - | | | |
| Blank (B706136-BLK1) | | | | Prepared: 1 | 9-Jun-17 A | nalyzed: 20 |)-Jun-17 | | | |
| Barium | ND | 0.050 | mg/L | | | | | | | |
| Sodium | ND | 1.00 | mg/L | | | | | | | |
| Potassium | ND | 1.00 | mg/L | | | | | | | |
| Iron | ND | 0.050 | mg/L | | | | | | | |
| Magnesium | ND | 0.100 | mg/L | | | | | | | |
| Calcium | ND | 0.100 | mg/L | | 0 | | | | | |
| LCS (B706136-BS1) | | | | Prepared: 1 | 9-Jun-17 A | nalyzed: 20 | -Jun-17 | | | |
| Magnesium | 20.8 | 0.100 | mg/L | 20.0 | | 104 | 85-115 | | | |
| Calcium | 4.09 | 0.100 | mg/L | 4.00 | | 102 | 85-115 | | | |
| Sodium | 6.97 | 1.00 | mg/L | 6.48 | | 108 | 85-115 | | | |
| Potassium | 8.14 | 1.00 | mg/L | 8.00 | | 102 | 85-115 | | | |
| Barium | 2.03 | 0.050 | mg/L | 2.00 | | 101 | 85-115 | | | |
| ron | 4.04 | 0.050 | mg/L | 4.00 | | 101 | 85-115 | | | |
| LCS Dup (B706136-BSD1) | | | | Prepared: 1 | 9-Jun-17 A | nalyzed: 20 | -Jun-17 | | | |
| ron | 4.03 | 0.050 | mg/L | 4.00 | | 101 | 85-115 | 0.280 | 20 | |
| Magnesium | 20.5 | 0.100 | mg/L | 20.0 | | 102 | 85-115 | 1.61 | 20 | |
| Calcium | 4.01 | 0.100 | mg/L | 4.00 | | 100 | 85-115 | 2.00 | 20 | |
| odium | 6.79 | 1.00 | mg/L | 6.48 | | 105 | 85-115 | 2.50 | 20 | |
| Sarium | 2.02 | 0.050 | mg/L | 2.00 | | 101 | 85-115 | 0.140 | 20 | |
| otassium | 8.10 | 1.00 | mg/L | 8.00 | | 101 | 85-115 | 0.481 | 20 | |

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damagea. Cardinal's liability and client's exclusive remody for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including these for negligence arising of their cause whitesoners shall be determed where or including the determinance of the applicable service. In no event shall Cardinal be liable for incidental or consequences damage including, such controls of the performance of the service hereander by client, its underlines, artifactor or aucustors arising out of or related to the performance of the services hereander by Cardinal, regardless of whether aucusting liable of the above stated reasons or otherwise. Results relate only to the samples identified above. This report shall not be reproduced except in full with written approved of Cardinal Laboretonies.

Celley D. Kuna



Notes and Definitions

QR-05 The RPD exceeded historical limits.

ND Analyte NOT DETECTED at or above the reporting limit

RPD Relative Percent Difference

** Samples not received at proper temperature of 6°C or below.

*** Insufficient time to reach temperature.

Chloride by SM4500Cl-B does not require samples be received at or below 6°C Samples reported on an as received basis (wet) unless otherwise noted on report

Cardinal Laboratories

*=Accredited Analyte

PLEASE NOTE: Liability and Damages, Cardinal's Biability and client's exclusive remedy for any claim arising, whiteher based in contract or ton, shall be limited to the amount paid by client for analyses. All claims, including those for negligance any other cause whitesoever shall be deemed without unless made in writing and received by Cardinal within thirty (20) days after completion of the applicable service. In no event shall Cardinal be Bable for incidenteal or consequential demag including, without lamitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, artification or successors arising out of or related to the performance of the services hereunder by Cardinal, reparalless of whether at

Celay D. Keine



CHAIN-OF-CUSTODY AND ANALYSIS REQUEST

| 88240 | 393-2476 |
|------------|---------------|
| NW. | 393 |
| Hobbs, | 8 FAX (576) 3 |
| | FA |
| nt Marland | 393-2326 |
| East M. | 393 |
| 101 East | (676) |
| | |

| ANALYSIS REQUEST | | | | 7/0 | | 72 | 77(| | | 70401 | | | desired to the state of the sta | The state of the s | | | | | The second secon |
|---------------------|------------------|----------|-------------|----------|----------------|----------------|-------------------|---------------|------------------|---|----------|---------------|--|--|---|---|---|--|--|
| | | - | _ | 7 | 3 | 1 | TIL. | 7 | • | 200 | 9 | 7 | | - | _ | - | + | | |
| 報》// F 學 (·) 医发和医学 | | | 1 | | | Zlp: | | | SAMPLING | DATE TIME | 100000 | 7 | | | | | | | |
| | P.O. #: | Company: | ä | Address: | у: | State: | Phone #: | Fax #: | PRESERV | ACID/BASE: ICE / COOL OTHER : | | | | | | | | | _ |
| | -Come | 8 | p: Afth: | Ad | CIty: | 1. | Ph | Fa | MATRIX | © CONTAINERS GROUNDWATER WASTEWATER SOIL OIL SLUDGE | | \ \frac{1}{2} | | | | | | | |
| Longgaist | Dutter Cicmes | | State: Zip: | FSX 41: | Project Owner: | Striker 1 SwD# | | | | Sample I.D. | SP-01955 | C-00608 | | | | | | | |
| Company Name: | Project Manager: | Address: | Clty: | Phone #: | Project #: | Project Name: | Project Location: | Sampler Name: | FOR LAB USE ONLY | Lab I.D. | | a | | | | | | | |

Time: 8:25 イート Sampler - UPS - Bus - Other: Delivered By: (Circle One)

† Cerdinal cannot accept verbal changes. Please fax written changes to (575) 393-2326

CARDINAL LABORATORIES SCALE INDEX WATER ANALYSIS REPORT

Company LONQUIST FIELD SERVICES Date Sampled: 06/14/17

Lease Name : STRIKER / SWD #1

Well Number : SP-01955 (H701561-01)

Location **NOT GIVEN**

Company Rep. : WILL GEORGE

| ANALYSIS | | | | | |
|--|---------|----|-----------|-------|-----------------------|
| 1. pH | 6.98 | | | | * |
| 2. Specific Gravity @ 60/60 F. | 1.0080 | | | | |
| 3. CaCO3 Saturation Index @ 80 F. | +0.913 | '(| Calcium (| Carbo | onate Scale Possible |
| @ 140 F. | +1.613 | '(| Calcium (| Carbo | onate Scale Possible |
| Dissolved Gasses | | | | | Share Codie 1-035ible |
| 4. Hydrogen Sulfide | 0.057 | F | PM | | |
| 5. Carbon Dioxide | ND | F | PM | | |
| 6. Dissolved Oxygen | ND | | PM | | |
| Cations | | 1 | Eq. Wt. | = | MEQ/L |
| 7. Calcium (Ca++) | 671.00 | 1 | 20.1 | = | 33.38 |
| 8. Magnesium (Mg++) | 260.00 | 1 | 12.2 | = | 21.31 |
| 9. Sodium (Na+) | 1,110 | 1 | 23.0 | = | 45.92 |
| 10. Barium (Ba++) | 0.000 | 1 | 68.7 | == | 0.00 |
| Anions | | | • | | |
| 11. Hydroxyl (OH-) | 0 | 1 | 17.0 | = | 0.00 |
| 12. Carbonate (CO3=) | 0 | 1 | 30.0 | - | 0.00 |
| 13. Bicarbonate (HCO3-) | 342 | 1 | 61.1 | == | 5.60 |
| 14. Sulfate (SO4=) | 2,410 | 1 | 48.8 | 200 | 49.39 |
| 15. Chloride (CI-) | 1,620 | 1 | 35.5 | = | 45.63 |
| Other | | | | | 10.00 |
| 16. Total Iron (Fe) | 0.000 | 1 | 18.2 | = | 0.00 |
| 17. Total Dissolved Solids | 6,610 | | | | |
| 18. Total Hardness As CaCO3 | 2,746.0 | | | | |
| 19. Calcium Sulfate Solubility @ 90 F. | 2,292 | | | | |

1.240

Logarithmic Water Pattern

20. Resistivity (Measured)

10,000 1,000 100 10 100 1,000 10,000 S

PROBABLE MINERAL COMPOSITION

@ 77

Degrees (F)

Ohm/Meters

| | MDLE MINER | AL CI | OMPOSITIO | ON | |
|-----------|------------|-------|-----------|----|-------|
| COMPOUND | Eq. Wt. | X | MEQ/L | == | mg/L |
| Ca(HCO3)2 | 81.04 | X | 5.60 | = | 454 |
| CaSO4 | 68.07 | X | 27.79 | = | 1,891 |
| CaCl2 | 55.50 | X | 0.00 | = | 0 |
| Mg(HCO3)2 | 73.17 | X | 0.00 | = | Ö |
| MgSO4 | 60.19 | X | 21.31 | = | 1,283 |
| MgCl2 | 47.62 | X | 0.00 | = | 0 |
| NaHCO3 | 84.00 | X | 0.00 | = | 0 |
| NaSO4 | 71.03 | X | 0.29 | = | 20 |
| NaCl | 58.46 | X | 45.63 | = | 2,668 |

CARDINAL LABORATORIES SCALE INDEX WATER ANALYSIS REPORT

Company

LONQUIST FIELD SERVICES

Date Sampled: 06/14/17

Lease Name :

STRIKER / SWD #1

Company Rep. : WILL GEORGE

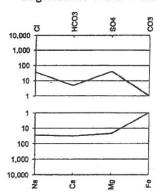
Well Number : Location :

C-00608 (H701561-02) NOT GIVEN

| A | 8.1 | A | 1 | YS | 10 |
|----|-----|---|---|-----|----|
| 42 | PM. | м | | 1 3 | |

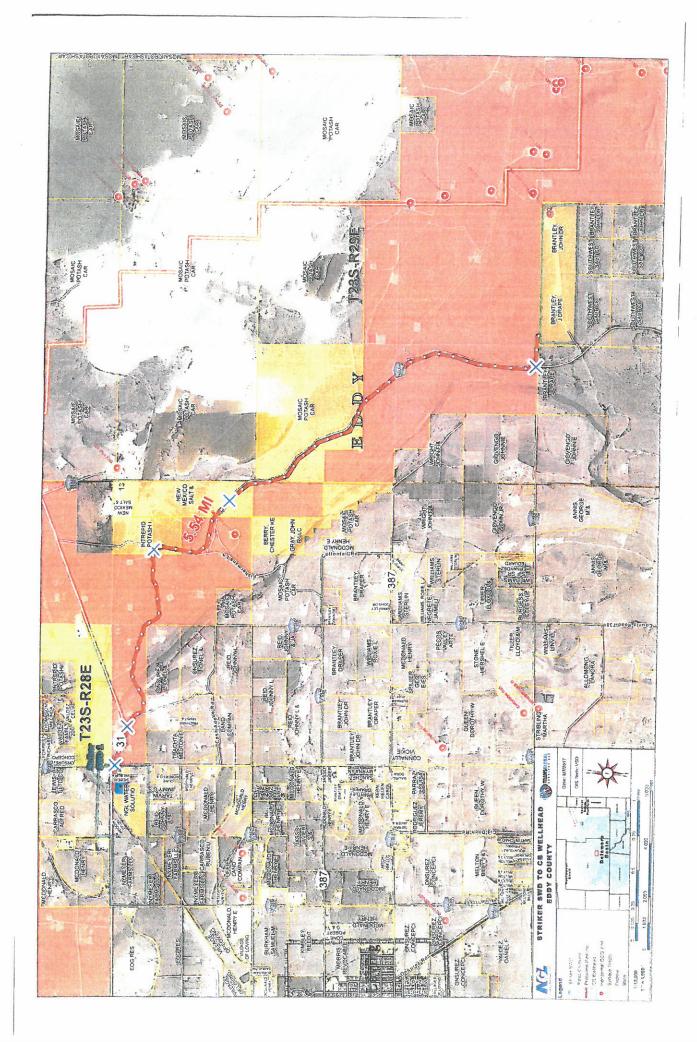
| | ARACIOIO | | | | | | | | | |
|-----|------------------------------------|---------|--------------|-----------|------|--------------------------|--|--|--|--|
| 1. | pH | 7.18 | | | | | | | | |
| 2. | Specific Gravity @ 60/60 F. | 1.0070 | | | | | | | | |
| 3. | CaCO3 Saturation Index @ 80 F. | +0.822 | 322 'Calcium | | | Carbonate Scale Possible | | | | |
| | @ 140 F. | +1.522 | | Calcium C | Carb | onate Scale Possible' | | | | |
| | Dissolved Gasses | | | | | | | | | |
| 4. | Hydrogen Sulfide | 0.013 | 0.013 PPM | | | 8 | | | | |
| 5. | Carbon Dioxide | ND | | PPM | | | | | | |
| 6. | Dissolved Oxygen | ND | | PPM | | | | | | |
| | Cations | | 1 | Eq. Wt. | = | MEQ/L | | | | |
| 7. | Calcium (Ca++) | 646.00 | 1 | 20.1 | = | 32.14 | | | | |
| 8. | Magnesium (Mg++) | 270.00 | 1 | 12.2 | = | 22.13 | | | | |
| 9. | Sodium (Na+) | 959 | 1 | 23.0 | = | 27.43 | | | | |
| 10. | Barium (Ba++) | 0.000 | 1 | 68.7 | = | 0.00 | | | | |
| | Anions | | | | | | | | | |
| 11. | Hydroxyl (OH-) | 0 | 1 | 17.0 | = | 0.00 | | | | |
| 12. | Carbonate (CO3=) | 0 | 1 | 30.0 | = | 0.00 | | | | |
| 13. | Bicarbonate (HCO3-) | 288 | 1 | 61.1 | = | 4.71 | | | | |
| 14. | Sulfate (SO4=) | 1,970 | 1 | 48.8 | = | 40.37 | | | | |
| 15. | Chloride (CI-) | 1,300 | 1 | 35.5 | = | 36.62 | | | | |
| | Other | | | | | | | | | |
| | Total Iron (Fe) | 9.150 | 1 | 18.2 | = | 0.50 | | | | |
| 17. | Total Dissolved Solids | 5,970 | | | | | | | | |
| | Total Hardness As CaCO3 | 2,725.0 | | | | | | | | |
| 19. | Calcium Sulfate Solubility @ 90 F. | 2,180 | | | | | | | | |
| 20. | Resistivity (Measured) | 1.360 | | Ohm/Meter | rs | @ 77 Degrees (F) | | | | |

Logarithmic Water Pattern



PROBABLE MINERAL COMPOSITION

| PROBABLE WINERAL COMPOSITION | | | | | | | | |
|------------------------------|---------|---|-------|------|-------|--|--|--|
| COMPOUND | Eq. Wt. | X | MEQ/L | = | mg/L | | | |
| Ca(HCO3)2 | 81.04 | X | 4.71 | = | 382 | | | |
| CaSO4 | 68.07 | X | 27.43 | = | 1,867 | | | |
| CaCl2 | 55.50 | X | 0.00 | = | 0 | | | |
| Mg(HCO3)2 | 73.17 | X | 0.00 | = . | 0 | | | |
| MgSO4 | 60.19 | X | 12.94 | = | 779 | | | |
| MgCl2 | 47.62 | X | 9.19 | = | 438 | | | |
| NaHCO3 | 84.00 | X | 0.00 | **** | 0 | | | |
| NaSO4 | 71.03 | X | 0.00 | = | 0 | | | |
| NaCl | 58.46 | X | 27.43 | = | 1,604 | | | |



Affidavit of Publication

State of New Mexico, County of Eddy, ss.

Danny Fletcher, being first duly sworn, on oath says:

That he is the Publisher of the Current-Argus, Carlsbad 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 advertisements and may 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:

August 9

2017

That the cost of publication is \$70.15 and that payment thereof has been made and will be assessed as court exests.

Subscribed and sworn to before me this 16 day of August, 2017

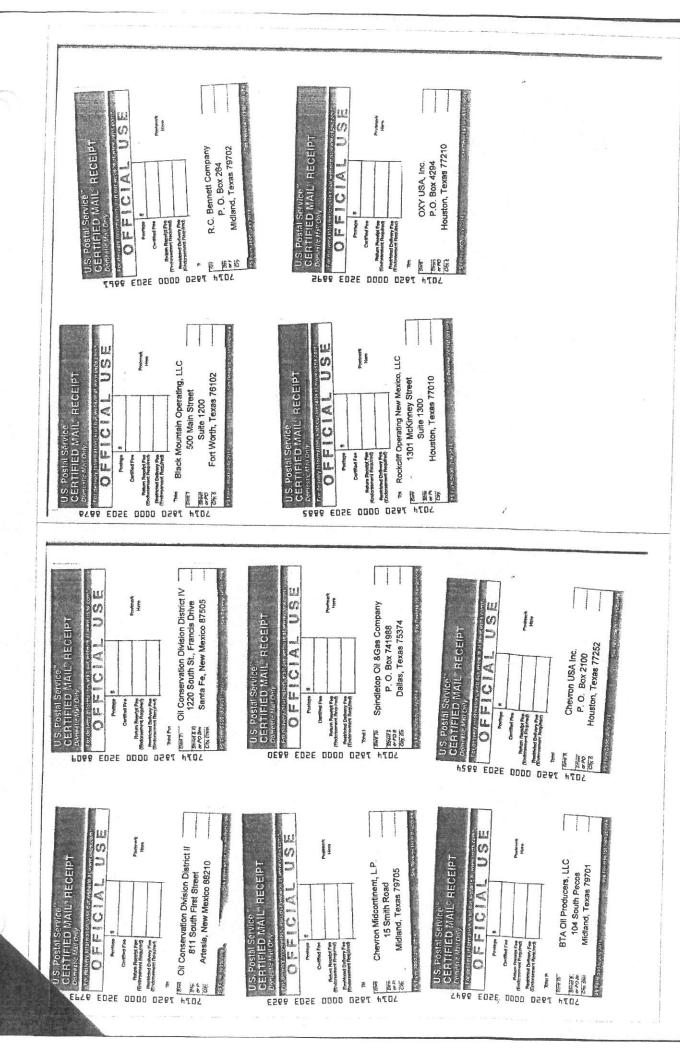
My commission Expires 2/13/21

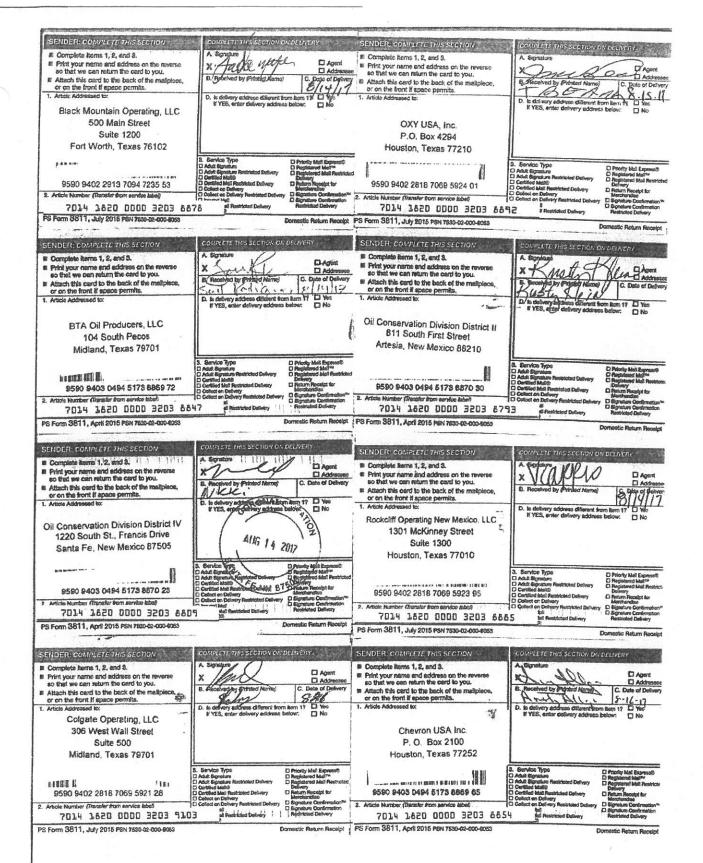
Notary Public



August 9, 2017 Legal Notice

NGL Water Solutions Permian, LLC. 1509 W. Wall Street, Suite 305, Midland, Texas 79701 is filling Form C-108. (Application for Authorization to Inject) with the New Mexico Oll Conservation Division for administrative approval for its Salt water disposal well Striker 1 SWD No. 1. The proposed well will be located 459; FNL & 1.459 FEL in Section 15. Township 235, Range 28E in Eddy County, New Mexico: Disposal water will be sourced from area production, and will be injected into the Siluro Devontan formation (determined by offset log analysis) through an open hole completion between a maximum applied for top of 13,750 feet to a maximum depth of 15,100 feet. The maximum surface injection pressure will not exceed 2,750 psi with a maximum rate of 30,500 BWPD. Interested parties opposing the action must file objections or requests for hearing with the Oil Conservation Division, 1220 South St. Francis Drive; Santa Fe, New Mexico 87505, within 15 days. Additional information can be obtained from the applicant's agent. Longuist & Co. LLC, at (512) 600-1774.





| SENDER: COMPLETE THIS SECTION COMPLETE THIS SECTION ON DELIVERY Complete thems 1.2 and 3.3 | s on the reverse X. L. | nnett Company J. Box 264 Texas 79702 | Service Type Adult Scherure Adult Sche | 2. Acticle Number (fransfer from service labe) Collect on Delivery Disputure Confirmation Particle Disputure Confirmation Collect on Delivery Disputure Confirmation PS Form 3811, July 2015 PSN 7530-02-000-9053 Domestic Return Recent | | | | | | | |
|--|--|--|---|--|---|--|--|---|--|--|--|
| MPLETE THIS SECTION ON DELIVERY Signature | B. Received by Printed Name) C. D. D. is delivery address. | Spindletop Oil &Gas Company P. O. Box 744 Dall 1531 2599 10 Bentoer NATXIE SETTOFN TO FORMED | M.M.M. Degistered Maille Delivery Instituted Delivery Characteristics ony Restricted Delivery Colombia Confirmations ony Restricted Delivery Colombia Confirmations | d Delivery Restricted Delivery Domestic Return Receipt. | SENDER: COMPLETE THIS SECTION COMPLETE THIS SECTION ON DELIVERY | the reverse X/GI/CO by you. By Received by PM | or on the front if space permits. 1. Article Addressed to: 1. Articl | Marathon Oil Permian, LLC 5555 San Felipe Street Houston, Texas 77056 | 3. Service Type Add Signature Heart Signature Heart Mail Expression GAUT Signature Heart Mail Mail Expression GAUT Signature Heart Mail Mail Expression GAUT Signature Heart Mail Mail Mail Mail Mail Mail Mail Mail | U Collect on Delivery Restricted Delivery PS サイド | PS Form 3811, July 2015 PSN 7630-02-000-9053 |

McMillan, Michael, EMNRD

from:

McMillan, Michael, EMNRD

Sent:

Tuesday, August 15, 2017 2:26 PM

To:

'Chris Weyand'

Subject:

NGL Water Solutions Permian, LLC Striker 1 SWD Well No. 1 administrative application

Chris:

The OCD received the NGL Water Solutions Permian, LLC Striker 1 SWD Well No. 1 on Tuesday August 15, 2017.

The OCD needs the following information

- · Proof of mailing for the affected parties.
- Affidavit of publication

As a result, your application will be suspended. If the required information is not received within 10-days, your application will be cancelled.

Thanks

Mike

Michael McMillan 1220 South St. Francis Santa Fe, New Mexico 505-476-3448 Michael.mcmillan@state.nm.us

McMillan, Michael, EMNRD

From:

McMillan, Michael, EMNRD

Sent:

Thursday, August 24, 2017 2:55 PM

To:

'Chris Weyand'

Cc:

Goetze, Phillip, EMNRD; Lowe, Leonard, EMNRD; Jones, William V, EMNRD

Subject:

Protested Application: NGL Water Solutions Permian, LLC Striker 1I SWD No. 1 Well

Eddy Co.

Mr. Weyand:

Chevron USA Inc. is protesting this application for approval of a salt water disposal well into Silurian and Devonian formations. Chevron USA Inc. has been identified as an affected person for the proposed salt-water disposal well. Therefore, you are being notified that if NGL Water Solutions Permian, LLC wishes for this application to be considered, it must either go to hearing or may be reviewed administratively if the protest is withdrawn as a result of a negotiated resolution with this party. The application will be retained by OCD, but suspended from further administrative review. Please contact OCD once you have made a decision regarding the application within the next 30 days. If the protest remains after 30 days, OCD will initiate the process for the application to be reviewed at hearing. Please contact me with any questions regarding this matter. Mike

Contact for Chevron USA Inc

Michael Feldewert Attorney Holland and Hart LLP 110 North Guadalupe Suite 1 Santa Fe, NM 87501

Phone: 505.988.4421

E-mail: mfeldewert@hollandhart.com

Michael McMillan 1220 South St. Francis Santa Fe, New Mexico 505-476-3448 Michael.mcmillan@state.nm.us

LONQUIST & CO. LLC

PETROLEUM ENGINEERS

ENERGY ADVISORS

AUSTIN HOUSTON WICHITA DENVER CALGARY 2017 HUB + 5

August 9, 2017

New Mexico Energy, Minerals, and Natural Resources Department Oil Conservation Division District IV 1220 South St. Francis Drive Santa Fe. New Mexico 87505 (505) 476-3440

RE: STRIKER 1 SWD NO. 1 AUTHORIZATION TO INJECT

To Whom It May Concern:

Attached for your review is Form C-108, Application for Authorization to Inject, and its supplemental documents prepared for NGL Water Solutions Permian, LLC's Striker 1 SWD No. 1. In addition, Forms C-101 and C-102 have also been included with this package. Notices have been sent to offset leaseholders and the surface owner. Proof of notice will be sent to the OCD upon receipt.

Any questions should be directed towards NGL Water Solutions Permian, LLC's agent Longuist & Co., LLC.

Regards,

Christopher B. Weyand

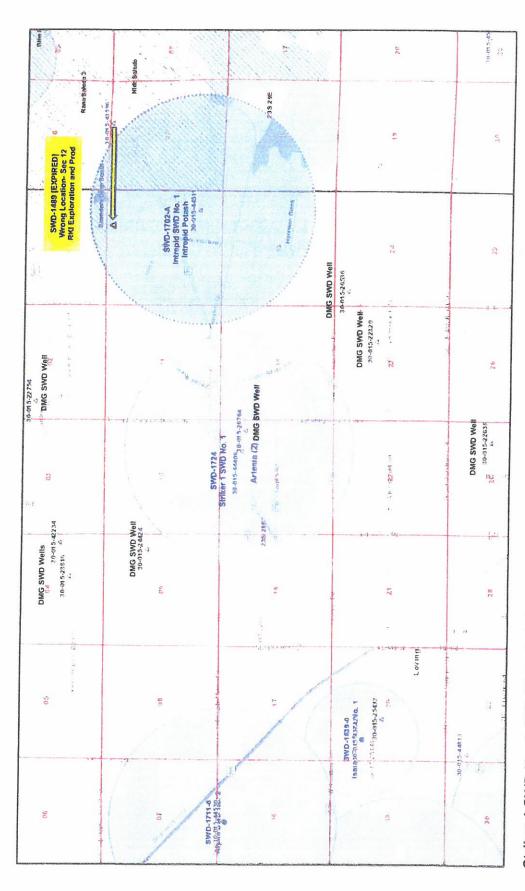
Staff Engineer

Lonquist & Co., LLC

(512) 600-1764 chris@longuist.com

| FORM C-1 | 08 Technical | Review Summar | y [Prepared | by reviewer and inclu | ided with application; V16.2] |
|---|-------------------------------|------------------------|--|------------------------|--------------------------------|
| DATE RECORD | : First Rec: 08/15/ | B Admin Complete: | 19/26/160r S | Amended: Protesta | Add. Request/Reply: |
| ORDER TYPE: V | VFX / PMX/ SWD) | Number: 1724 Or | der Date: 8 | 23/18 Legacy Per | 117 mits/Orders: Protest. |
| Well No Well Name(s): | Striker 1 S | SWD | | | withdrawn |
| | | | · | 16. | |
| API: 30-0 15-44406 Footages * New SL: 1015 FN | Spua D | or Unit B Sec 13 | New or Old | (EPA): <u>NOW</u> (UIC | Class II Primacy 03/07/1982 |
| Canada 2.2 mi a d | 7, 61 | s. s.m see K | CHN T | 0 | County Edby |
| General Location: 2 mi norths BLM 100K Map: Carls bod | Operator: NO | Pool: | TIC SWIN FOL | buar Silytiau | Pool No.: 97869 |
| COMPLIANCE DINE 5 O. Totaling | _ Operator | - A | AV - | D. <u>3/23-6</u> Cont | act: Deve rate |
| COMPLIANCE RULE 5.9: Total We | lis: Inacti | ive: Fincl Assur: | Com | pl. Order?NO I | 5 5.9 OK? 16 Date: 0/23/1 |
| WELL FILE REVIEWED OF Curren | t Status: New | C-102 for reloc | cation o | f well; remain | ing Dortion unchant |
| WELL DIAGRAMS: NEW: Proposed | or RE-ENTER | : Before Conv. O After | Conv. | , Logs in Imaging: | 0 |
| Planned Rehab Work to Well: | Naw SL St | all within units | B; re-not | iced was requ | ired for new SL |
| Well Construction Details | Sizes (in) Borehole / Pipe | Setting Depths (ft) | An State of the St | Cement Sx or Cf | Cement Top and |
| Plannedor ExistingSurface | | | Stage Tool | SX OF CI | Determination Method |
| Planned_or ExistingInterm/Prod | | inchanged. | h — | Commence of the second | |
| Planned_or Existing _Interm/Prod | | from | | | |
| Planned_or Existing _ Prod/Liner | | Grainal | | | |
| Planned_or Existing Liner | | L application | | | |
| Planned_or Existing _OH / PERF | | (Undnamed) 3750-to | Ini Length | Completion | /Operation Details: |
| Injection Lithostratigraphic Units: | Depths (ft) | Injection or Confining | Tops | | О РВТD — |
| Adjacent Unit: Litho. Struc. Por. | | Units Mississippia | 12817 | | _ NEW PBTD |
| Confining Unit: Litho Struc. Por. | ±0/mtool | Josed Stord Shale | 13664 | NEW Open Hole (2) | or NEW Perfs () |
| Proposed Inj Interval TOP: | 13750 | Devotion-Silving | IN COLUMN TWO IS NOT THE OWNER. | Tubing Size 5 x 5.3 | Sin. Inter Coated? Yes |
| Proposed Inj Interval BOTTOM: | 15100 | Moutora | 14973/10 | Proposed Packer De | epth 13760 ft |
| Confining Unit: Litho. Struc. Por. | +100 into to | | 44973 | Min. Packer Depth_ | (100-ft limit) |
| Adjacent Unit: Litho. Struc. Por. | | Simpson (?) | | Proposed Max. Surfa | ace Press. 2750 psi |
| AOR: Hydrologic a | nd Geologic Int | formation / | | Admin, Inj. Press 2 | 750 (02 minor) |
| POTASH: R-111-PMA Noticed? | NA BLM Sec Ord | WIPP Whoticed? | NA Salt/Sa | ado T: 4360 B. 237 | NW: Cliff House fm |
| FRESH WATER: Aquifer Allovia | Kustler Fr | Max Depth < 30 | O' HYDRO | AFFIRM STATEME | NT By Qualified Person |
| NMOSE Basin: CodSball CAP | ITAN REEF: thru_ | adj NA No | . GW Wells | in 1-Mile Radius? | 2 FW Analysis 2 YEST |
| Disposal Fluid: Formation Source(s | BS/WC Per | in Dekwir Arralysis? | Yes on | Lease Operator C | Only Or Commercial ® |
| Disposal Interval: Inject Rate (Avg/I | Max BWPD): 2500 | Protectable | Waters? 16 | Source: Historice | System Closed or Open |
| HC Potential: Producing Interval?_ | No Formerly Proc | ducing?NoMethod: L | ogs/DST/P& | Nother Mudlog | 2-Mi Radius Pool Map |
| AOR Wells: 1/2-M Radius Map an | d Well List? Yes | No. Penetrating Wells: | 0 1 | AOR Horizontals: | AOR SWDs: |
| Penetrating Wells: No. Active Well | s Num Repairs | ?on which well(s)?_ | | | Diagrams? |
| Penetrating Wells: No. P&A Wells_ | 1' | | | | Diagrams? |
| NOTICE: Newspaper Date Aug & | , 2017 Mineral (| Owner NGL LA | Surface C | wner NGL fa | |
| KULE 26.7(A): Identified Tracts? | t | *0. | 1 | erron Rubico | N. Date NA N. Date 07/26/19 |
| Order Conditions: Issues: | | | | 110-00 | N. Date 120118 |
| 10. | 1 | r) | | 1. ~ 21 | |
| Additional COAs: CBL for | liner; Came | at Clause; mu | dlog w | IOU Picks | |
| | | | | | |

Pending Application for High-Volume Devonian Disposal Well C-108 Application for Striker 1 SWD No. 1 – NGL Water Solution Permian – 08/22/2018



Striker 1 SWD No. 1; NGL Water Solutions Permian; SWD-1724

API 30-015-44406; Application No. pMAM172275233

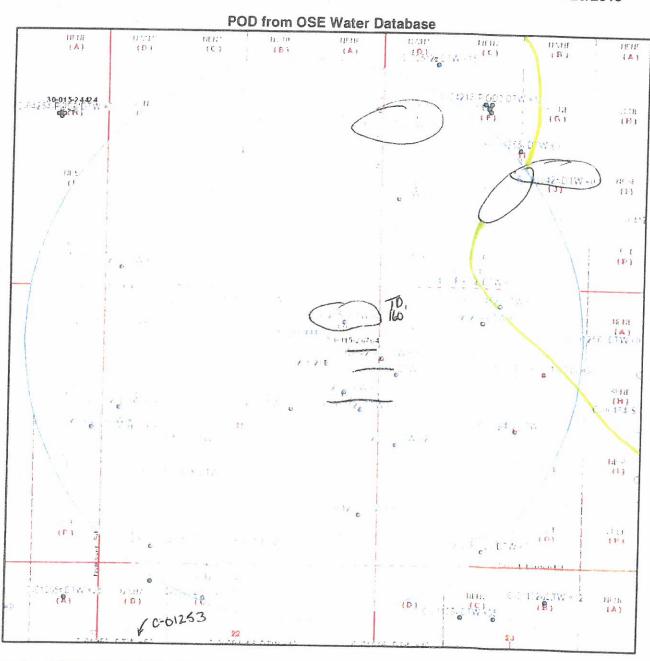
Approved interval: 13,750' to 15,100'

Protested by Chevron; protest retracted 07/18/2018.

RBDM Suspn: 4.20.2018; processing application with current design; Case filed for application to increase tubing size.

Closet Devonian Well with Large-Volume Potential: Intrepid SWD No. 1 (30-015-44511) not yet drilled; approved current tubing: 5-in tapering

Pending Application for High-Volume Devonian Disposal Well C-108 Application for Striker 1 SWD No. 1 – NGL Water Solution Permian – 08/23/2018



Striker 1 SWD No. 1; NGL Water Solutions Permian; SWD-1724 API 30-015-44406; Application No. pMAM172275233

"%2C%...



New Mexico Office of the State Engineer

Active & Inactive Points of Diversion

(with Ownership Information)

| | | | | | (R=POD has been replaced and | | | | |
|--------------------------|---------|---------|--|-----------------------------------|------------------------------|------------------------------------|----------|-----------------------|----------|
| | | (acre | (acre if per amum) | | Court of it is a series | (quarters are I=NW Z=NE 3=SW 4=SE) | | | |
| | Sub | _ | | | C-ure me is closed) | (quarters are smallest to largest) | NA. | (NAD83 UTM in metern) | |
| WR File Nbr C 00501 A | basta | n Use | e Diversion Owner 443.64 HENRY E MCDONALD | County POD Number ED C 00501 A | Code Grant | 9 9 9 6416 4 Sec Twa | | × | Distance |
| C 00501 B | CUB | IRR | 194.49 UFFIE LAND CO | | | 3 3 4 15 238 | | 3573958* | 282 |
| C 00501 | CUB | IRR | 93.51 BOUTTABLE LIFE ASSIRANCE SOCIETY | 6 | | 257 61 7 66 | E 587179 | 3573958 | 282 |
| | | | | 3 8 | | Shallow 3 2 3 15 23S 28E | E 586772 | 3574359* | 288 |
| C 00501 A | E | 9 | AND AND THE PROPERTY OF VARIABLE AND TAKE | | | Shallow 3 2 3 15 23S 28E | E 586766 | 3574353 | 288 |
| C 00501 D | | | | | | Shallow 3 2 3 15 23S 28E | E 586766 | 3574353 | 288 |
| C.00137 | | | 4.067 | | | Shallow 3 2 3 15 23S 28E | E 586766 | 3574353 | 288 |
| 180000 | , | | | ED C 00127 | | 2 2 1 22 23S 28E | E 586977 | 3573748* | 405 |
| 7 00501 | υ E | | | Œ | | Shallow 4 3 3 15 23S 28E | E 586570 | 3573949* | 452 |
| 70000 | | | 2 | a | | 1 2 3 15 23S 28E | E 586772 | 3574559 | 453 |
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| C.00201 CA | | | = | ED C 00501 | 8 | 1 2 3 15 23S 28E | E 586772 | 3574559* | 453 |
| C 01872 | Ü | DOL | | ED C 01872 | s des | Shallow 2 1 22 23S 28E | E 586878 | 3573649* | 513 |
| C01336 | ပ | DOM | 4 3 JAMES NYMEYER | ED C 01336 | i a | Shallow 2 1 1 22 23S 28E | E 586572 | 3573744 | 573 |
| Colina | 4 | | O UNQUINE WCHATEL | ED C 01328 | | 3 3 2 15 23S 28E | E 587173 | 3574769* | 647 |
| C 02810 | U | DOM | 4 3 JOHN REID | ED C 02810 | | 4 3 2 15 23S 28E | E 587373 | 3574769* | 733 |
| C 02926 | Ö | STX | 3 JOHNNY L REID | ED C 02926 | • | 4 3 2 15 23S 28E | E 587373 | 3574769* | 733 |
| C 90128 | O | DOL | 3 YLARIO URQUIDEZ | ED C 00128 | | Shallow 2 4 4 15 23S 28E | | | 3 |
| C 00094 A | 970 975 | 8 | O BOROTHY W. QUEEN | ED C 00094 AS | υ | 3 2 22 236 | | | 909 |
| C 00072 | 9 | IRR | 552 JL NYMEYER | ED C 00072 | | 1 1 16 726 | | | 833 |
| 3000 | CIB | CUB MON | 6 SOUTHWEST ENGENERRIC INC. | ED C 03762 POD3 | | | | 3574760 | 860 |
| C.00321 | U | DOM | - Karva W. Barrey | ED C 00321 | | 867 01 7 7 4 | 586203 | 3574642 | 912 |
| C 02503 | O | DOM | 3 JIMMY G TARVIN SR | 0000 | | 4 2 15 23S 28E | 587679 | 3574874 | 1008 |
| C 01253 | CUB IRR | IRR | 277.64 | 2000 | 122-179' | Shallow 4 2 15 23S 28E | . 587679 | 3574874* | 1008 |
| C 00269 | Ų | IRR | | 1000 | 000 / WIN / Selong | Shallow 1 3 1 22 235 28E | 586375 | 3573338* | 1011 |
| C01342 | | | | C 00269 | 2 | Shallow 4 4 2 15 23S 28E | 587778 | 3574773* | 1015 |
| A CANADA | | E COM | 5 D.H. MAGBY | ED C 00269 | | Shallow 4 4 2 15 23S 28E | 587778 | 3574773* | 1015 |
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8/23/2018

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| C01487 | CUB IRR | . 226 | OSSAI A AI | | 20700 | | Shallow 4 4 2 15 23S 28E | 587778 | 3574773* | 1015 |
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| 587005 | CUB IRE | dSTAC OF O | | | C.00485 | | 22 | 587588 | 3573151• | 1175 |
| C 02847 | CUB COM | 40 DRAPER BRANTLEY JR. | YR | | C 02847 | | 1 2 15 238 | 587170 | 3575375 | 1237 |
| C 02849 | CUB COM | 40 HENRY MCDONALD | 6 | | C 02849 | | 1 4 22 23S | 587386 | 3572941 • | 1280 |
| C 01816 | DOL. | 3 A R DONALDSON | | | C01816 | | 2 1 4 22 238 | 587386 | 3572941* | 1280 |
| C 04268 | WOG 3 | 0 JOSE P VALENCIA | | | CO4768 | | 1 23 238 | 587992 | 3573355* 🚱 | 1293 |
| 91900-5 | CUB BR | O LEE & WELMA VOIGT | # | | C 00616 | | 1 3 1 14 238 | 587894 | 3575069 | 1298 |
| 805296 | HOW BED | - 0 BMC | | | C 02796 | | 1 14 23S | 587982 | 3574978* | 1302 |
| C 00235 | C STK | 3 LEES. WILLIAMS | | 60 | C 00235 | | 2 3 22 238 | 586882 | 3572838* | 1318 |
| 196105 | 10G 3 | O DRAPER BRANKER JR | 187 | ED C 01961 | 196 | × | 15 238 | 587676 | 3575280* | 1327 |
| C 00024 | CUB IRR | 246.959 HENRY E MCDONALD | 9 | | C 00074 S | | 22 238 | 587287 | 3572842* | 1347 |
| \$ 0000 S | CUB CIE | O JOHNNY L. REID- | | | 948 | | 1 3 22 238 | 586478 | 3572834* | 1409 |
| C 00048 1 | CUB IRR | 124.589 JACKIE REID | | | 048 | ò | 3 3 1 23 238 | 587997 | 3573160 🚱 | 1425 |
| C 00048 2 | CUB STO | 0.739 JOHNNY L. REID | | | 200 | | 3 3 1 23 23S | 587997 | 3573160 🚱 | 1425 |
| ₩ 81 000 C | CORP. CLOS | 0 WILLIAM & MARIA T | TSTEWNS | | | ţ | 3 3 1 23 238 | 587997 | 3573160 🚱 | 1425 |
| 6.00164 | CUB CLS | REVOCABLE TRUST 8 JOHNNY L. REID | | | 3 3 | د | 3 3 1 23 238 | 587997 | 3573160 🚱 | 1425 |
| C 00453 | C DOM | 3 MAXIMIANO JASSO | | | 1 5 | | 3 1 23 238 | 587997 | 3573160 🚱 | 1425 |
| U-89888-3- | 970-000 | O WHELMAN & MARIA P. STERNIS | | | C 00154 POD2 | c | 4 22 238 | 587790 | 3572945* 🚱 | 1457 |
| C89124 | - CAR CAS | 6 JOHNNY L. REIB- | | ED C 00 | C 00154 POD2 | | 2 1 23 238 | 588395 | 3573566* 🚱 | 1537 |
| C01108 | C STK | 3 CLARENCE REID | - | ED C 01108 | 80 | | 3 2. 1 23 238 | 588395 | 3573566* 🚱 | 1537 |
| 38300-5 | CUB DEE | 0 FRANK L LONDON | 7 | ED C 00585 | 82 | | 1 23 238 | 588395 | 3573566 | 1537 |
| C 00326 | CUB IRR | 221.45 HENRY E MCDONALD | | ED C 00326 | 56 | | 3 1 2 21 23S | 585566 3 | 3573535* | 1537 |
| 5565 | CUB MON | CHEVRON NORTH AMEND & PROD | | ED C 042 | C 04252 POD1 | | 3 3 10 23S | 586358 3 | 3575572* | 1546 |
| //nitiwits.ose state am management | th om selomen | (Company | | | | | 4 4 3 14 23S 28E | 588513 | 3573957 | 1551 |

8/23/2018

nmwrrs.ose.state.nm.us/nmwrs/ReportProxy/gueryData=%78"report"%3A"podByL. Reserved Counts 57 - 21 (inactore) = 36 Active 190

POD Basin: Carlsbad

UTMNAD83 Radius Search (in metern);

Easting (X): 586974

Northing (Y): 3574153

Radius: 1609

Sorted by: Distance

*UTM location was derived from PLSS - see Help

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 suinbility for any

ACTIVE & INACTIVE POINTS OF DIVERSION

8/23/18 11:15 AM

Goetze, Phillip, EMNRD

From: Sent: Chris Weyand <chris@lonquist.com> Thursday, July 26, 2018 11:06 AM

To:

Goetze, Phillip, EMNRD

Cc:

Doug White; Neel Duncan

Subject:

RE: Striker 1 SWD #1 Location Change - API No. 30-015-44406

Attachments:

Striker 1 SWD #1_Loc Change_C-103_2018-07-10.pdf; STRIKER 1 SWD 1 Revised C-102 _signed.pdf; Striker_1_SWD_No_1_Half_Mile_AOR_Map_v2.pdf; Striker_1_SWD_No_1

_Half_Mi_AO_Offset_Lease_Map.pdf; 1467 - Striker 1 SWD #1.FedEx sent

Receipts.072618.pdf

Hi Phillip,

To follow up on the location change submittal for the Striker 1 SWD #1 (C-103 & C-102 attached), attached please find the following:

- 1/2-mile AOR map (there are no wells penetrating the Devonian)
- ½-mile Lease Map for notification
- Proof of notice to 2 new parties (Llano & Rubicon) and the protesting party (Chevron)

Though the proposed location has changed, remaining portions of the C-108 are unchanged.

A 1-mile AOR for future expansion of injection rates is in the works, but for now, NGL would like to proceed with permitting with the standard ½-mile AOR.

Thanks,

Chris Weyand

Staff Engineer

Lonquist & Co., LLC

(512) 600-1764 Direct

(210) 846-2673 Mobile

From: Chris Weyand

Sent: Tuesday, July 10, 2018 3:56 PM

To: Podany, Raymond, EMNRD (Raymond.Podany@state.nm.us)

Cc: 'Dickerson, Kevin'; Doug White; McEniry, Kerry; Joshua Patterson (External); Neel Duncan;

Phillip.Goetze@state.nm.us

Subject: Striker 1 SWD #1 Location Change - API No. 30-015-44406

Hi Raymond,

Attached is the C-103 and updated C-102 for a proposed location change for the Striker 1 SWD #1 in Eddy County. Please let me know if you have any questions.

Updated AORs will be provided to the UIC as soon as they are complete.

Thanks,

EMERGY ENGINEERS ADVISORS

HOUSTON CALGARY AUSTIN WICHITA DENVER

LONQUIST & CO. LLC Chris Weyand - Staff Engineer - Lonquist & Co., LLC - 12912 Hill Country Blvd., Suite F-200 - Austin, Texas, USA 78738

Direct: 512-600-1764 · Cell: 210-846-2673 · Fax: 512-732-9816 · chris@longuist.com · www.longuist.com

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| | Office Office | State of New Mexico | Form C-103 |
|--------------|--|---|--|
| | District I - (575) 393-6161 | Energy, Minerals and Natural Resources | Revised July 18, 2013 |
| | 1625 N. French Dr., Hobbs, NM 88240 District II - (575) 748-1283 | | WELL API NO. |
| | 811 S. First St., Artesia, NM 88210 | OIL CONSERVATION DIVISION | 30-015-44406 |
| | District III - (505) 334-6178 | 1220 South St. Francis Dr. | 5. Indicate Type of Lease |
| | 1000 Rio Brazos Rd., Aztec, NM 87410 District IV - (505) 476-3460 | Santa Fe, NM 87505 | STATE FEE |
| | 1220 S. St. Francis Dr., Santa Fe, NM | Salita 1.6, 14141 67505 | 6. State Oil & Gas Lease No. |
| | 87505 | | |
| | SUNDRY NOT | ICES AND REPORTS ON WELLS | 7. Lease Name or Unit Agreement Name |
| | DIFFERENT RESERVOIR LISE "ADDI | DSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A ICATION FOR PERMIT* (FORM C-101) FOR SUCH | STRIKER I SWD |
| | PROPOSALS.) | CATION FOR PERMIT (FORM C-101) FOR SUCH | |
| | 1. Type of Well: Oil Well | Gas Well Other SWD | 8. Well Number 1 |
| | 2. Name of Operator | | 9. OGRID Number |
| | NGL WATER SOLUTIONS PER | MIAN, LLC | 372338 |
| | 3. Address of Operator | | 10. Pool name or Wildcat |
| | 3773 Cherry Creek North Drive // | Denver, CO 80209 | SWD; DEVONIAN-SILURIAN |
| | 4. Well Location | | |
| | Unit Letter B : | 1015 feet from the NORTH line and 13 | gg feet from the EAST line |
| | Section 15 | Township 23S Range 28E | |
| | | 11. Elevation (Show whether DR, RKB, RT, GR, etc.) | NMPM County EDDY |
| | | 2,994.32' GL | |
| | | | |
| | 12 Check | Appropriate Poy to Indicate Meture of Metics | Daniel Cold Service |
| | 12. Char | Appropriate Box to Indicate Nature of Notice, I | Report or Other Data |
| | NOTICE OF IN | TENTION TO: SUBS | SEQUENT REPORT OF: |
| | PERFORM REMEDIAL WORK | PLUG AND ABANDON REMEDIAL WORK | ALTERING CASING |
| | TEMPORARILY ABANDON | CHANGE PLANS COMMENCE DRIL | THIC ODIGE TO THE THE THE |
| | PULL OR ALTER CASING | MULTIPLE COMPL CASING/CEMENT | |
| | DOWNHOLE COMMINGLE | | |
| | CLOSED-LOOP SYSTEM | | |
| | OTHER: | OTHER: | |
| | 13. Describe proposed of comp | leted operations. (Clearly state all pertinent details, and | give pertinent dates, including estimated date |
| | or starting any proposed wo | TK). SEE RULE 19.15.7.14 NMAC. For Multiple Com | apletions: Attach wellbore diagram of |
| | proposed completion or rec | ompletion. | <u>.</u> |
| | - The operator is proposing to | move the location annualizately 5501 and -541 | |
| | operations of offset operato | move the location approximately 560' south of the currs. The revised location remains located in Unit B of Se | Tent location to better accommodate O&G |
| | · · · · · · · · · · · · · · · · · · · | 19. The revised location femalis located in Oult P of Se | C. 15-23S-28E. |
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| 0 | Spud Date: | | |
| ٥ | pud Date: | Rig Release Date: | |
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| 1 | hereby certify that the information a | bove is true and complete to the best of my knowledge | and belief. |
| | 0 1 | N | * |
| S | IGNATURE (| | * |
| | The state of the s | TITLE Consulting Engineer | DATE 07/10/2018 |
| T | ype or print name Chris Weyand | F-moil address about Ol- | |
| | or State Use Only | E-mail address: <u>chris@lonquist.c</u> | om PHONE: (512) 600-1764 |
| diam | 300 7 | | |
| A | PPROVED BY: | TITLE | DATE |
| | onditions of Approval (if any): | | DATE |
| | | | 0.00 |

| Office State of New Mexico | Form C-103 |
|--|--|
| District I – (575) 393-6161 Energy, Minerals and Natural Resources | Revised July 18, 2013 |
| 1625 N. French Dr., Hobbs, NM 88240 | WELL API NO. |
| District II - (575) 748-1283 811 S. First St. Arlesia NM 88210 OIL CONSERVATION DIVISION | 30-015-44406 |
| 811 S. First St., Artesia, NM 88210 District III - (505) 334-6178 1220 South St. Francis Dr. | 5. Indicate Type of Lease |
| 1000 Pie Person Pd Arter MM 97410 | STATE FEE 🗵 |
| District IV - (505) 476-3460 Santa Fe, NW 87505 | 6. State Oil & Gas Lease No. |
| 1220 S. St. Francis Dr., Santa Fe, NM | |
| 87505 SUNDRY NOTICES AND REPORTS ON WELLS | 7 I am Nome within Assessment Nome |
| (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A | 7. Lease Name or Unit Agreement Name |
| DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH | STRIKER 1 SWD |
| PROPOSALS.) | A 331 11 25 1 |
| 1. Type of Well: Oil Well Gas Well Other SWD | 8. Well Number 1 |
| 2. Name of Operator | 9. OGRID Number |
| NGL WATER SOLUTIONS PERMIAN, LLC | 372338 |
| 3. Address of Operator | 10. Pool name or Wildcat |
| 3773 Cherry Creek North Drive // Denver, CO 80209 | SWD; DEVONIAN-SILURIAN |
| | , |
| 4. Well Location | |
| Unit Letter B: 1015 feet from the NORTH line and 1 | 395 feet from the <u>EAST</u> line |
| Section 15 Township 23S Range 28E | NMPM County EDDY |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc. | |
| 2,994.32' GL | |
| | |
| 12. Check Appropriate Box to Indicate Nature of Notice, | Report or Other Data |
| 12. Chook Appropriate box to indicate readire of reduce, | Report of Outer Data |
| NOTICE OF INTENTION TO: SUB | SEQUENT REPORT OF: |
| PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐ REMEDIAL WOR | |
| TEMPORARILY ABANDON ☐ CHANGE PLANS ☒ COMMENCE DR | |
| | |
| | 1300 |
| DOWNHOLE COMMINGLE | |
| CLOSED-LOOP SYSTEM | _ |
| OTHER: OTHER: OTHER: OTHER: | d also a sale and decay to a first of the sale and decay to a firs |
| 13. Describe proposed of completed operations. (Clearly state all pertinent details, an | a give perunent dates, including estimated date |
| of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Co. | impletions: Attach wellbore diagram of |
| proposed completion or recompletion. | |
| - The operator is proposing to move the location approximately 560' south of the cu | mont location as histon and many data OSO |
| operations of offset operators. The revised location remains located in Unit B of S | |
| operations of offset operators. The revised location remains located in Onit B of S | 60. 13-233-26E. |
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| Servid Dates | |
| Spud Date: Rig Release Date: | |
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| I hereby certify that the information above is true and complete to the best of my knowledge | e and belief. |
| | 2 |
| //. ~ W !/\ | j. |
| SIGNATURE TITLE Consulting Engineer | DATE <u>07/10/2018</u> |
| | |
| Type or print name Chris Weyand E-mail address: chris@lonquist | <u>com</u> PHONE: (512) 600-1764 |
| For State Use Only | |
| | |
| | |
| APPROVED BY:TITLE | DATE |

District.1 1625 N. French Dr., Hobbs, NAI 82240 Phoem (575) 393-6161 Fas: (575) 393-0720 District.1 District II 311 S. First St., Artenia, New 382-10 Phone: (573) 744-1213 Faz: (575) 749-9720 District III 1000 Rio Bussos Road, Artee, New 57410 Phone: (305) 314-6170 Fac: (305) 334-6170 District IV. Delites LV. 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3450 Parc. (505) 476-3462

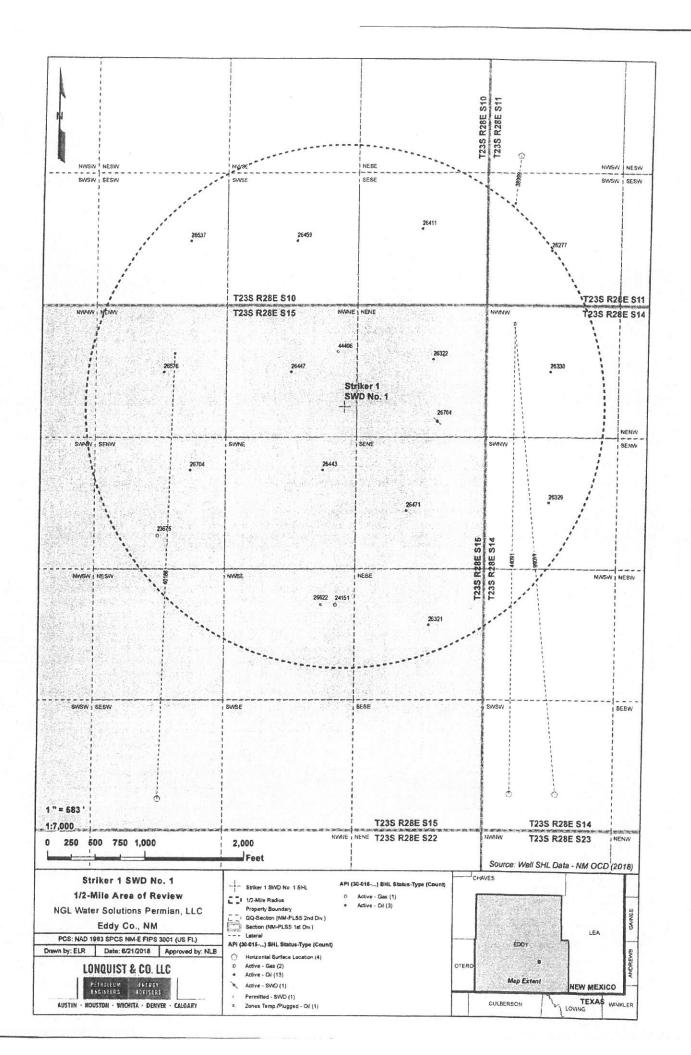
State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

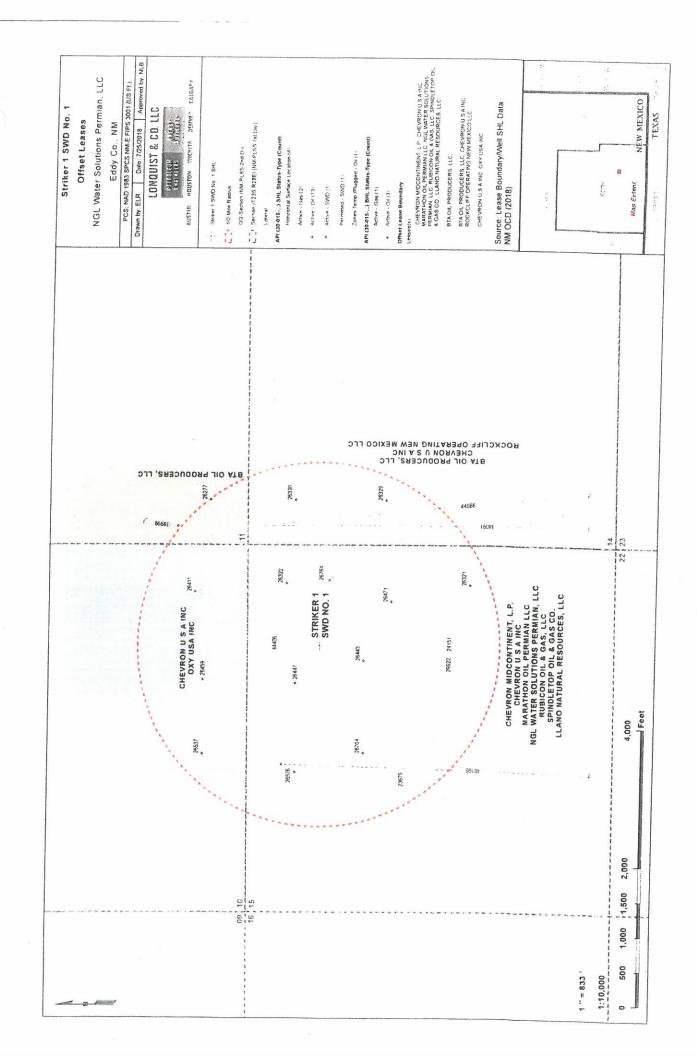
WELL LOCATION AND ACREAGE DEDICATION PLAT

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

☐ AMENDED REPORT

| | pi. | 2 Paol | Code | | Paol Na | me | |
|----------------------------|------------------|--|--|--------------------------------------|--|---|---|
| 0-015-44 | 406 | | 101 | | SWD; Silorian | | |
| ⁴ Property Code | | | | eperty Name ker 1 SWD | | Marie Committee of the | Vell Number |
| 7 OGRID No. 372338 | | | | perator Name LUTIONS PERMIAN, LLC | | , | Rievation 2994.32 |
| | | | . Sur | face Location | | | |
| B 15 | | auge Lot I | da Feet from | | Feet from the 1395 | East/West line EAST | County |
| | | Bottom l | Hole Locati | on If Different Fr | om Surface | | |
| or lot no. Section | | ange Let le | | | Fest from the | East/West line | County |
| icated Acres "Jeint | Infili "Consolir | idation Code | " Order No. | | | | |
| | | | | | | | |
| © | | | STRIXER-1 SWD | 100 | I hereby costly best of any born- tensible interest bottom hole ho | PERATOR CERT that the information contained has taking and build, and that take on or unhazed advant historia in it time or hase a right to drift take on an enterer of mate a subsecul or wa to a superconnect or a compilatory pure | with its tree and complete to the projection of the course a line bound including the proposal will at this invention pronounce to within the bounder, or to a soluting water the boundaries actual and the boundaries actual |
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| | LC | GEODE RC D STREET S Y = 476590. K = 622330. LAT = 32.309 ONG = -104.07 CORNER DA B 3 GRD = - 477556.28 | WD 1 SI N 25 E 947 N 11171 W | | Printed Name chris@ic Bentl Address "SURV I hereby cort | onquist.com | FICATION to this plat was |







Shipment Receipt

Address Information

Ship to:

Llano Natural Resources, LLC

Ship from: Steve Pattee

4920 \$ Loop 289 Suite 206

LUBBOCK, TX 79414

1001 MCKINNEY ST STE 1650 HOUSTON, TX 770026423

US

US 5126001774

7135599956

Shipment Information: Tracking no.: 772822785323

Ship date: 07/26/2018

Estimated shipping charges: 13.80 USD

Package Information

Pricing option: FedEx Standard Rate Service type: FedEx Ground Package type: Your Packaging Number of packages: 1 Total weight: 1 LBS Declared Value: 0.00 USD

Special Services: Adult signature required

Pickup/Drop-off: Use an already scheduled pickup at my location

Billing Information:

Bill transportation to: MyAccount-089 Your reference: 1467 - Legal Notice

P.O. no.: Invoice no.: Department no.:

Thank you for shipping online with FedEx ShipManager at fedex.com.

Please Note

FedEx will not be responsible for any claim in excess of \$100 per package, whether the result of loss, damage, delay, non-delivery, misdelivery, or misinformation, unless you declare a higher value pay an additional charge, document your actual loss and alle a timety claim. Limitations found in the current FedEx Service Guide apply, Your right to recover from FedEx for any loss, including intrinsic value of the package, loss of sales, income interest, profit, attorneys fees, costs, and other forms of damage whether direct, indefental, consequential, or special is limited to the greater of \$100 or the authorized declared value. Recovery cannot exceed actual documented loss. Maximum for items of extraordinary value is \$1000, e.g., jewstry, precious metals, negotiable instruments and other items that item is actual charges for your shipment. Differences may occur based on actual weight, dimensions, and other factors. Consult the applicable FedEx Service Guide or the FedEx Rate Sheets for details on how shipping charges are calculated.

.



Shipment Receipt

Address Information

Ship to:

Chevron Midcontinent, LP

Ship from: Steve Pattee

6301 Deauville Blvd

MIDLAND, TX

79706 US

866-212-1212

1001 MCKINNEY ST STE 1650

HOUSTON, TX 770026423

US 7135599956

Shipment Information:

Tracking no.: 772822799775

Ship date: 07/26/2018

Estimated shipping charges: 13.80 USD

Package Information

Pricing option: FedEx Standard Rate Service type: FedEx Ground Package type: Your Packaging

Number of packages: 1 Total weight: 1 LBS

Declared Value: 0.00 USD Special Services: Adult signature required

Pickup/Drop-off: Use an already scheduled pickup at my location

Billing Information:

Bill transportation to: MyAccount-089 Your reference: 1467-Legal Notice

P.O. no.: Invoice no,: Department no.:

Thank you for shipping online with FedEx ShipManager at fedex.com.

Please Note
FedEx will not be responsible for any claim in excess of \$100 per package, whether the result of lose, damage, delay, non-delivery, misdelivery, or misinformation, unless you declare a high pay an additional charge, document your actual loss and file a timely claim. Limitations found in the current FedEx Service Guide apply. Your right to recover from FedEx for any lose, include his instructions of the package, loss of sales, income interest, profit, attorney's fees, costs; and other forms of damage whether direct, incidental, consequential, or specials is limited to the green authorized declared value. Recovery cannot exceed actual documented loss. Associations for a damage whether direct, incidental, consequential, or specials is limited to the green and other items listed in our Service Guide. Written claims must be filed within strict time limits; Consult the applicable FedEx Service Guide for details.

The estimated phyping charge may be different than the actual charges for your ahipment. Differences may occur based on actual weight, dimensions, and other factors. Consult the applications.



Shipment Receipt

Address Information

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Ship from: Steve Pattee

1001 MCKINNEY ST STE 1650 HOUSTON, TX 770026423 US 7135599956

Shipment Information:

Tracking no.: 772822549010 Ship date: 07/26/2018

Estimated shipping charges: 13.80 USD

Package Information .
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Goetze, Phillip, EMNRD

From:

Michael Feldewert < MFeldewert@hollandhart.com>

Sent:

Wednesday, July 18, 2018 2:04 PM

To:

Goetze, Phillip, EMNRD

Cc:

Podany, Raymond, EMNRD; McEniry, Kerry; Chris Weyand Striker 1 SWD #1 Location Change - API No. 30-015-44406

Subject: **Attachments:**

Striker 1 SWD #1_Loc Change_C-103_2018-07-10.pdf; STRIKER 1 SWD 1 Revised C-102

_signed.pdf

Mr. Goetze: Pursuant to this location change filed by NGL Water Solutions, Chevron withdraws its objection to the administrative application for injection. Please let me know if you need any additional information.

Michael H. Feldewert Santa Fe Office 505-988-4421 505-983-6043 (fax) mfeldewert@hollandhart.com

HOLLAND&HART.

CONFIDENTIALITY NOTICE: This message is confidential and may be privileged. If you believe that this email has been sent to you in error, please reply to the sender that you received the message in error; then please delete this e-mail. Thank you.

From: Chris Weyand [mailto:chris@lonquist.com]

Sent: Tuesday, July 10, 2018 3:56 PM

To: Podany, Raymond, EMNRD (Raymond.Podany@state.nm.us) < Raymond.Podany@state.nm.us>

Cc: Dickerson, Kevin < Kevin.Dickerson@chevron.com >; Doug White < Doug.White@nglep.com >; McEniry, Kerry

< Kerry.McEniry@chevron.com >; Joshua Patterson (External) < Joshua.Patterson@nglep.com >; Neel Duncan

<neel.duncan@iptenergyservices.com>; Phillip.Goetze@state.nm.us

Subject: [**EXTERNAL**] Striker 1 SWD #1 Location Change - API No. 30-015-44406

Hi Raymond,

Attached is the C-103 and updated C-102 for a proposed location change for the Striker 1 SWD #1 in Eddy County. Please let me know if you have any questions.

Updated AORs will be provided to the UIC as soon as they are complete.

Thanks.

LONQUIST & CO. LLC Chris Weyand · Staff Engineer · Lonquist & Co., LLC · 12912 Hill Country Blvd., Suite F-200 · Austin, Texas, USA 78738

PETROLEUM ERERGY ENGINEERS ADVISORS

Direct: 512-600-1764 • Cell: 210-846-2673 • Fax: 512-732-9816 • chris@longuist.com • www.longuist.com • www.lo

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

APPLICATION OF NGL WATER SOLUTIONS PERMIAN, LLC TO AMEND ADMINISTRATIVE ORDERS SWD-1724 AND SWD 1711 FOR SALT WATER DISPOSAL WELLS IN EDDY COUNTY, NEW MEXICO

CASE NO. 16426

AFFIDAVIT OF SCOTT J. WILSON

| STATE OF NEW MEXICO |) |
|----------------------|------|
| |) ss |
| COUNTY OF BERNALILLO |) |

I, Scott J. Wilson, make the following affidavit based upon my own personal knowledge.

- 1. I am over eighteen (18) years of age and am otherwise competent to make the statements contained herein.
- I am the Senior Vice President for Ryder Scott Company in Denver, Colorado. My
 responsibilities at Ryder Scott Company include the performance of reserve appraisals, technical
 evaluations, and reservoir analysis.
- 3. I have obtained a bachelor's degree in petroleum engineering from the Colorado School of Mines, and a master's degree business from the University of Colorado. I have worked as a petroleum engineer since 1983.
- 4. I am familiar with the application that NGL Water Solutions Permian, LLC ("NGL") has filed in this matter, and I have conducted a nodal analysis and reservoir study related to the area which is the subject matter of that application. Copies of my study are attached hereto as Exhibit A.

- 5. The applicant, NGL (OGRID No. 372338), seeks an order amending administrative orders SWD-1724 and SWD-1711 for its Striker 1 SWD No. 1 and Alpha SWD Well No. 2 salt water disposal wells.
- 6. The Oil Conservation Division has authorized NGL through Administrative Order SWD-1724 to use the Striker 1 SWD No. 1 for disposal of oil field produced water through an open-hole interval within the Devonian and Silurian formations from 13,750 feet to 15100 feet. The order expected to be issued by the Division approving the drilling of the well will state that injection will occur through either an internally-coated, 5-1/2-inch or smaller tubing inside the surface and intermediate casings, and a 4-1/2-inch or smaller tubing inside the liner.
- 7. The Oil Conservation Division has authorized NGL (and its predecessor in interest) through Administrative Order SWD-1711 to use the Alpha SWD NO. 2 well for disposal of oil filed produced water through an open-hole interval within the Devonian and Silurian formations from 13,275 feet to 14,465 feet. The order issued by the Division approving the drilling of the well states that injection will occur through either an internally-coated, 5-1/2-inch or smaller tubing inside the surface and intermediate casings, and a 5-inch or smaller tubing inside the liner.
- 8. The wells will be spaced out and not located closer than approximately 1 mile from other disposal wells, approved for injection into the Devonian and Silurian formations.
- 9. The approved injection zone for the wells is located below the base of the Woodford Shale formation and above the Ordovician formation, which consists of significant shale deposits.
- 10. The well will primarily be injecting fluids into the Wristen Group and Fusselman formations, with some fluids potentially being injected into the Upper Montoya Group. Each of these sub-formations or zones are located within what is commonly referred to by operators and the Division as the "Devonian Silurian" formations. These zones consist of a very thick sequence

of limestone and dolostone which has significant primary and secondary porosity and permeability that is collectively between 800 to 1,800 feet thick.

- 11. I have reviewed step rate tests for similar disposal wells drilled within the area and conducted a nodal analysis. It is my opinion that a large percentage of surface pressure it was encountering using smaller diameter tubing was a result of friction pressure. In Case No. 15720 evidence had been presented to the Division showing that up to 85% of this surface pressure was due to friction. Increasing the tubing size would reduce friction and would conserve pump horsepower, fuel and reduce emissions.
- 12. My nodal analysis indicates that increasing the tubing size to 7" by 5 ½" would not significantly increase reservoir pressures over a twenty-year time period. The injection zone is located within a thick, high permeability reservoir which disperses injected fluids easily and quickly. Only small local pressure increases result when injecting 40,000 barrels per day over a 20 year period.
- 13. It is my opinion that increasing the tubing size will not cause fractures in the formation. Wellhead pressures are set at a maximum that is below the formation fracture pressure and, as a result, it is impossible to get above the formation fracture pressure while honoring wellhead pressure constraints. Consequently, it is highly unlikely that increasing the tubing size in the wells would result in fractures to the formation.
- 14. I have also studied the potential impact on pore pressures and put together a simulation of the radial influence that the wells would have if larger tubing is used for a period of time. A copy of this study is included within Exhibit A to this affidavit. This study shows that it is anticipated that there will be a minimal impact on reservoir pressures and that the majority of fluids will not travel greater than 1 mile in 20 years.

- 15. My studies further indicate that additional injection wells located one mile away from the wells, will not create any materially adverse pressures in the formation.
- 16. I attest that the information provided herein is correct and complete to the best of my knowledge and belief.
- 17. The granting of this application is in the interests of conservation and the prevention of waste.

Scott J. Wilson

SUBSCRIBED AND SWORN to before me this 3rd day of October, 2018 by Scott J. Wilson.

Notary Public

My commission expires: 0 23 2

DARSHAE E RODRIGUEZ Notary Public - State of Colorado Notary ID 20134006986

My Commission Expires Aug 23, 2021

maximum injection rate between 5.5 tubing and 7x5.5 tubing. Typical Wellbore Hydraulics Models predict a 30% increase in

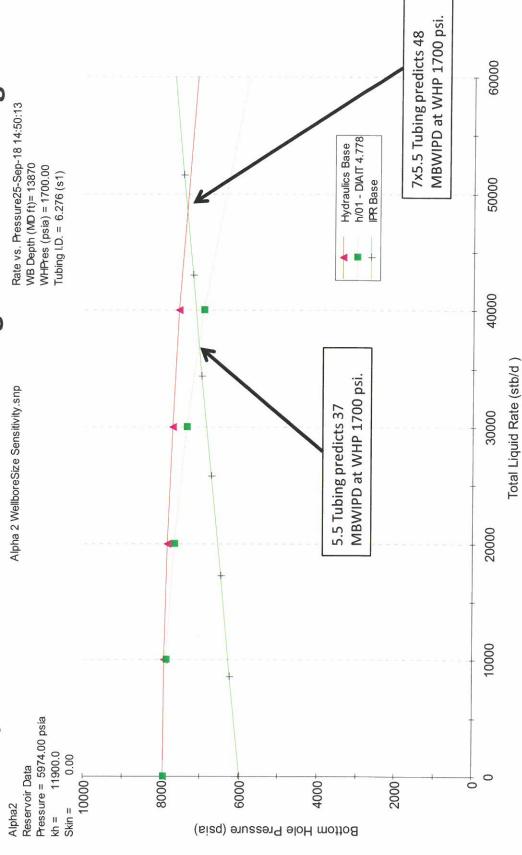
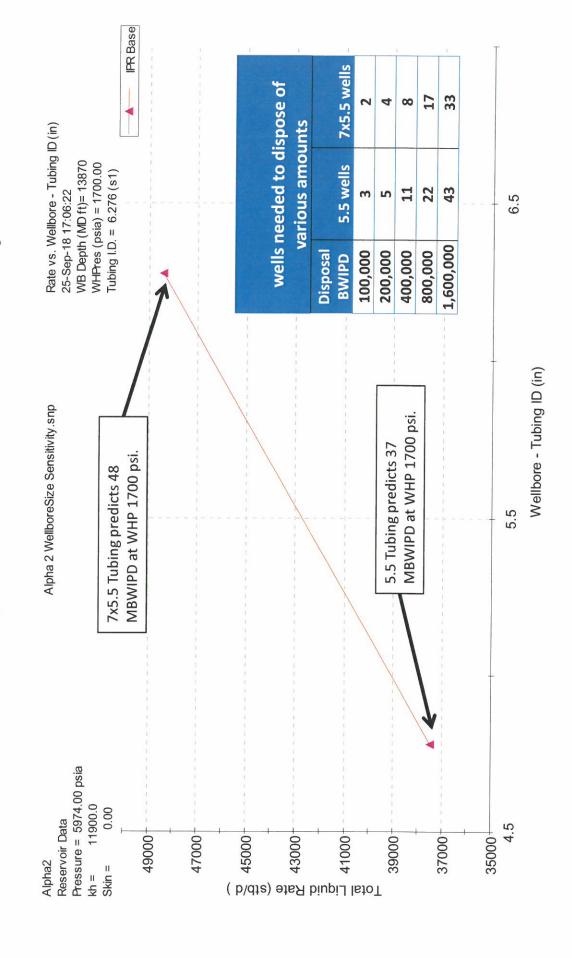
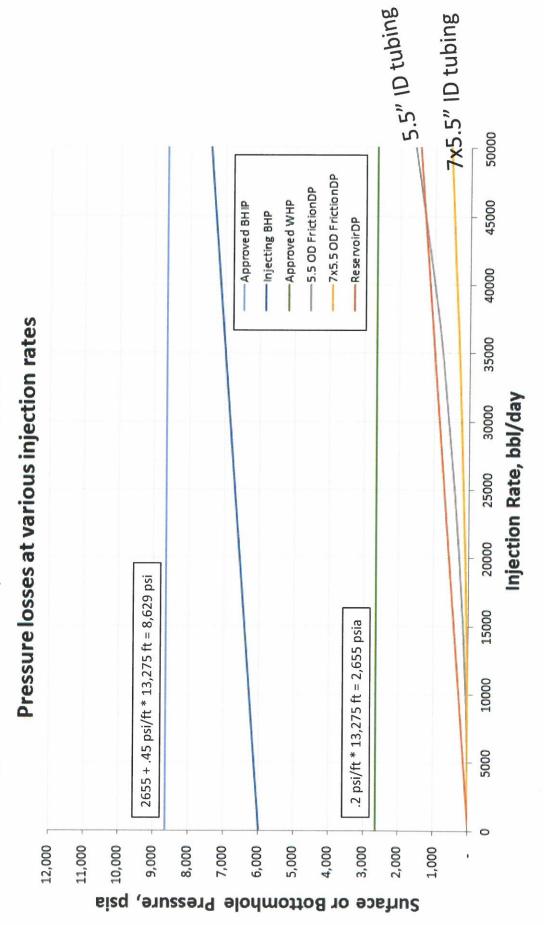


Exhibit A

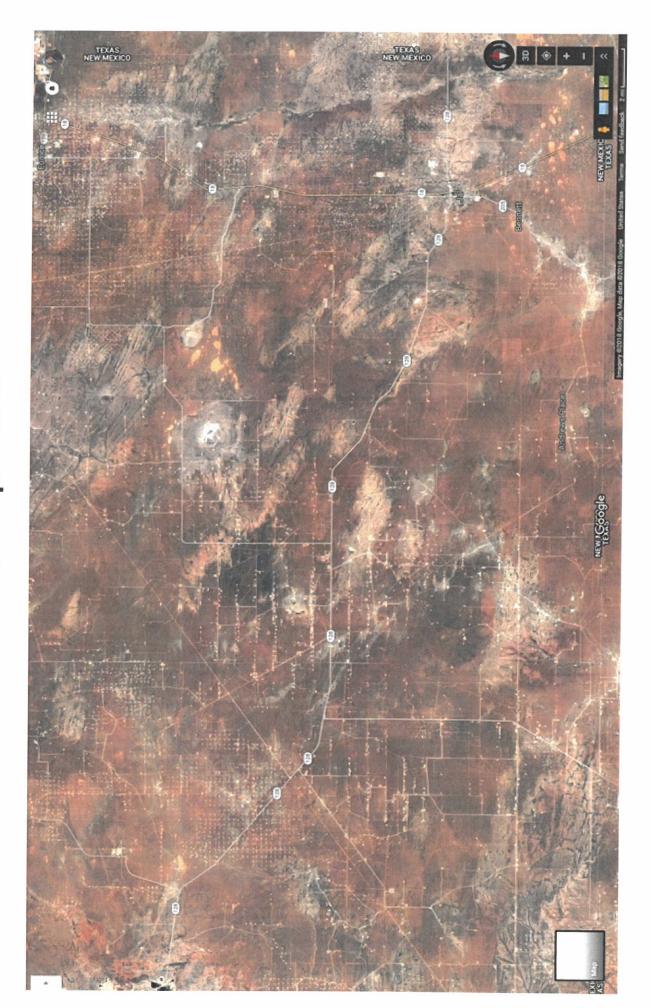
Increased injection rate per well equates to fewer injectors. **NGL Water Solutions, LLC**



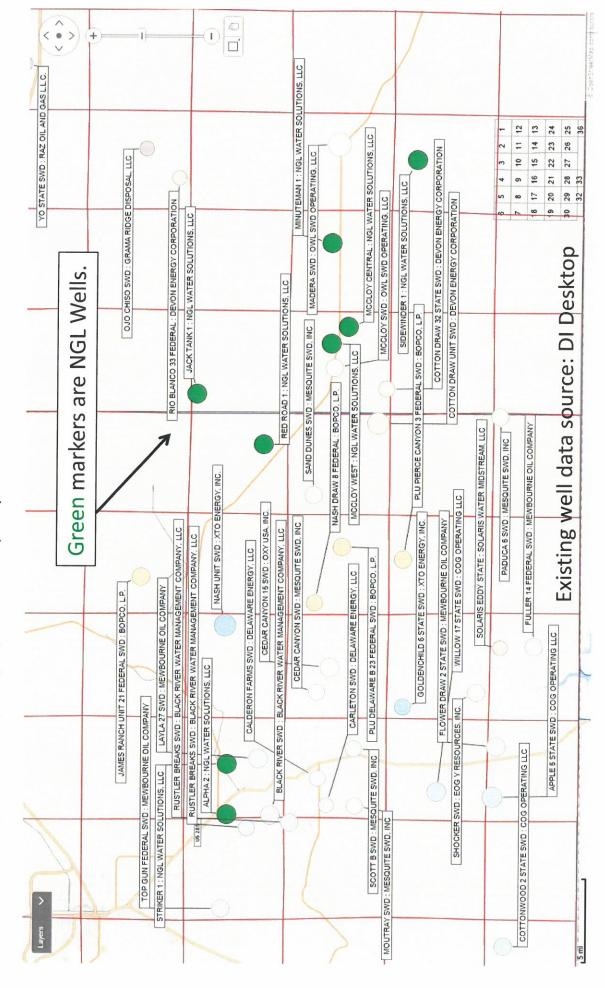
Increasing tubing size will decrease friction losses and conserve horsepower 2 example tubing sizes and their impact on friction losses



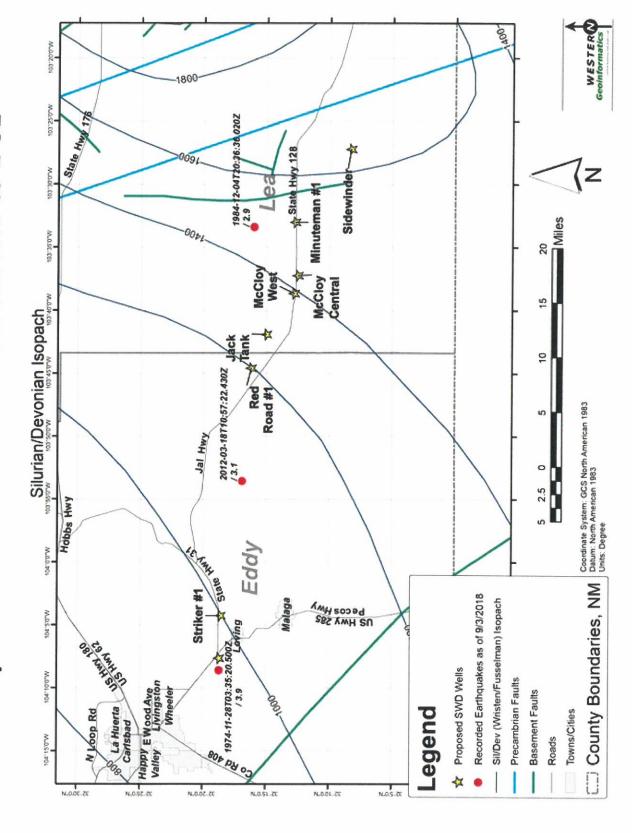
Terrain is level and infrastructure is plentiful.



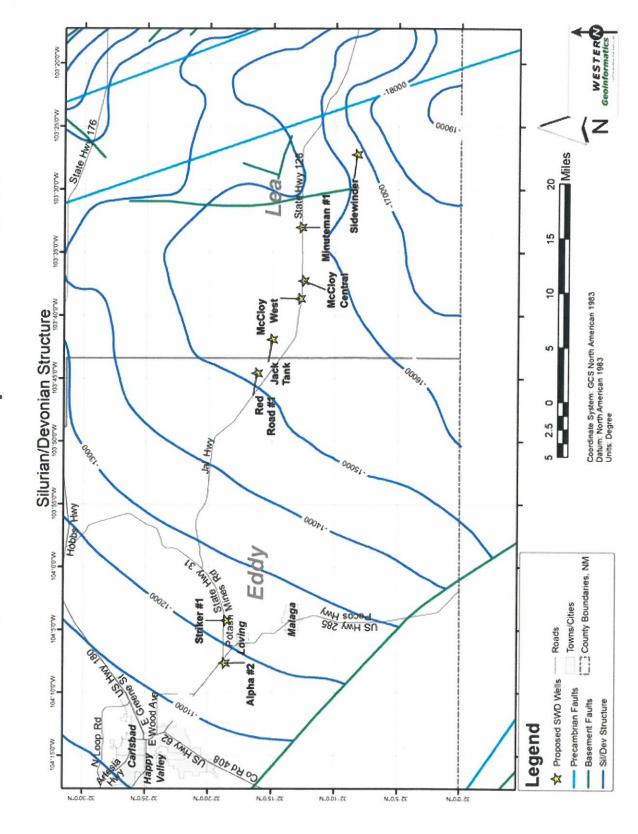
Wells injecting water into the Devonian formation in the area. Area is roughly 60 miles (E-W) by 35 miles (N-S)



Sil/Dev Thickness increases from NW to E-SE **NGL Water Solutions, LLC**

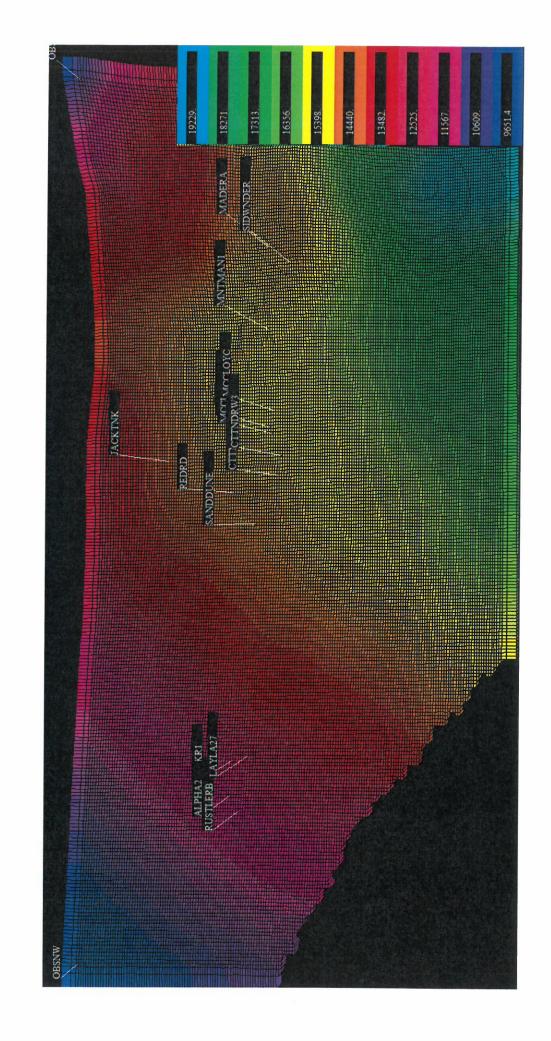


NGL Water Solutions, LLC Sil/Dev structure dips from NW to SE



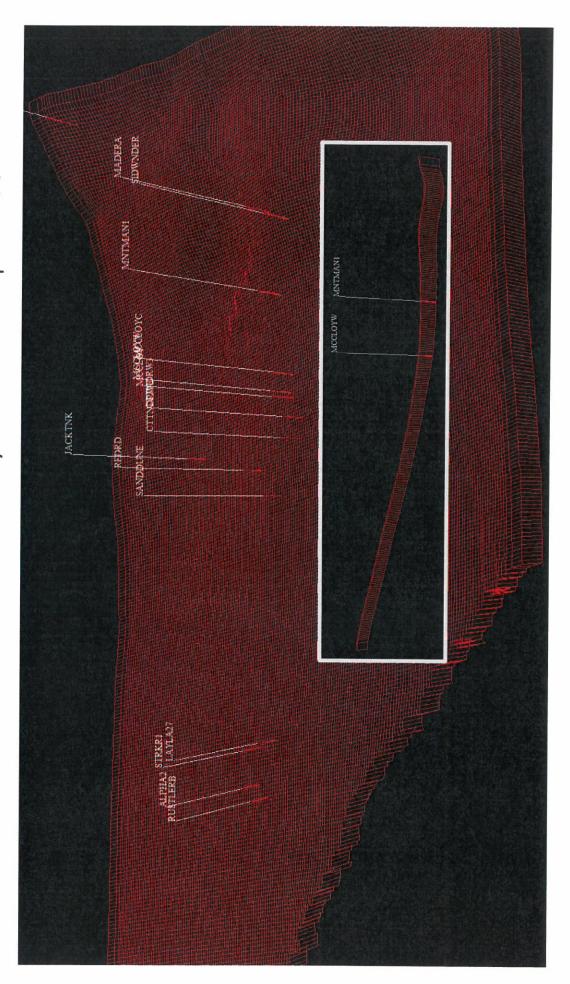
Simulation Grid matches Structure and Thickness **NGL** Water Solutions, LLC

Reservoir Simulation grid incorporates the NGL proposed wells and the close offsets. Observation wells are placed in grid corners to monitor the large scale pressure distribution.

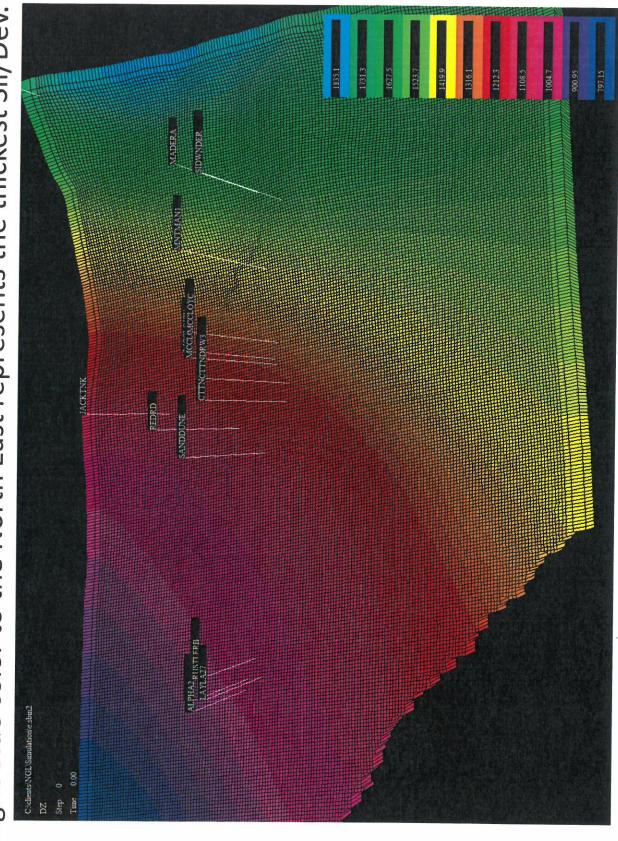


3D view of grid shows Structural Relief. NGL Water Solutions, LLC

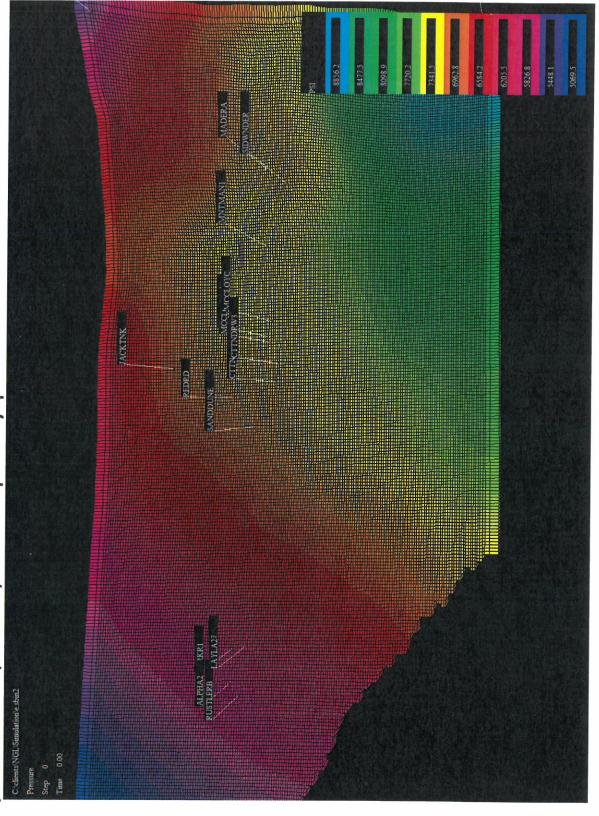
Thickness is accurate but not easy to see at this aspect ratio.



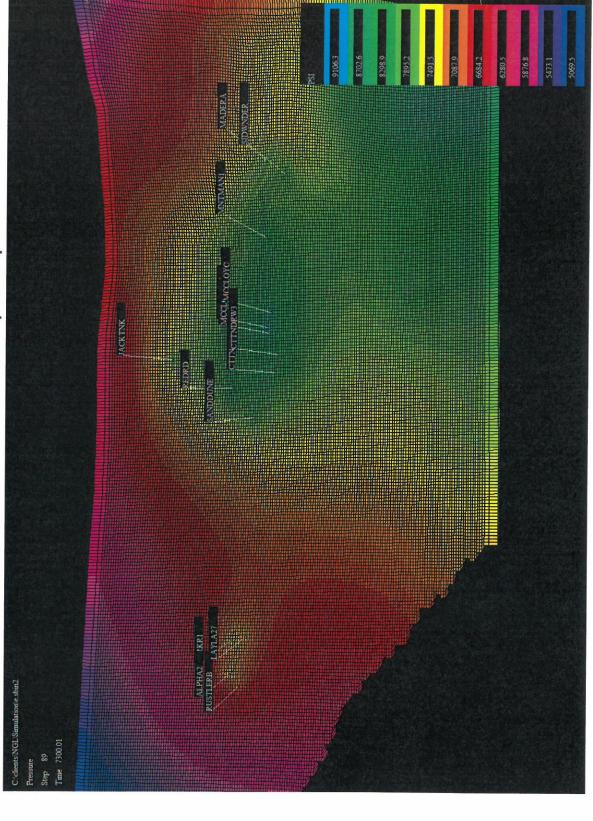
Light Blue color to the North East represents the thickest Sil/Dev.



Initial pressure is equilibrated by the model based on grid cell depth, fluids(water) and capillary pressure.

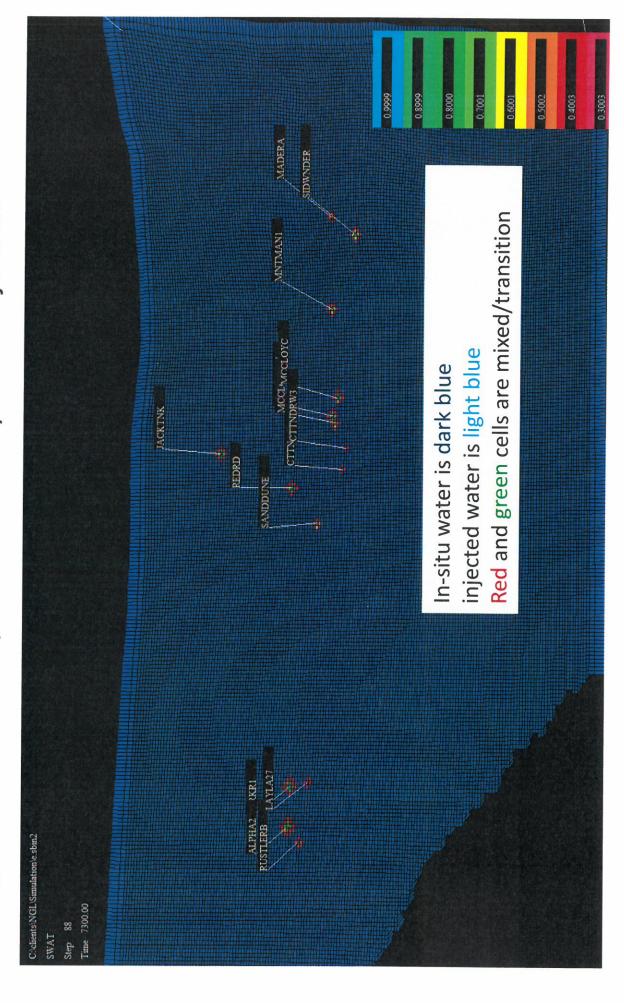


volumes, and the ability of the reservoir to dissipate pressure. Pressure at 20 years is affected by original pressure, injected



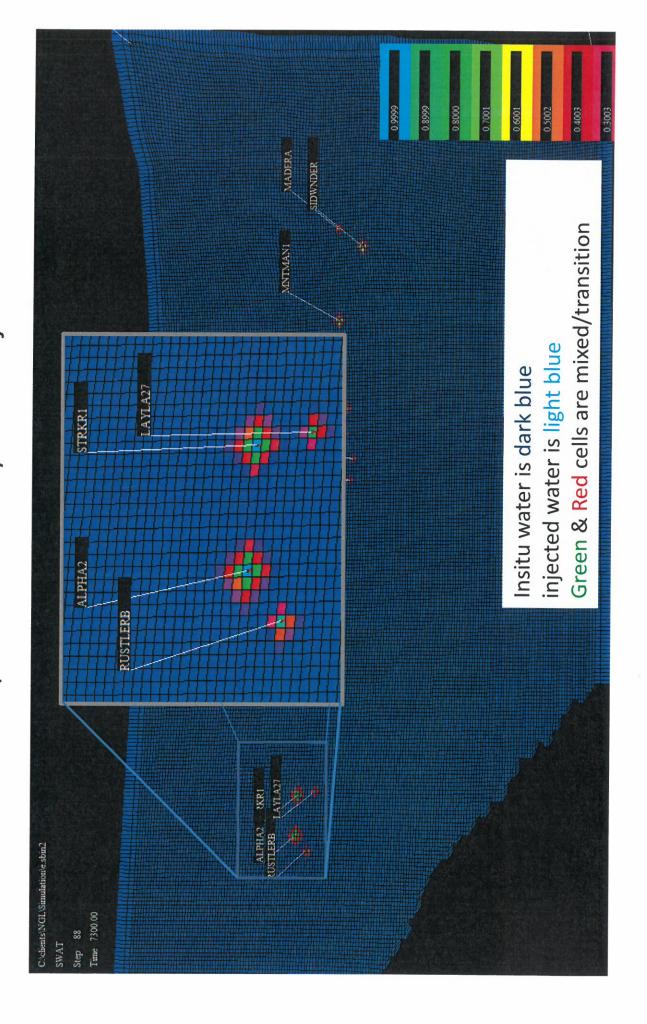
NGL Water Solutions, LLC

Large scale saturation profiles after 20 years of injection.

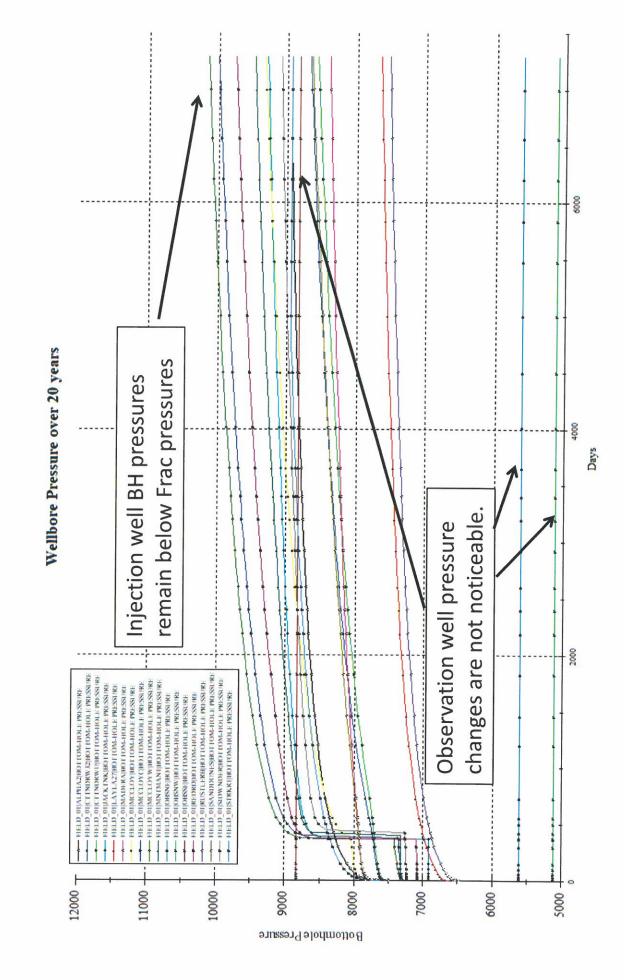


NGL Water Solutions, LLC

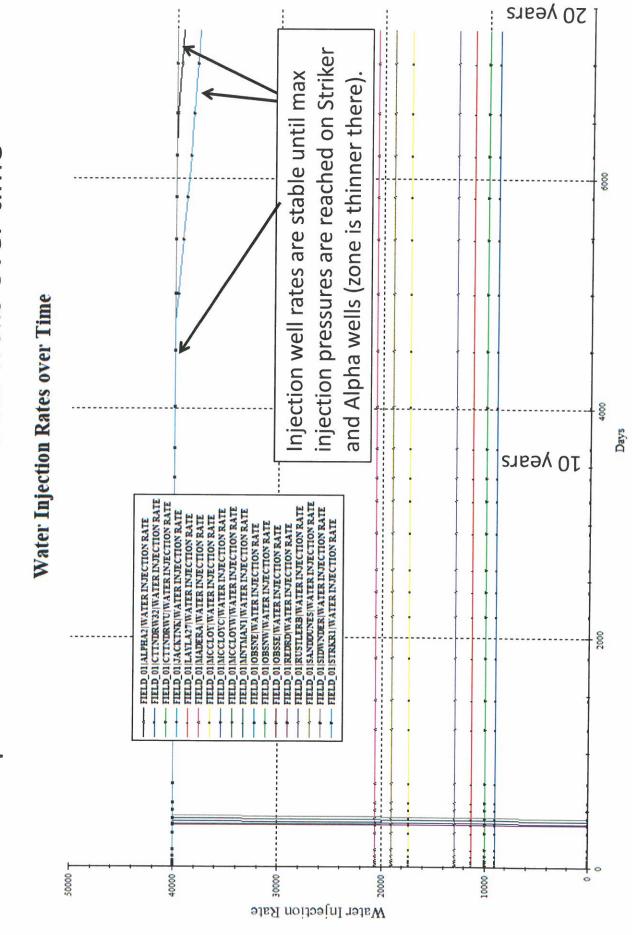
Detailed saturation profiles after 20 years of injection.



Simulation predictions for individual wells over time **NGL Water Solutions, LLC**



Simulation predictions for individual wells over time NGL Water Solutions, LLC



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

APPLICATION OF NGL WATER SOLUTIONS PERMIAN, LLC TO AMEND ADMINISTRATIVE ORDERS SWD-1724 AND SWD 1711 FOR SALT WATER DISPOSAL WELLS IN EDDY COUNTY, NEW MEXICO

CASE NO. 16426

AFFIDAVIT OF KATE ZEIGLER

| STATE OF NEW MEXICO |) |
|----------------------|------|
| |) ss |
| COUNTY OF BERNALILLO |) |

- I, Kate Zeigler, make the following affidavit based upon my own personal knowledge.
- 1. I am over eighteen (18) years of age and am otherwise competent to make the statements contained herein.
- 2. I am the senior geologist at Zeigler Geologic Consulting, and I provide a wide range of geoscience related services to companies and other entities in Southeastern New Mexico.
- 3. I have obtained a bachelor's degree in geology from Rice University, a master's degree in paleontology from the University of New Mexico, and a Ph.D. in stratigraphy and paleomagnetism from the University of New Mexico. Additionally, I have completed several surface geologic maps for the New Mexico Bureau of Geology and Mineral Resource's Geologic Mapping Program as well as for independent operators who are exploring prospects within the western Permian Basin. I have also conducted a prior geologic study concerning what is commonly referred to as the Devonian and Silurian formations in Southeastern New Mexico to

help determine whether the approval of 7" by 5 ½" tubing is appropriate in Devonian and Silurian salt water disposal wells approved by the New Mexico Oil Conservation Division.

- 4. I am familiar with the application that NGL Water Solutions Permian, LLC ("NGL") has filed in this matter, and I have conducted a geologic study of the lands which are the subject matter of that application. A copy of my geologic study, including cross sections, a structure map and isopach are is included in Attachment A to this affidavit.
- 5. The applicant, NGL (OGRID No. 372338), seeks an order amending administrative orders SWD-1724 and SWD-1711 for its Striker 1 SWD No. 1 and Alpha SWD Well No. 2 salt water disposal wells.
- 6. The Oil Conservation Division has authorized NGL through Administrative Order SWD-1724 to use the Striker 1 SWD No. 1 for disposal of oil field produced water through an open-hole interval within the Devonian and Silurian formations from 13,750 feet to 15100 feet. The order expected to be issued by the Division approving the drilling of the well will state that injection will occur through either an internally-coated, 5-1/2-inch or smaller tubing inside the surface and intermediate casings, and a 4-1/2-inch or smaller tubing inside the liner.
- 7. The Oil Conservation Division has authorized NGL (and its predecessor in interest) through Administrative Order SWD-1711 to use the Alpha SWD NO. 2 well for disposal of oil field produced water through an open-hole interval within the Devonian and Silurian formations from 13,275 feet to 14,465 feet. The order issued by the Division approving the drilling of the well states that injection will occur through either an internally-coated, 5-1/2-inch or smaller tubing inside the surface and intermediate casings, and a 5-inch or smaller tubing inside the liner.
- 8. I have been informed that the injection intervals for the wells will be isolated to the Devonian and Silurian formations (also referred to as the Wristen Group and Fusselman

Formation) and the wells will have four strings of casing protecting the fresh water aquifer, the salt-bearing interval, the Permian aged rocks through the Wolfcamp Formation. The deepest casing 7 5/8", which is cemented and cement is circulated on the 7 5/8" casing.

- 9. The wells will be spaced out and not located closer than approximately 1 mile from other disposal wells that have been approved for injection into the Devonian and Silurian formations.
- 10. The injection zone for the well is located below the Woodford Shale. The Woodford Shale is an Upper Devonian unit which has low porosity and permeability and consists predominantly of shale and mudstone with some carbonate beds. The Woodford Shale acts as a permeability boundary to prevent fluids from moving upward out of the underlying formations. The Woodford Shale formation in the areas where the well is located is between 80 feet to 140 feet thick.
- as the Simpson Group, which contains sequences of shale that make up approximately 55% of the total thickness of the formation in any given place and can likewise act as a permeability boundary which prevents fluids from migrating downwards into deeper formations and the basement rock. In the areas where the well is located, the Ordovician formation is between 100' and 300' feet thick and, as a result, there is a significant thickness in this lower shale. Below the Ordovician is the Ellenburger Formation, which is up to 1,000 feet thick.
- 12. Based on my geologic study of the area, it is my opinion that the approved injection zone for the wells is located below the base of the Woodford Shale formation and above the Simpson Group formation, both of which consist of significant shale deposits. Evidence indicates

that shale formations located above and below the approved injection zones will likely restrict fluids from migrating beyond the approved injection zones for the wells.

- The wells will primarily be injecting fluids into the Wristen Group and Fusselman Formation, with some fluids potentially being injected into the Upper Montoya Group. Each of these rock units are located within what is commonly referred to by operators and the Division as the "Devonian-Silurian" formations. These zones consist of a very thick sequence of limestone and dolostone which has significant primary and secondary porosity and permeability that is collectively between 1,500 to 3,000 feet thick.
- 14. It is my opinion that there is no risk to freshwater resources for injection within the Wristen Group, Fusselman, and Upper Montoya Group because of the depth of these subformations and the upper shale permeability boundary created by the Woodford Shale.
- 15. I have also studied the location of known fault lines within the area where the well is proposed to be drilled and the closest known fault line to the well is located approximately 8 miles away from where the wells are proposed to be drilled.
- 16. There are no currently recognized production shales within the Wristen Group, Fusselman Formation, and Upper Montoya Group in this part of the western Permian Basin. While there may be some isolated traps located within these sub-formations, it takes significant ability with imaging to be able to locate these deposits in order to properly target them.
- 17. I attest that the information provided herein is correct and complete to the best of my knowledge and belief.
- 18. The granting of this application is in the interests of conservation and the prevention of waste.

Kate Zeigler

SUBSCRIBED AND SWORN to before me this 2nd day of October, 2018 by Kate Zeigler.

Notary Public

My commission expires:

May 3, 2019

OFFICIAL SEAL
JESSICA BERTOLUCCI
NOTARY PUBLIC
STATE OF NEW MEXICO
Commission Expires (1) (1) (1) (1)

Delaware Basin Stratigraphic Unit Descriptions

Lower Paleozoic

Woodford Shale (Upper Devonian)

The Woodford Shale is dominated by organic-rich mudstone interbedded with carbonate (limestone and/or dolostone) beds, chert beds and radiolarian laminae. This unit has been interpreted to include sedimentary gravity-flow deposits. Dominantly shale means lower porosity and permeability than the limestone/dolostone units above and below. The Woodford Shale is unconformable on the units below it. Locally this contact includes solution cavities and fissures down into the underlying carbonate unit(s), creating a complex boundary. It is up to 150' thick locally.

Thirtyone Formation (Lower Devonian)

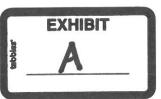
The Thirtyone Formation is part of a wedge of sedimentary rocks that thins to the north and the west where the wedge ends up truncated beneath the base of the overlying Woodford Shale. The Thirtyone Formation is only present in southeastern Lea County and consists of an upper coarsely crystalline dolostone unit and lower chert unit. This unit is not present in the area of concern.

Wristen Group (Middle-Upper Silurian)

The Wristen Group consists of interbedded limestone and dolostone that has a maximum thickness in Lea County, then thins to the north and the west. Thicknesses range from 0 to 1,400' thick. In the Delaware Basin, it occurs up to 19,000' below land surface, then rises to 10,000' to 12,000' subsurface to the north and west. It represents deposition in a shelf-margin environment and includes buildups of coral reefs, stromatoporoids and other invertebrate colonialists. The carbonate beds include boundstones, rudstones and oolitic grainstones with significant primary porosity. To the north, reservoirs targeted for production are dolomitic with vugular and fracture-related porosity.

Fusselman Formation (Late Ordovician-Lower Silurian)

The Fusselman Formation is almost entirely dolostone and can be up to 1,500' thick. As with the overlying Thirtyone Formation and Wristen Group, the Fusselman Formation thinks to the north and west where it is truncated beneath the Woodford Shale to the north of where the Wristen Group pinches out. In Lea County, the Fusselman Formation can be 18,000' or more below land surface. It is primarily coarsely crystalline dolostone that is vugular, fractured and/or brecciated, with significant secondary porosity due to the fracturing and brecciation.



Montoya Group (Middle-Upper Ordovician)

The Montoya Formation includes three dolostone members overlying a sandstone unit. The three upper carbonate units include the Upham, Aleman and Cutter Members and the lower sandstone unit is the Cable Canyon Sandstone. The entire package can be up to 600' thick and depth to the top of the unit ranges from 5,500' near the northern pinchout in Chaves County to as much as 20,000' in southern Lea County. The Montoya Group was stripped from the higher parts of the Central Basin Platform by erosion in the Late Pennsylvanian and Early Permian.

Simpson Group (Middle-Upper Ordovician)

The Simpson Group in a heterogeneous unit with limestone, dolostone, sandstone and green shale horizons. Up to 1000' thick, it is dominated by the shale beds (55% of total thickness), followed by the dolostone and limestone beds (40%) and finally sandstone (5%). The shale horizons can serve as a permeability barrier between the underlying Precambrian basement rocks and overlying reservoirs where the Simpson Group is present and has sufficient thickness. Depths to the Simpson Group range from 6,700' on parts of the Central Basin Platform to up to 21,000' in the Delaware Basin.

Ellenburger Formation (Lower Ordovician)

The Ellenburger Formation is up to 1000' thick and composed of limestone and dolostone that represent cyclic deposition in waters of the inner platform with restricted circulation. Porosity in the Ellenburger Formation includes porosity in the matrix, vugs, major karst dissolution features, collapse karst breccias and fractures. Depths to the top of the unit range from 7,500' on the Central Basin Platform to up to 22,000' in the Delaware Basin.

References

Broadhead, R.F., 2017, Petroleum Geology: *in* V.T. McLemore, S. Timmons and M. Wilks (eds.), Energy and Mineral Resources of New Mexico, New Mexico Bureau of Geology and Mineral Resources Memoir 50, vol. A, 90 p.

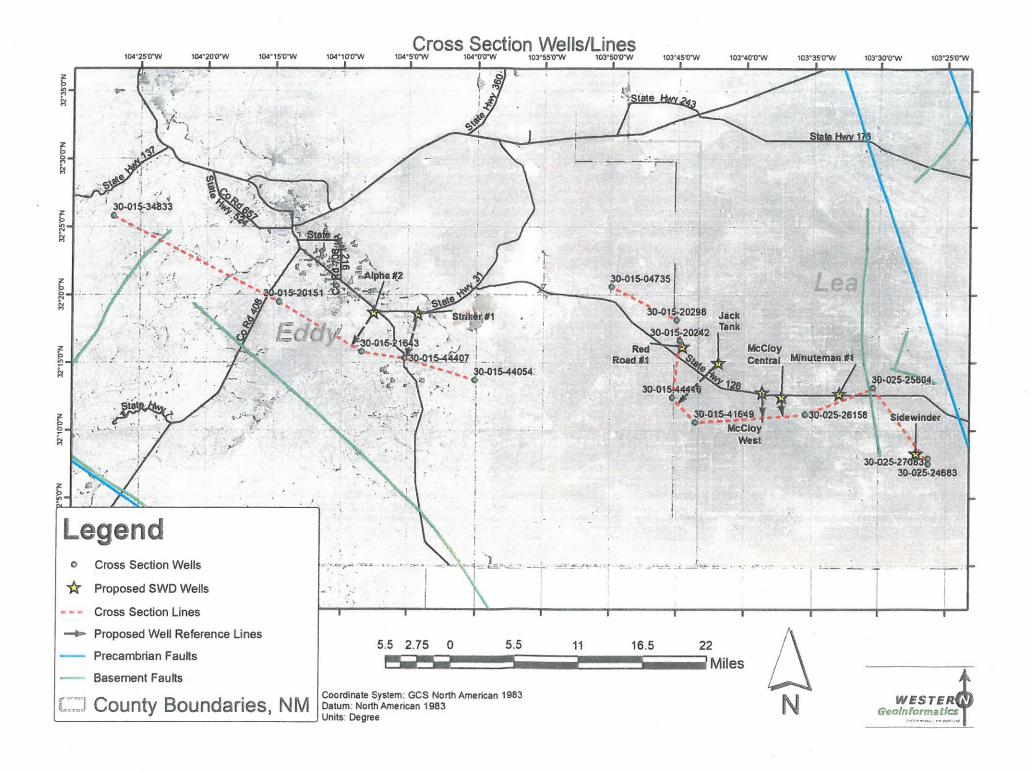
Comer, J.B., 1991, Stratigraphic analysis of the Upper Devonian Woodford Formation, Permian Basin, West Texas and southeastern New Mexico: Bureau of Economic Geology, University of Texas at Austin, Report of Investigations no. 201, 63 p.

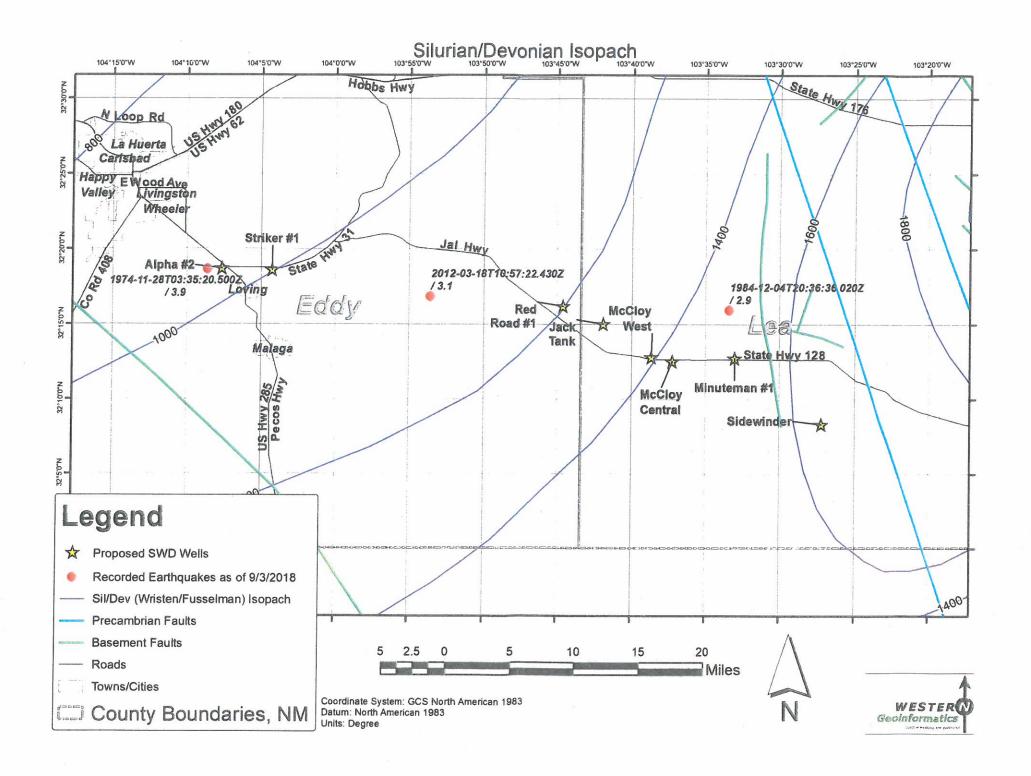
Hemmesch, N.T., Harris, N.B., Mnich, C.A. and Selby, D., 2014, A sequence-stratigraphic framework for the Upper Devonian Woodford Shale, Permian Basin, west Texas: American Association of Petroleum Geologists Bulletin, v. 98, no. 1, p. 23-47, doi:10.1306/05221312077

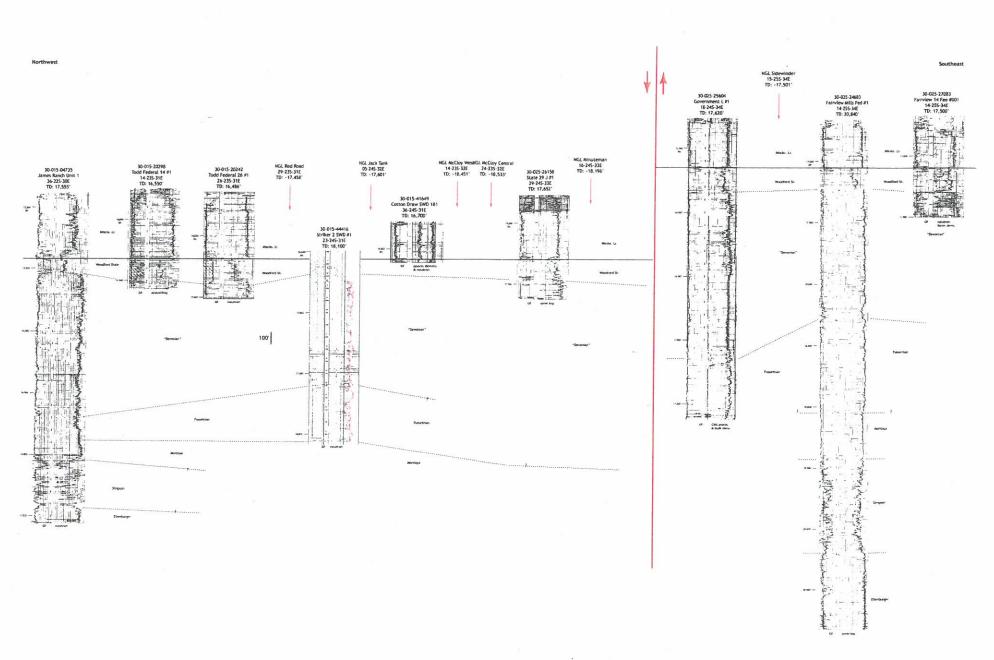
Texas Bureau of Economic Geology, 2009, Integrated Synthesis of the Permian Basin: Data and Models for Recovering Existing and Undiscovered Oil Resources from the Largest Oil-Bearing Basin in the U.S.: Department of Energy Final Technical Report, Award No: DE-FC26-04NT15509, 964 p.

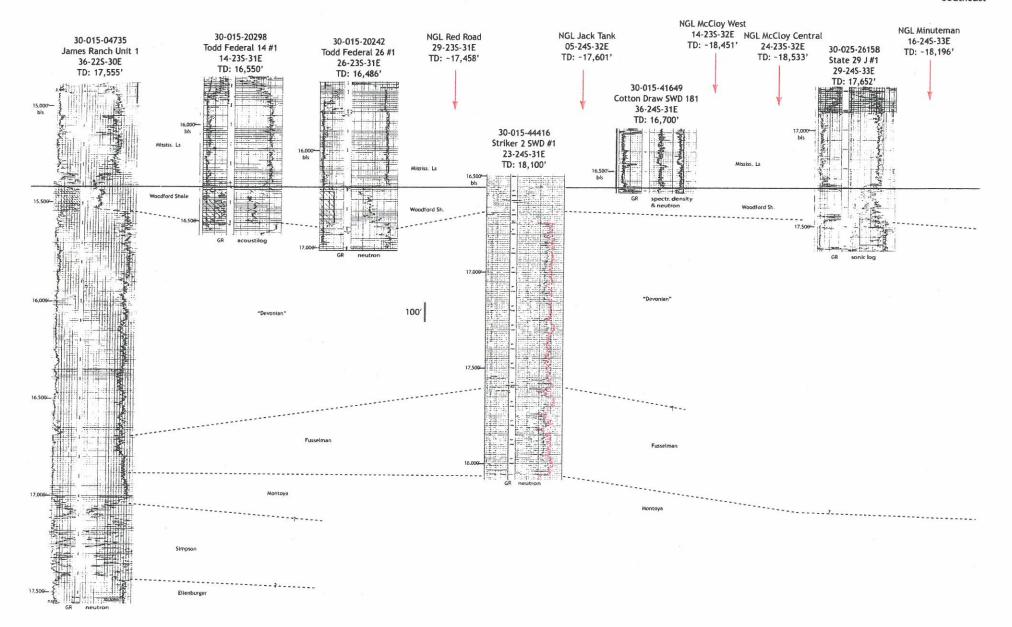
| Estimated Depth BLS for Eddy/Lea | county Line | | | | | 9 g C | | | | | | | | | | | , | | | | 16,750,** | | | 17,600' | | | . 10,900 | | 19,600 |
|-------------------------------------|-------------|------------|------------|---------|---------|-------|---------------------------|--|-------------|---------------------------|-------------|-----------|------------|---------------|---------|----------------|---------|------------|----------|----------------------|-----------|---------|-----------|-----------|---------|---------------------------------|-------------|----------|-------------|
| Key Feature | | Freshwater | resources | | | 4 | Current petroleum zone | - | | Current petroleum zone | - | | | | Current | petroleum zone | | | Shale: | permeability barrier | | Target | injection | | | Shalle: permeability barrier | | | |
| Stratigraphic Unit | Chinle | Santa Rosa | Dewey Lake | Rustler | Castile | | A Cherry Canyon | ສ ອ ອ ອ ອ ອ ອ ອ ອ ອ ອ ອ ອ ອ ອ ອ ອ ອ ອ ອ | Rone Coring | 8 11 100 | Wolfcamp | Cisco | Canyon | Strawn | Atoka | Morrow | Barnett | limestones | Woodford | | Thirtyone | Wristen | | Fusselman | Montoya | Simpson | Ellenburger | Bliss | basement |
| Age | Triassic | | | Ochoan | | | cuadatupian | : | Leonardian | | worrcampian | Virgilian | Missourian | Des Moinesian | Atokan | Morrowan | Upper | Lower | Upper | Middle | Lower | Upper | Middle | Lower | Upper | Middle | Lower | Cambrian | Precambrian |
| | | | | | | | npin | T199 | | | | up | uba | IKSL | ıuə | J | Miccie | | | Devon. | | | Silur. | | | Ordov. | | ŭ | Pre |

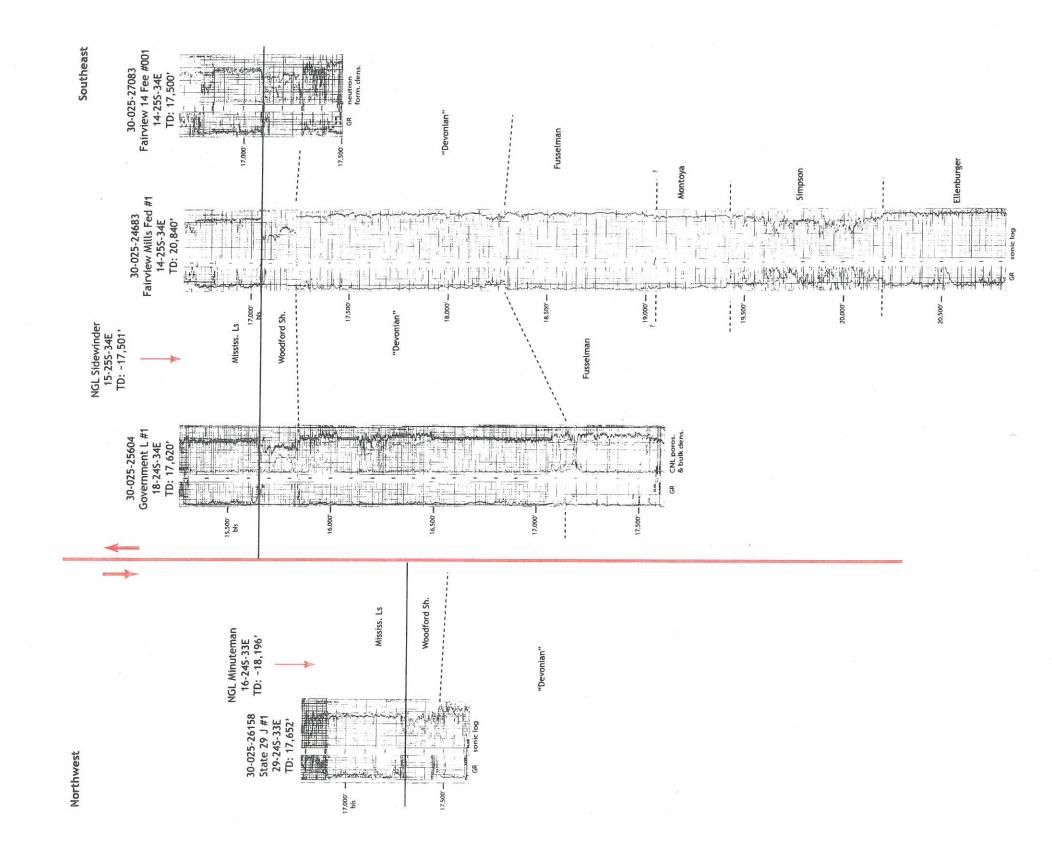
Stratigraphic chart for the Delaware Basin from Broadhead (2017).
* Based on data from 30-015-44416 Striker 2 SWD #1 (23-24S-31E).
**Note the Thirtyone Formation is not present in the project area.

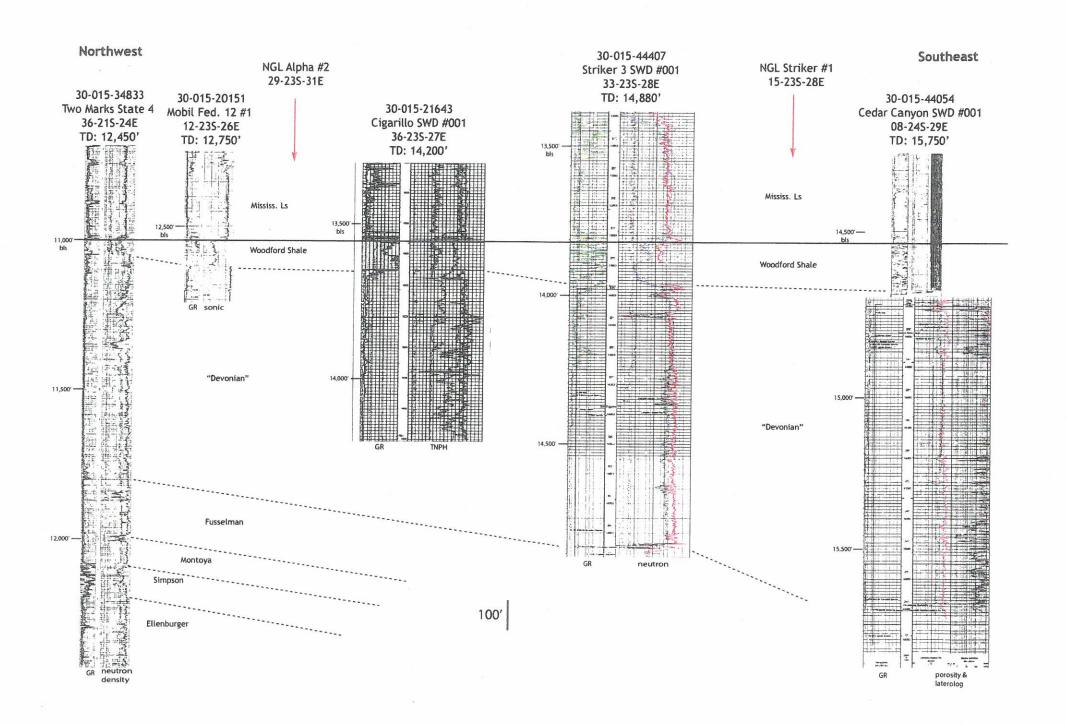












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STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

APPLICATION OF NGL WATER SOLUTIONS PERMIAN, LLC TO AMEND ADMINISTRATIVE ORDERS SWD-1724 AND SWD 1711 FOR SALT WATER DISPOSAL WELLS IN EDDY COUNTY, NEW MEXICO

CASE NO. 16426

AFFIDAVIT OF DECLARATION OF STEVEN TAYLOR

| STATE OF NEW MEXICO |) |
|----------------------|-------|
| |) ss. |
| COUNTY OF BERNALILLO |) |

- I, Dr. Steven Taylor, make the following affidavit based upon my own personal knowledge.
- I am over eighteen (18) years of age and am otherwise competent to make the statements contained herein.
- I have worked at the Los Alamos National Labs from 1991 to 2006. I currently
 am the secretary of GeoEnergy Monitoring Systems, Inc., a company that builds and conducts
 seismic monitoring.
- I have obtained a Bachelor of Science degree in geology at Ohio University
 (1975) and a Ph.D. in Geophysics at the Massachusetts Institute of Technology (1980).
- 4. I am familiar with the application that NGL Water Solutions Permian, LLC ("NGL") has filed in this matter, and I have conducted a study related to the area which is the subject matter of that application.

- The applicant, NGL (OGRID No. 372338), seeks an order amending administrative orders SWD-1724 and SWD-1711 for its Striker I SWD No. I and Alpha SWD Well No. 2 salt water disposal wells.
- 6. The Oil Conservation Division has authorized NGL through Administrative Order SWD-1724 to use the Striker 1 SWD No. 1 for disposal of oil filed produced water through an open-hole interval within the Devonian and Silurian formations from 13,750 feet to 15100 feet. The order expected to be issued by the Division approving the drilling of the well will state that injection will occur through either an internally-coated, 5-1/2-inch or smaller tubing inside the surface and intermediate casings, and a 4-1/2-inch or smaller tubing inside the liner.
- 7. The Oil Conservation Division has authorized NGL (and its predecessor in interest) through Administrative Order SWD-1711 to use the Alpha SWD NO. 2 well for disposal of oil filed produced water through an open-hole interval within the Devonian and Silurian formations from 13,275 feet to 14,465 feet. The order issued by the Division approving the drilling of the well states that injection will occur through either an internally-coated, 5-1/2-inch or smaller tubing inside the surface and intermediate casings, and a 5-inch or smaller tubing inside the liner.
- 8. In its application, NGL requests approval to use larger diameter tubing in both wells which is 7" by 5 $\frac{1}{2}$ ".
- 9. The wells will be spaced out and not located closer than approximately 1 mile from other disposal wells, approved for injection into the Devonian and Silurian formations.

- 10. The approved injection zone for the wells is located below the base of the Woodford Shale formation and above the Ordovician formation, which consists of significant shale deposits.
- 11. The wells will primarily be injecting fluids into the Wristen Group and Fusselman formations, with some fluids potentially being injected into the Upper Montoya Group. Each of these sub-formations or zones are located within what is commonly referred to by operators and the Division as the "Devonian and Silurian" formations. These zones consist of a very thick sequence of limestone and dolostone which has significant primary and secondary porosity and permeability that is collectively between 1,500 to 3,000 feet thick.
- 12. The closest known fault line is located approximately 2 to 20 miles away from where the wells are located.
- 13. I have studied seismic catalogs, unpublished catalogs and USGS catalogs for the time period of 2010 2017 selective events within 50 km of one the Striker SWD wells, located in the area where the Striker 1 and Alpha 2 wells are located. Attached as Exhibit A is a copy of my study. My study concludes that there is very little seismic activity in the areas where the wells are located.
- 14. I have also reviewed information provided by FTI Platt Sparks involving several different fault slip probability analysis conducted, using a tool created by Stanford University. These fault slip potential models showed low probability of slip or earthquakes to known mapped faults located closest to the wells. A copy of the studies are attached hereto as Exhibit B.
- 15. I attest that the information provided herein is correct and complete to the best of my knowledge and belief.

16. The granting of this application is in the interests of conservation and the prevention of waste.

Alenan Tonyln Steven Taylor

SUBSCRIBED AND SWORN to before me this 2nd day of October, 2018 by Steven Taylor.

Notary Public

My commission expires: 4-6-20

OFFICIAL SEAL
VALERIA WILLIAMS
NOTARY PUBLIC
STATE OF NEW MEXICO
mission Expires / - 6 20

Seismic Catalog Analysis Within 50 km of Striker SWD #2, #3, #6

Prepared for NGL-Permian by GeoEnergy Monitoring Systems August 22, 2018

Analysis based on NMT seismic catalogs, unpublished catalogs and USGS catalogs for the time period 2010-2017 selecting events within 50 km of one of the Striker SWD wells. **Figure** 1 shows seismic station locations for three wells (blue pushpins) with estimated detection levels for M 1.0 (green circles) and M 1.5 (red circles) along with NGL-Permian stations (yellow pushpins). **Figure 2** shows seismicity listed in Table 1 shown as red circles and additional regional stations from TexNet and NMT (green pushpins). These regional stations will be used along with the 3 Striker SWD seismic stations for regional monitoring.

Striker Two, Sand Dunes well, Lat/Long: 32.2072820/-103.7557370 Striker Three, Gossett well, Lat/Long: 32.2551110/-104.0868610 Striker Six, Madera well, Lat/Long: 32.2091150/-103.5359570

The USGS reports only two events in the vicinity since 2010. New Mexico Tech runs a seismic network (SC) north of the wells for the DOE Waste Isolation Plant (only short-period vertical components). There are a total of seven seismic events in this time period ranging in magnitude from 1.0 to 3.1.

| Table 1: Seismicity | / Within 50 km | of Striker SWD | Wells 2010-2017 |
|---------------------|----------------|----------------|-----------------|
|---------------------|----------------|----------------|-----------------|

| Date | Origin Time GMT | Latitude | Longitude | Depth (km) | Magnitude |
|----------|-----------------|----------|-----------|------------|-----------|
| 20111227 | 23:10:37 | 32.37 | -103.95 | NaN | 1.6 |
| 20120318 | 10:57:22 | 32.281 | -103.892 | 5.0 | 3.1 |
| 20170211 | 14:34:27 | 32.29 | -103.92 | NaN | 1.5 |
| 20170302 | 11:38:53 | 32.37 | -103.88 | NaN | 1.7 |
| 20170325 | 22:46:01 | 32.13 | -103.77 | NaN | 1 |
| 20170503 | 17:47:21 | 32.082 | -103.023 | 5.0 | 2.6 |
| 20170814 | 01:09:56 | 32.39 | -103.56 | NaN | 1.2 |

Snee and Zoback (2018) have mapped out fault slip potential across the Permian Basin of New Mexico and Texas in response to injection-related pressure changes at depth by combining maximum horizontal compressive stress orientation along mapped faults. Their estimates of fault slip potential is shown in **Figure 3** (from Figure 3 of Snee and Zoback, 2018). As indicated by the green lines in Figure 3, the fault slip potential is predicted to be very low in southeastern New Mexico.



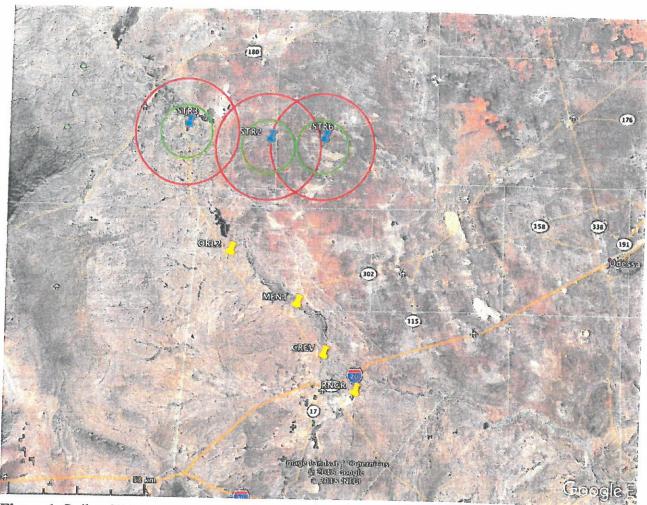


Figure 1. Striker SWD wells seismic station locations (blue push pins) and existing NGL-Permian seismic stations (yellow pushpins). Green and red circles around stations show approximate detection levels for ML 1.0 and 1.5, respectively.

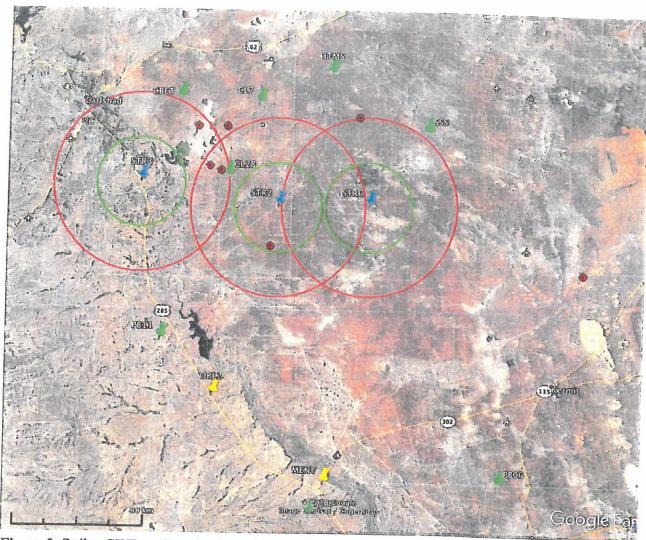


Figure 2. Striker SWD wells seismic station locations (blue push pins) and existing NGL-Permian seismic stations (yellow pushpins). Green and red circles around stations show approximate detection levels for ML 1.0 and 1.5, respectively. Other regional seismic stations run by TexNet and New Mexico Tech are shown as green pushpins. Seismicity listed in Table 1 shown as red circles.

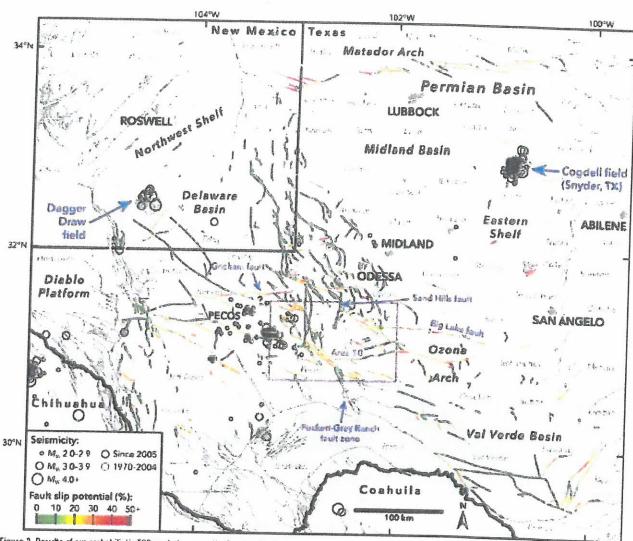


Figure 3. Results of our probabilistic FSP analysis across the Permian Basin. Data sources are as in Figures 1 and 2.

Figure 3. Fault slip analysis from Snee and Zoback (2018) for the Delaware Basin of southeast New Mexico and western Texas. Potential for induced seismicity fault slip in response to injection-related pressure changes at depth in southeast New Mexico appears to be very low as indicated by the green lines on mapped faults.



Texas Registered Engineering Firm No F - 16381

October 1, 2018

RE: Striker 1 SWD and Alpha 2 SWD

Eddy County, New Mexico

30-015-44406 and 30-015-44530

I have reviewed the geology, seismic activity, production and injection history near the Alpha SWD 2 and Striker 1 SWD and I would conclude that the Subject wells do not pose a substantial risk of increasing seismicity in the area.

Geologic mapping and cross-sections through the area of review did not reveal any faults that
would present any type of concern regarding confinement or provide a conduit that might induce
seismicity at deeper depths. (see enclosed maps and cross-sections). The localized mapping did
not reveal any faults however I have included regional basement faults in the FSP analysis.

2. FSP analysis was conducted in the area to analyze the potential for fault slip and induced seismicity related to SWD injection. Regional basement fault trends mapped and published by the Texas Bureau of Economic Geology and referenced in the Lund Snee and Zoback paper (State of Stress in the Permian Basin - 2018) were digitized and input into the FSP analysis. None of the faults reached a critical pressure that would initiate fault slip based on the FSP analysis.

1 - Geologic mapping

The cross-sections and maps show simple "layer-cake" geology within the injection interval with no evidence of faulting or significant changes in interval thickness. The enclosed maps and cross-sections illustrate the geologic setting near the Subject wells:

- Map 1 Devonian Structure Area of Review (Striker 1 SWD, and Alpha 2 SWD)
- Cross-section A-A'
- Cross-section B-B'

Cross-section C-C'

Map 1 is a structure map on the top of the Devonian and top of the proposed injection interval in the Area of Review (Striker 1 SWD, and Alpha 2 SWD). This map also shows ESE dip and there is no evidence of faulting or any specific structural anomaly indicative of faulting within the 100 sq. mile area of review. There are published fault locations for basement faults approximately 10 km WNW and SW of the Subject wells. It is likely that the 3.9 Mw event of 11-28-74 occurred along the fault system to the west which is approximately 5 miles west of the USGS location for this earthquake. It would not be uncommon for locations to be in error by +/- 5.0 miles for this time period due to the sparsity of seismographs in the area at this time. These faults were digitized and imported into the FSP analysis to determine the potential for fault slip or induced seismicity as a result of SWD injection.

Cross-sections A-A', B-B', and C-C' provide visual representations of the geology in the area of review. Each of these cross-sections demonstrate simple "layer-cake" geology with no indication of significant faulting in the areas of review.

2 - FSP Analysis

Fault slip potential (FSP) was analyzed in the area of review. Fault segment orientation/azimuth is shown on **Map 2**. Additional input values for the model are shown in **Figure 1**. Depths were determined from the cross-sections and structure maps included in this report. All other input values are typical for the targeted formations.

Figure 2 shows the location of existing Devonian SWD injection wells and the proposed Subject wells (Striker 1 SWD, and Alpha 2 SWD). The estimated locations of basement faults are shown as fault segments F1-F9. Faults are segmented to account for deviations in fault azimuth since that input value is most critical in determining fault slip potential.

Figure 3 shows the historical Devonian injection and potential future injection that was input into the FSP analysis. The existing injection wells were held constant and the Subject wells were held constant at 40,000 bbls/day for 10 years and then stepped down to a rate of 25,000 bbls/day by 2038.



Figure 4 – **Figure 12** shows the sensitivity analysis of varying the input stress data values by 10% for fault segments F1-F9. The orientation of SHmax used in the analysis is estimated from the values reported by Lund Snee and Zoback (2018). The faults F1-F5 in this area are not optimally oriented for slip in the current stress environment with a difference of +/- 100 deg. which yields very high pressures to initiate slip even with the 10% variance. Thus, the conclusion in this area is that faults F1-F5 are not likely to slip as a result of SWD injection.

Faults F6-F9 are more optimally oriented for potential slip and represent some cause for concern. These faults are fortunately still over 5 miles from the Subject wells and thus pressure increases at the fault remain below critical values. Fault segment F6 represents the most concerning fault which shows a potential for slip at 1,300 psi increase for the input values and 400 psi for the 10% varied inputs. The 400 psi value assumes a shallower dipping fault.

Figure 13 – Figure 15 shows the calculated pressure front resulting from the modelled injection at time periods ending in years 2025, 2035, and 2045. This analysis indicates modest pressure change (5 -84 psi) along faults F1-F5 however these faults require substantial pressure increases to slip due to their orientation relative to SHmax. The primary fault segment of concern is F6 which is more optimally oriented to slip. The calculated pressure along F6 by 2045 is 152 psi. which remains below the 400-psi pressure that would initiate fault slip. This scenario is only if the fault dip angle is 10% shallower than the assumed 80 deg angle. (Figure 9 Sensitivity analysis Fault 6)

Conclusion

At this time there is no indication that any wells should be rate restricted. The majority of the faults and fault trends in the area of review are not optimally oriented to slip. In the event that seismicity occurs in the future in this area modifications could be made to <u>all injectors</u> in the area to mitigate the potential for seismicity. I would recommend monitoring of injection rates and seismicity in the area to determine if rate adjustments should be made over the operating life of the injection wells within the area of review.



Should you have any questions, please do not hesitate to call me at (512) 327-6930 or email me at todd.reynolds@ftiplattsparks.com.

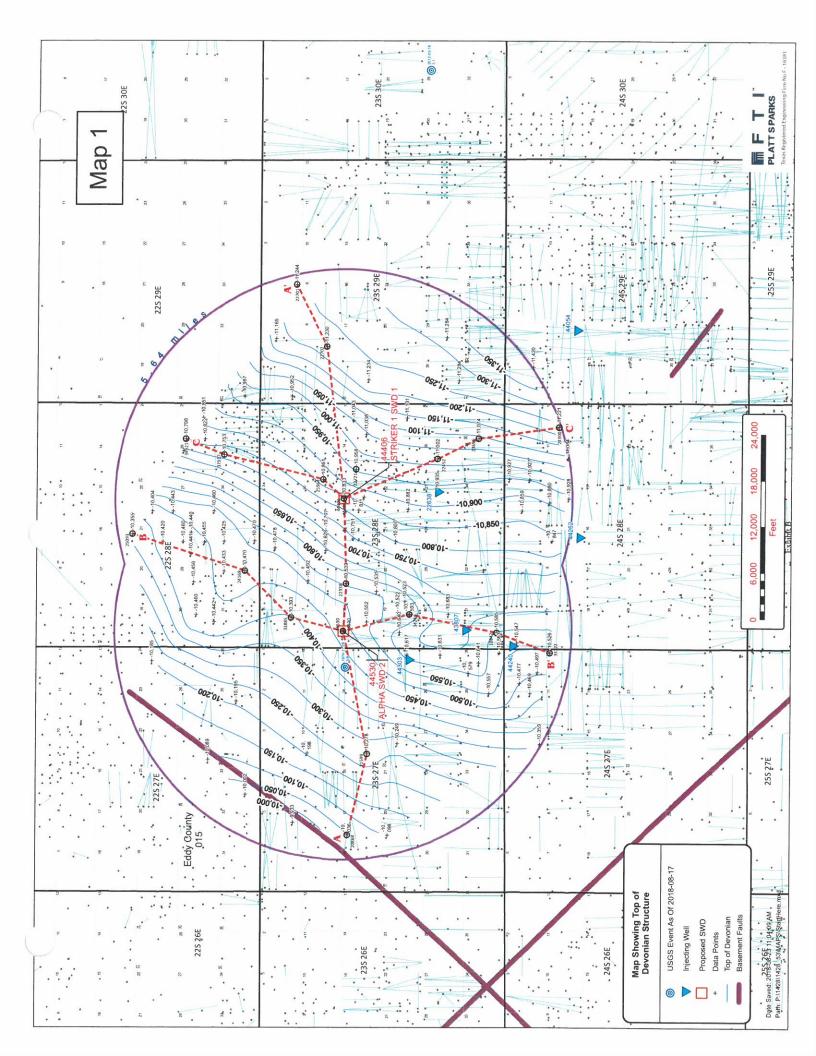
Regards,

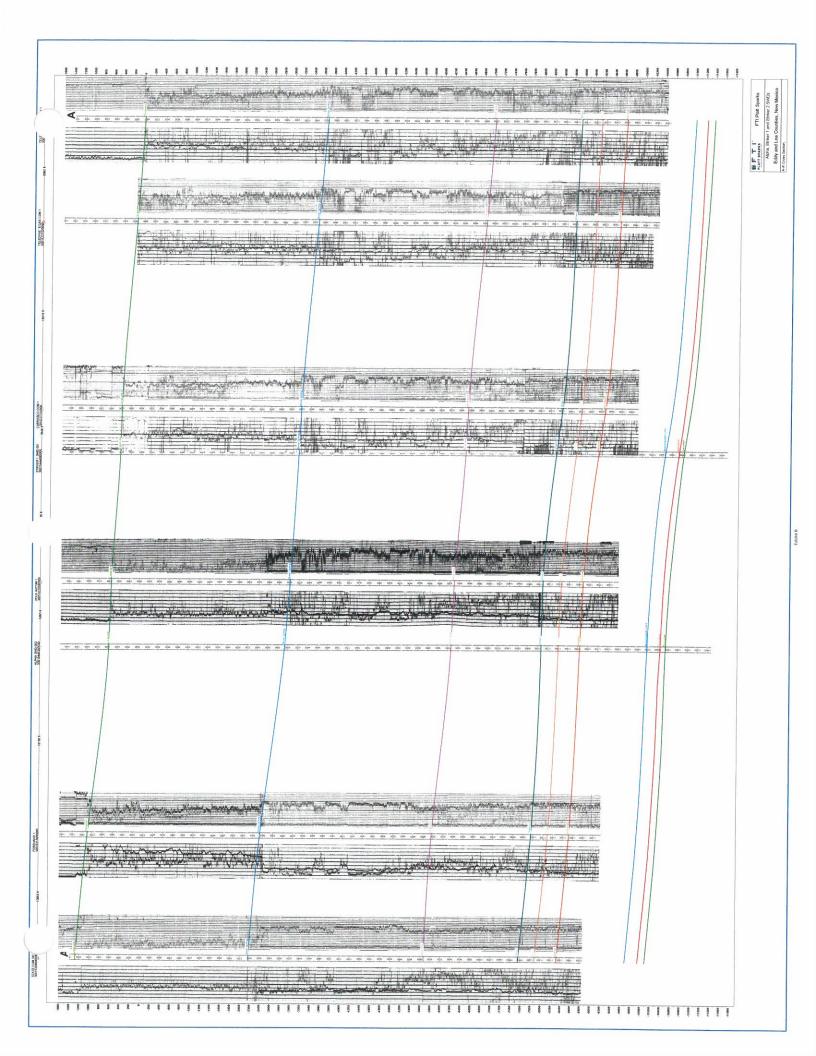
Todd W. Reynolds - Geologist/Geophysicist

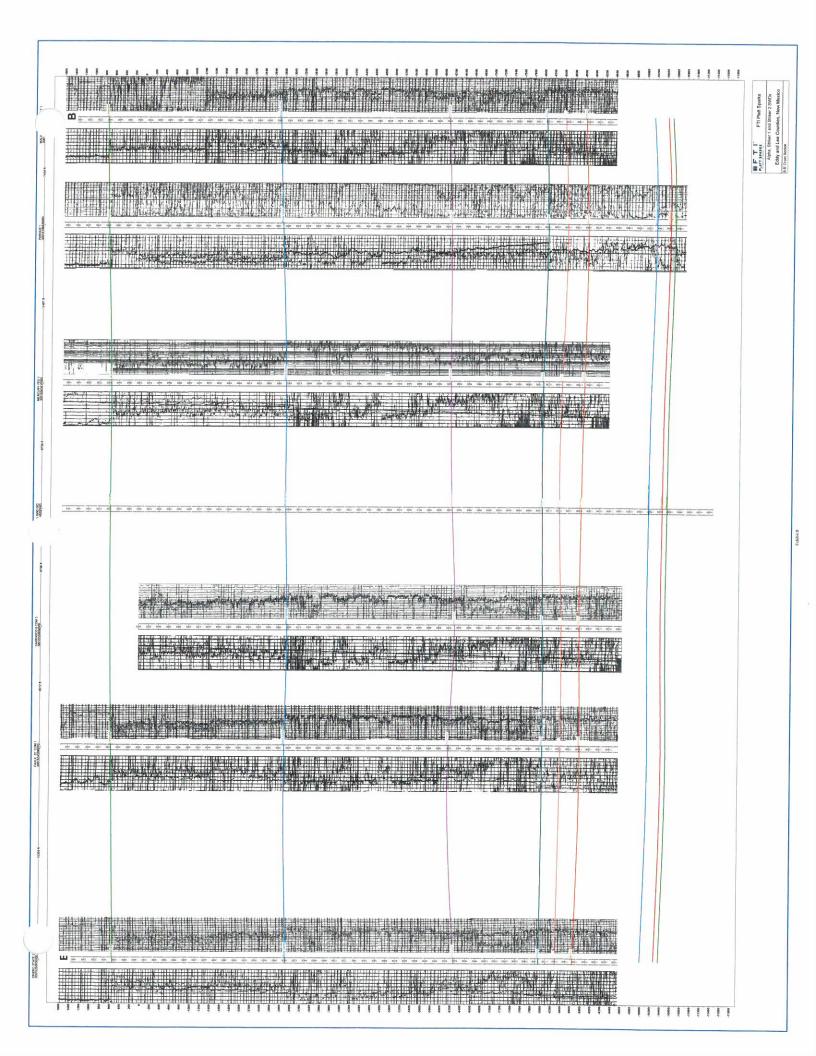
Senior Director, Economics/FTI Platt Sparks

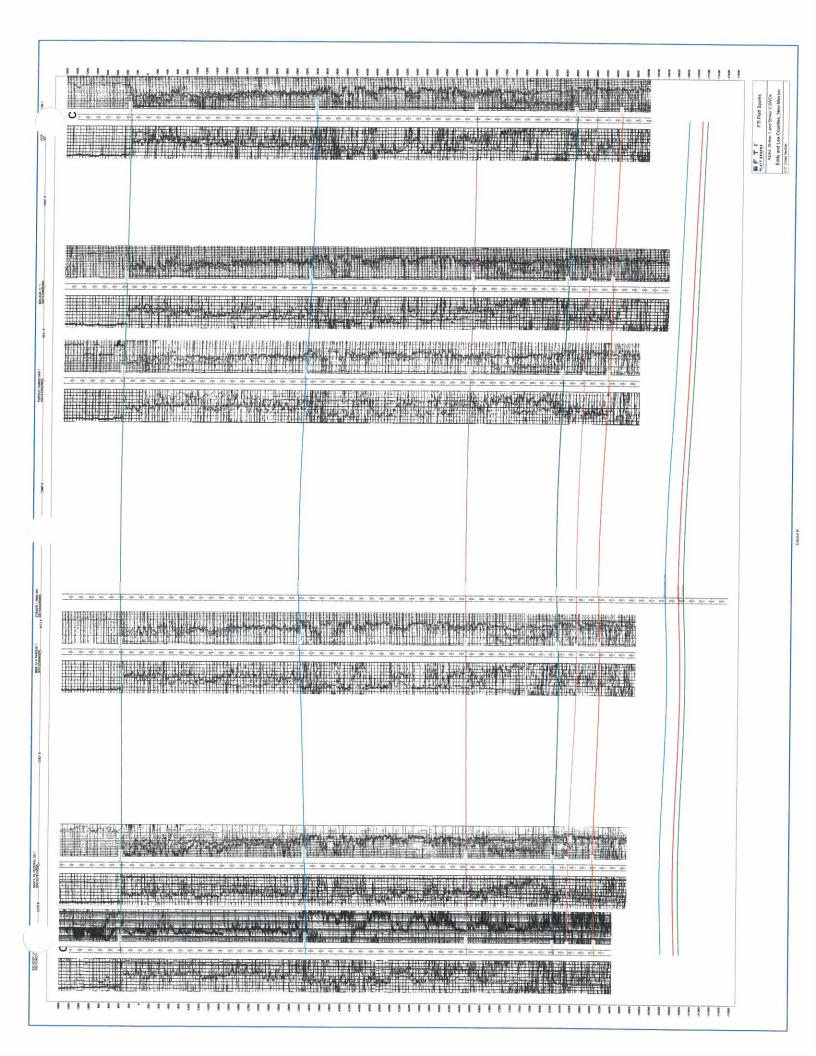
FTI Platt Sparks

512.327.6930 office









| Subject wells: | Striker | 1 SW | /D & Alpha 2 SWD |
|----------------------------|---------|-------|--------------------|
| MODEL INPUTS | | | |
| Mid Injection Depth | 14,425 | | ft |
| Injection Gross Interval | 1 | .,469 | ft |
| Injection Net Interval | 500 | | ft |
| Avg. Porosity | | 5.0% | |
| Permeability | 20 | | mD |
| Vertical Stress Gradient | 1.1 | | psi/ft |
| Max Horiz. Stress Gradient | | Аф | 0.52 (Snee/Zoback) |
| Min Horiz. Stress Gradient | | Аф | 0.52 (Snee/Zoback) |

Min Horiz. Stress GradientAφ0.5Initial Res. Pressure Gradient0.465 psi/ftMax Horiz Stress Dir.55 degFault friction0.6 muFault dip80 deg

The analysis was conducted based on the existence of faults that are approximately 10 km NW and SW of the subject wells noted by A2 & S1. The faulting is broken into 9 fault segments to account for azimuth change along the fault system

Figure 1 – Input parameters

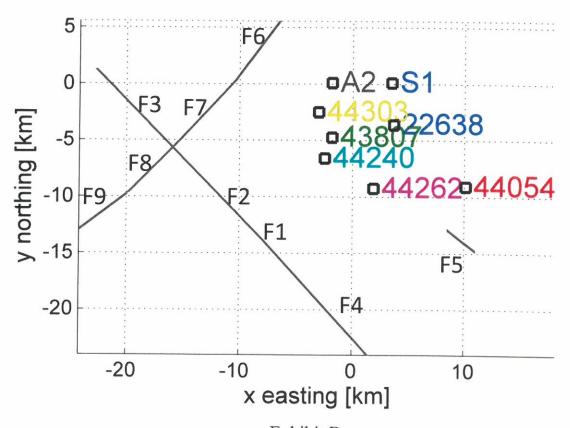
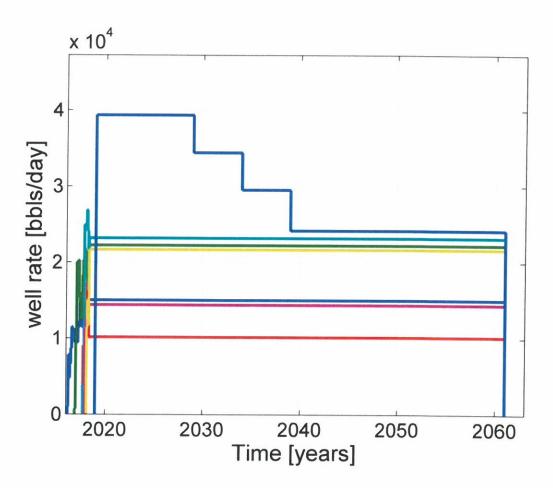


Figure 2 – Locations of Inj. Wells and Faults

WELL INJECTION RATES FOR MODEL West Area of Review



Historical rates for deep injection in the area of review held constant through the end of the model. Subject wells proposed injection rate of 40,000 bbls per day (blue line) initially for 10 years then steps down over the next 10 years to 25,000 bbls per day through the end of the model.

Figure 3

Input parameters were varied by +/- 10% from the expected input values to arrive at the range of pore pressure changes that would initiate slip. Faults F1-F5 strike generally NW-SE near an azimuth of 135 and Shmax direction is generally 35 deg which leads to high values of pressure to initiate fault slip (low likelihood). The plots for faults F1-F5 indicate a change in pore pressure, at the fault, in excess of 2,900 psi is needed to initiate fault slip.

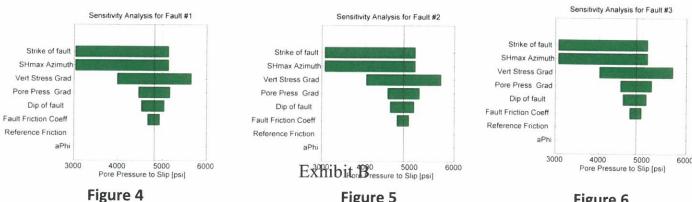
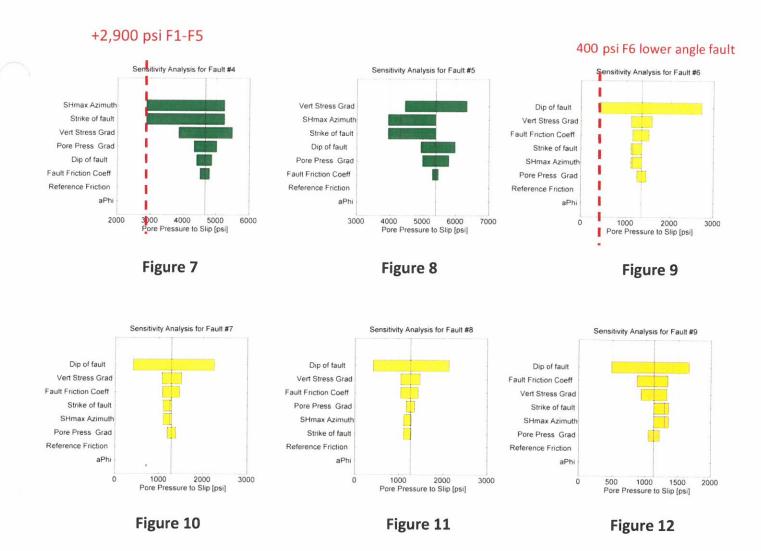


Figure 5 Figure 6



Faults F6-F9 strike generally NE-SW between an azimuth of 37-53 deg. and Shmax direction is generally 35 deg which leads to low values of pressure to initiate fault slip (higher likelihood). The plots for faults F6-F9 indicate a change in pore pressure, at the fault, of 400 psi could initiate fault slip along fault segment F6 which is the fault most proximal to Subject well A2 (Alpha 2 SWD). Fault segment F6 is the fault to be concerned with since the calculated pressure change at this fault is 152 psi in 2045.

It should be noted that the 400 psi pressure needed to initiate fault slip is based on a more shallow fault dip angle than the 80 degrees expected value. If faults are steep (80 deg. as expected) the pressure needed to initiate fault slip is much higher, near 1,200 psi.

Faults F7-F9 are more distal to the injection activity and these faults experience considerably lower pressure increases well below the calculated values needed to initiate fault slip.

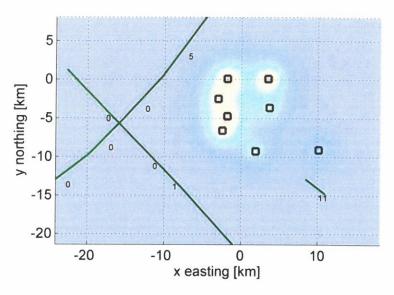


Figure 13 - Pressure Front 2025

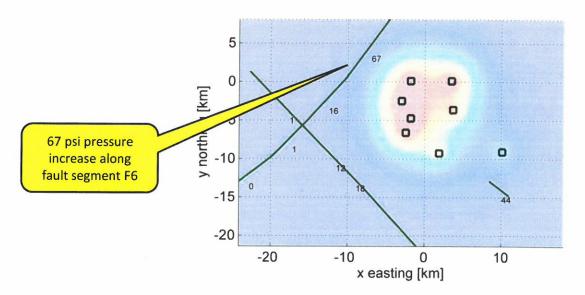


Figure 14 - Pressure Front 2035

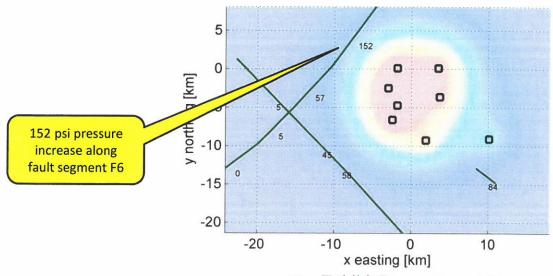


Figure xlsibiPressure Front 2045

State of stress in the Permian Basin, Texas and New Mexico: Implications for induced seismicity



Jens-Erik Lund Snee1 and Mark D. Zoback1

Abstract

Since the 1960s, the Permian Basin of west Texas and southeast New Mexico has experienced earthquakes that were possibly triggered by oil and gas activities. In recent years, seismicity has been concentrated near Pecos, Texas; around the Dagger Draw Field, New Mexico; and near the Cogdell Field, Snyder, Texas. We have collected hundreds of measurements of stress orientation and relative magnitude to identify potentially active normal, normal/strike-slip, or strike-slip faults that might be susceptible to earthquake triggering in this region. In the Midland Basin and Central Basin Platform, the faulting regime is consistently normal/strike slip, and the direction of the maximum horizontal compressive stress (S_{Hmax}) is approximately east-west, although modest rotations of the S_{Hmax} direction are seen in some areas. Within the Delaware Basin, however, a large-magnitude clockwise rotation (~150°) of S_{Hmax} occurs progressively from being nearly north-south in the north to east-southeast-west-northwest in the south, including the western Val Verde Basin. A normal faulting stress field is observed throughout the Delaware Basin. We use these stress data to estimate the potential for slip on mapped faults across the Permian Basin in response to injection-related pressure changes at depth that might be associated with future oil and gas development activities in the region.

Introduction

The Permian Basin of west Texas and southeast New Mexico is one of the most important petroleum-producing regions in the United States, containing numerous vertically stacked producing intervals (Dutton et al., 2005). The basin is subdivided into several structural regions (Figure 1), including the prolific Midland and Delaware basins, which are separated by the Central Basin Platform, a crystalline-basement-involved structural high overlain by carbonate reef deposits and clastic rocks (Cartwright, 1930; Galley, 1958; Matchus and Jones, 1984).

Fluid injection and hydrocarbon production have been suspected as the triggering mechanisms for numerous earthquakes that have occurred in the Permian Basin since the 1960s (Rogers and Malkiel, 1979; Keller et al., 1981; Orr, 1984; Keller et al., 1987). The area is also naturally seismically active (Doser et al., 1991, 1992). Seismicity in the Permian Basin has historically occurred in several localized areas (Figure 1), including parts of the Central Basin Platform and around the Dagger Draw and Cogdell fields (Sanford et al., 2006; Gan and Frohlich, 2013; Pursley et al., 2013; Herzog, 2014; Frohlich et al., 2016). Since about 2009, seismicity has occurred in the southern Delaware Basin (Jing et al., 2017), an area where the USGS National Earthquake Information Center and Keller et al. (1987) report very little previous seismicity. Since the TexNet Seismological Network (Savvaidis et al., 2017) began recording

earthquakes across Texas in January 2017, at least three groups of earthquakes, surrounded by more diffusely located events, have occurred in the southern Delaware Basin, near Pecos, Texas. A fourth group of events occurred mostly in mid-November 2017 farther to the west in northeastern Jeff Davis County. In addition, a group of mostly small ($\rm M_L < 2$) earthquakes occurred between Midland and Odessa, in the Midland Basin.

As illustrated through recent studies of induced seismicity in Oklahoma (Walsh and Zoback, 2016), knowledge of the current state of stress is an essential component in estimating the porepressure perturbation needed to trigger an earthquake on a given fault. Such analyses enable both retrospective analyses of potential triggering conditions of past earthquakes as well as estimates of the likelihood of future slip on mapped faults due to fluid injection or extraction. As part of our work to map the state of stress in Texas, we (Lund Snee and Zoback, 2016) recently contributed more than 100 new, reliable (A-C-quality) maximum horizontal compressive stress (S_{Hmax}) orientations specifically within the Permian Basin, together with an interpolated map of the relative principal stresses expressed using the A_{ϕ} parameter (Simpson, 1997). In anticipation of fluid-injection activities associated with the thousands of wells to be drilled in the Permian Basin in the next few years, we report more than 100 additional S_{Hmax} orientations and a refined map of the relative stress magnitudes (Figure 1) to provide a comprehensive view of the state of stress in the Permian Basin and its relation to potential earthquake triggering on faults in the region.

In this paper, we first summarize the compilation of new stress measurements and provide an overview of relative stress magnitudes. We then discuss the stress field (especially in areas where it varies considerably, such as the Delaware Basin) and apply the new stress data to estimate the fault slip potential that would be expected due to fluid-pressure increases that might be associated with fluid injection at depth. This analysis will utilize FSP v.1.07, a freely available software tool developed by the Stanford Center for Induced and Triggered Seismicity in collaboration with ExxonMobil (Walsh et al., 2017). We use only publicly available information about faults in the region.

Methods

In the earth, a combination of tectonic driving forces and local factors such as density heterogeneities give rise to anisotropic principal stresses with consistent orientations and relative magnitudes throughout the brittle upper crust (Zoback and Zoback, 1980; Zoback, 1992). These principal stresses, which are continually replenished by tectonic activity, are modulated by the finite strength of the crust, which dissipates accumulated stresses through seismic and aseismic slip on faults. Consequently, most of the brittle crust is thought to be critically stressed, meaning

¹Stanford University, Department of Geophysics.

https://doi.org/10.1190/tle37020127.1.

that it is in a state of frictional equilibrium in which the faults best oriented for slip with respect to the principal stress directions are usually within one earthquake cycle of failure (Zoback et al., 2002). Thus, knowing the orientations of the principal stresses reveals the faults that are most likely to slip. Conveniently, one principal stress is usually vertical and the other two horizontal (Zoback and Zoback, 1980) because the earth's surface is an interface between a fluid (air or water) and rock, across which no shear tractions are transmitted. Knowing both the orientation of $S_{\mbox{\scriptsize Hmax}}$ and the relative magnitudes of the principal stresses is therefore sufficient to predict the orientations (strike and dip) and type (normal, strike slip, and/or reverse) of faults most likely to slip.

Measuring the orientation and relative magnitudes of the principal stresses. (Editor's note: Figures A1 and A2 and Tables A1-A5 are included as supplemental material to this paper in SEG's Digital Library at https://library.seg.org/doi/suppl/10.1190/ tle37020127.1.) The $S_{H_{\text{max}}}$ orientations shown in Figure 1 and reported in supplemental Tables A1 and A2 were mostly measured using well-established techniques. The vast majority of

these orientations represent means of the azimuths of drillinginduced tensile fractures (DITF) or wellbore breakouts observed using image logs such as the fullbore formation microimager (FMI) and ultrasonic borehole imager. As reported in the supplemental material that accompanies this article, the quality of each measurement was assessed using Fisher et al. (1987) statistics where possible. Quality ratings were assigned to each measurement using criteria provided in Table A3, which now include criteria for aligned microseismic events that define the orientations of hydraulic fractures. Our criteria are based on those presented by Zoback and Zoback (1989), Zoback (2010), and Alt and Zoback (2017), who specify that only A-C-quality data are sufficiently robust to justify plotting on a map (D-quality measurements are reported in Tables A1 and A2 but are not mapped). These quality criteria were developed to ensure that each mapped S_{Hmax} orientation is well constrained and is based on a sufficient number and depth range of measured stress indicators.

Six orientations, previously reported by Lund Snee and Zoback (2016) and included in Figure 1, were measured by averaging the

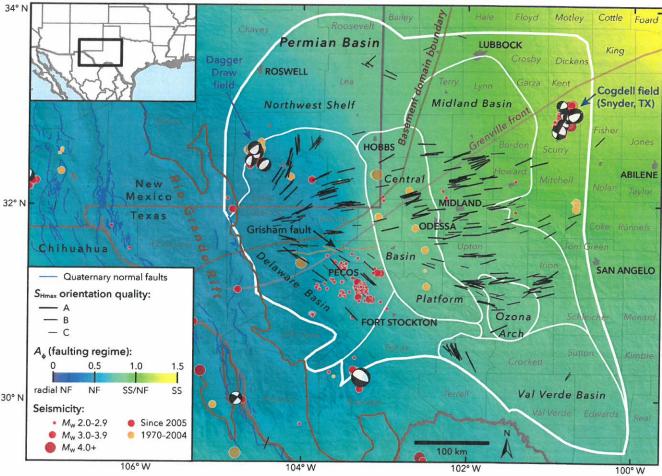


Figure 1. State of stress in the Permian Basin, Texas and New Mexico. Black lines are the measured orientations of S_{Hmax}, with line length scaled by data quality. The colored background is an interpolation of measured relative principal stress magnitudes (faulting regime) expressed using the A_¢ parameter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

horizontal azimuth of the fastest shear-wave propagation in subvertical wells using measurements from crossed-dipole sonic logs. We also include several new S_{Hmax} orientations that were obtained from formal inversions of focal mechanisms from microseismic events detected during hydraulic fracturing operations. Several other S_{Hmax} orientations were obtained by measuring the orientations of aligned microseismic events thought to represent propagating hydraulic fractures. When collecting stress measurements from microseismic data, we do not account for the possibility of localized changes of stress orientations that might develop as a result of fracturing and proppant emplacement. It is unlikely that stimulation-induced changes in stress orientation would occur except in areas of very low stress anisotropy (which we demonstrate are rare). In such areas, there would not be consistent microseismic alignments orthogonal to the least principal stress that would satisfy the quality-control criterion for reliable stress orientations that we have developed (Table A3).

In addition to our new data, Figure 1 also includes previously published S_{Hmax} orientations from the Permian Basin area that we consider reliable. The 2016 release of the World Stress Map (Heidbach et al., 2016) included only a handful of S_{Hmax} orientations in the Permian Basin. We have downgraded the quality ratings for two older measurements that we suspect were made on the basis of mistaken interpretations. A large collection of S_{Hmax} orientations published by Tingay et al. (2006) and included in the World Stress Map Database were given D-quality ratings due to the lack of sufficient quality information (e.g., depth ranges, number of fractures, or standard deviations of fracture orientations), although many are in agreement with high-quality nearby measurements we utilize. Previously unpublished information contributed by R. Cornell (personal communication) is reported in Table A1, but there is not sufficient quality information to upgrade any of his measurements to C quality and be included in Figure 1. We also include S_{Hmax} orientations recently published by Forand et al. (2017), who report S_{Hmax} patterns consistent with the variations shown by Lund Snee and Zoback (2016). Although Forand et al. (2017) do not list the number and depth intervals for the stress indicators that they present, this information is included in their map because the distributions of fracture orientations shown in their rose diagrams allow us to interpret means, standard deviations, and the minimum number of fractures.

We interpolate the relative principal stress magnitudes across this area (colored background in Figure 1) using measurements reported in Table A4. We choose to represent the relative magnitudes of the three principal stresses ($S_{\rm V}$, $S_{\rm Hmax}$, and $S_{\rm hmin}$) using the A_{ϕ} parameter (Simpson, 1997). The A_{ϕ} parameter (explained graphically in Figure A1) conveniently describes the ratio between the principal stress magnitudes using a single, readily interpolated value that ranges smoothly from 0 (the most extensional possible condition of radial normal faulting) to 3 (the most compressive possible condition of radial reverse faulting). The parameter is defined mathematically by

$$A_{\phi} = (n+0.5) + (-1)^{n} (\phi - 0.5),$$
 (1)

where

$$\phi = \frac{S_2 - S_3}{S_1 - S_2} \,. \tag{2}$$

 S_1 , S_2 , and S_3 are the magnitudes of the maximum, intermediate, and minimum principal stresses, respectively, and n is 0 for normal faulting, 1 for strike-slip faulting, and 2 for reverse faulting.

Probabilistic analysis of fault slip potential. As mentioned earlier, we utilize FSP v.1.07 (Walsh et al., 2017) to estimate the slip potential on faults throughout the Permian Basin. The FSP tool allows operators to estimate the potential that planar fault segments will be critically stressed within a local stress field. Critically stressed conditions occur when the ratio of resolved shear stress to normal stress reaches a failure criterion, in this case the linearized Mohr-Coulomb failure envelope. The FSP program allows for either deterministic or probabilistic geomechanical analysis of the fault slip potential, the former of which treats each input as a discrete value with no uncertainty range. The probabilistic geomechanics function estimates the FSP on each fault segment using Monte Carlo-type analysis to randomly sample specified, uniform uncertainty distributions for input parameters including the fault strike and dip, ambient stress field, rock properties, and initial fluid pressure.

We conducted our analysis on fault traces compiled from Ewing et al. (1990), Green and Jones (1997), Ruppel et al. (2005), and the USGS Quaternary Faults and Folds Database (Crone and Wheeler, 2000). Most of these databases do not specify fault dips, so we make the conservative assumption that, within the generally normal and normal/strike-slip faulting environment of the Permian Basin, all potentially active faults dip in the range of 50° to 90°. This assumption implies that all fault segments could be ideally oriented for slip in either normal or strike-slip faulting environments at reasonable coefficients of friction, depending on the alignment of their strike with respect to S_{Hmax} (Figure A1).

Here we apply the probabilistic geomechanics function of the FSP tool. We apply reasonable stress values and uncertainty ranges based on the variability of the stress field we observe within 16 study areas (listed in Table A5). The study areas were selected to represent fairly uniform A_{ϕ} values and S_{Hmax} orientations (Figure 2) to minimize spatial variations of stress field in any given study area. As an example, Figure A2 shows input parameter distributions sampled during FSP analysis for a random fault within Area 10.

For the purposes of this demonstration, we do not hydrologically model the pressure changes associated with any known injection scenario; we instead estimate the fault slip potential in response to an increase in the fluid-pressure gradient corresponding to a 4% increase relative to hydrostatic (0.4 MPa/km or 0.018 psi/ft) to evaluate the potential for relatively modest pressure changes in crystalline basement (2 MPa [300 psi] at 5 km [16,400 ft]) associated with produced water disposal. This is the same gradient of pore-pressure perturbation applied by Walsh and Zoback (2016) for FSP analysis in north-central Oklahoma. The eventual pore-pressure increase that will occur in the uppermost parts of the crystalline basement due to injection in this area is of course unknown, and it is important to note that *relative* differences in slip potential between differently oriented faults will remain the

same regardless of the magnitude of uniform pressure increase (although the absolute fault slip potential will vary). Operators interested in screening potential sites for wastewater injection wells, for example, might alternatively use the software to test specific scenarios of pore-pressure evolution with time due to injection from wells in a localized area. Although large portions of the Permian Basin are known to be overpressured and underpressured at certain stratigraphic intervals (e.g., Orr, 1984; Doser et al., 1992; Rittenhouse et al., 2016), for the sake of simplicity in this whole-basin demonstration, we initially assume hydrostatic conditions ($P_P = 9.8 \text{ MPa/km} \approx 0.43 \text{ psi/ft}$). In general, hypocentral depths for potentially damaging injection-triggered earthquakes are within the upper crystalline basement (e.g., Zhang et al., 2013; Walsh and Zoback, 2015), for which little pore-pressure information is available but for which hydrostatic values are reasonable (Townend and Zoback, 2000).

State of stress in the Permian Basin

Figure 1 shows all reliable $S_{H_{max}}$ orientations and an interpolated view of the A_{ϕ} parameter across the Permian Basin. Throughout the Midland Basin, the eastern part of the Permian Basin, the stress field is remarkably consistent, with $S_{H_{max}}$ oriented ~east—west (with modest rotations of $S_{H_{max}}$ in some areas) and $A_{\phi} \approx 1.0$ (indicative of normal/strike-slip faulting). The stress field is more extensional in the Val Verde Basin to the south, with $A_{\phi} \approx 0.7$. Few $S_{H_{max}}$ orientations are presently available in that subbasin, but $S_{H_{max}}$ is northwest—southest in the western part of the basin and appears to be ~northeast—southwest in the central part of the basin. This is similar to the stress state seen farther to the southeast, where $S_{H_{max}}$ follows the trend of the growth faults that strike subparallel to the Gulf of Mexico coastline (Lund Snee

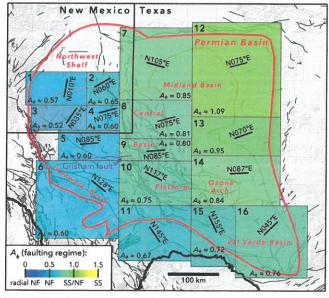


Figure 2. Map of study areas chosen for FSP analysis on the basis of broadly similar stress conditions. Text annotations indicate representative S_{Hmax} orientation and relative principal stress magnitudes (A_{ϕ} parameter) for each study area based on the data presented in Figure 1. Gray lines in the background indicate fault traces compiled from Ewing et al. (1990), Green and Jones (1997), Ruppel et al. (2005), and the USGS Quaternary Faults and Folds Database (Crone and Wheeler, 2000), to which we apply FSP analysis.

and Zoback, 2016). Along the Central Basin Platform, S_{Hmax} is generally ~east-west but rotates slightly clockwise from east to west, with $A_{\phi} \sim 0.8-1.0$. In the Delaware Basin, the stress field is locally coherent but rotates dramatically by ~150° clockwise from north to south across the basin. In the western part of Eddy County, New Mexico, S_{Hmax} is ~north-south (consistent with the state of stress in the Rio Grande Rift; Zoback and Zoback, 1980) but rotates to ~east-northeast-west-southwest in southern Lea County, New Mexico, and the northernmost parts of Culberson and Reeves counties, Texas. It should be noted that where rapid stress rotations are observed in the Delaware Basin are areas with low values of A_{\bullet} (indicative of relatively small differences between the horizontal stresses) and elevated pore pressure (Rittenhouse et al., 2016), making it possible for relatively minor stress perturbations to cause significant changes in stress orientation (e.g., Moos and Zoback, 1993).

 S_{Hmax} continues to rotate clockwise southward in the Delaware Basin to become ~N155°E in western Pecos County, westernmost Val Verde Basin, and northern Mexico (Suter, 1991; Lund Snee and Zoback, 2016). On the Northwest Shelf, A_{ϕ} varies from ~0.5 (normal faulting) in north Eddy County to ~0.9 (normal and strike-slip faulting) further east. S_{Hmax} rotates significantly across the Northwest Shelf as well, from ~north—south in northwest Eddy County to ~east-southeast—west-northwest in northern Lea and Yoakum counties.

Slip potential on mapped faults

Figure 3 shows the results of our fault slip potential analysis for all study areas across the Permian Basin. We selected a color scale in which dark green lines represent faults with ≤5% probability of being critically stressed at the specified pore-pressure increase; dark red indicates faults with ≥45% fault slip potential; and yellow, orange, and light red represent intermediate values. The results shown in Figure 3 indicate that high fault slip potential is expected for dramatically different fault orientations across the basin, reflecting the varying stress field. In the northern Delaware Basin and much of the Central Basin Platform, for example, faults striking ~east-west are the most likely to slip in response to a fluid-pressure increase. However, farther south in the southern Delaware Basin, faults striking northwest-southeast are the most likely to slip, and ~east-west-striking faults have relatively low slip potential. Notably, we find high slip potential for large fault traces mapped across the southern Delaware Basin and Central Basin Platform, and along the Matador Arch. Figure 3 also indicates the faults that are unlikely to slip in response to a modest fluid-pressure increase. We find that large groups of mostly north-south-striking faults, predominantly located along the Central Basin Platform, the western Delaware Basin, and large parts of the Northwest Shelf have low fault slip potential at the modeled fluid-pressure perturbation. Knowing the orientations of faults that are unlikely to slip at a given fluid-pressure perturbation can be of great value because it provides operators with practical options for injection sites. Probabilistic geomechanical analysis of the type enabled by the FSP software is especially useful in areas with complex fault patterns. Figure 4 shows a larger-scale view of Area 10, an area of particularly dense faults. In Figure 4, it is clear that even

seemingly minor variations in fault strike can significantly change the fault slip potential.

Figures 3 and 4 illustrate the locations of earthquakes that have been recorded since 1970 in relation to the mapped faults. It is noteworthy that many earthquakes have occurred away from faults mapped at this regional scale, with the most obvious examples being groups of events described earlier, near the Dagger Draw Field (southeast New Mexico); the Cogdell Field (near Snyder, Texas); a group around the town of Pecos, Texas; and a recent group of mostly M < 2 events between the towns of Midland and Odessa, Texas. As the earthquakes undoubtedly occurred on faults, this observation underscores the necessity of developing improved subsurface fault maps, particularly for use in areas that might experience injection-related pore-pressure increases. Nevertheless, Figures 3 and 4 also show a number of earthquakes that may have occurred on mapped faults for which we estimate elevated fault slip potential. Of particular note are the recent (2009–2017) earthquakes in southeastern Reeves and northwestern Pecos counties, Texas, of which an appreciable number occurred on or

near yellow or orange faults. Potentially active faults are identified near some towns in the Permian Basin, including Odessa (Figure 3) and Fort Stockton, Texas (Figure 4). In some areas, such as northern Brewster County, Texas, and parts of the northern Central Basin Platform, earthquakes occurred on or near orange or red faults that have relatively short along-strike lengths, making the faults appear fairly insignificant at this scale. In the area of active seismicity in Pecos and Reeves counties, we estimate relatively high slip potential for several significantly larger faults (>20 km along-strike length) on which few or no earthquakes have been recorded thus far (Figures 3 and 4). Larger faults are of particular concern for seismic hazard because they are more likely to extend into basement and, therefore, to potentially be associated with larger magnitude earthquakes.

As labeled in Figure 3, a number of regional-scale faults are known to exist in this area (Walper, 1977; Shumaker, 1992; Yang and Dorobek, 1995). The Permian Basin overlies a major boundary separating Precambrian-age lithospheric basement domains (Lund et al., 2015), and its crystalline "basement" hosts numerous major

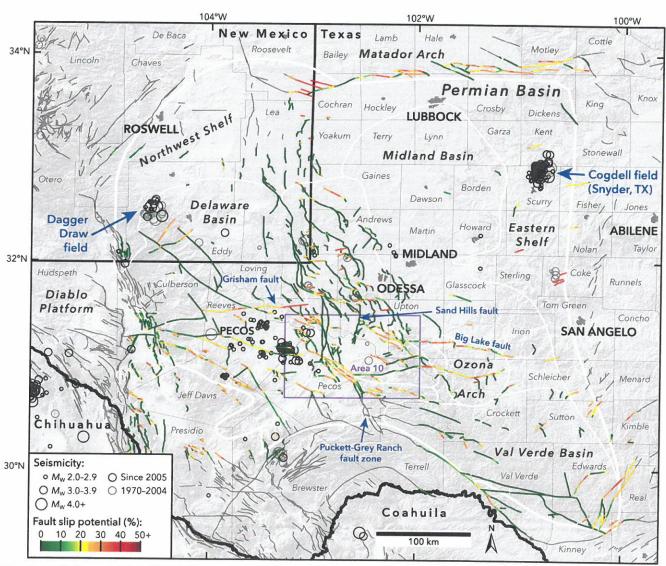


Figure 3. Results of our probabilistic FSP analysis across the Permian Basin. Data sources are as in Figures 1 and 2.

structures that have been repeatedly activated during subsequent plate collisions and rifting events (Kluth and Coney, 1981; Thomas, 2006). One notable example is the east-west-striking Grisham Fault (also referred to as the Mid-Basin Fault), which is between the rift margin of the Rodinia supercontinent and the boundary between the Shawnee and Mazatzal basement domains. The Grisham Fault is of particular importance for understanding the potential for induced seismicity in the Permian Basin because it is laterally extensive, offsets basement, and may have high slip potential. The upper part of Figure 5 (and Figure 3) shows a scenario in which the stresses resolved on the Grisham Fault are representative of Area 5, with S_{Hmax} oriented N085°E. However, the measured stress field changes dramatically from north to south across the Grisham Fault (Figures 1 and 2), presenting uncertainty about the stresses resolved upon the fault, reflected by its close proximity to Area 6, with a generalized S_{Hmax} orientation of N128°E. The lower part of Figure 5 shows the Grisham Fault in detail if the stress field shown in Area 6, just to the south, was appropriate. Needless to say, in the stress field represented by Area 5, fault segments oriented east-west are expected to have high probability of being critically stressed in response to a pore-pressure increase, but nearby west-northwest-east-southeast-striking faults

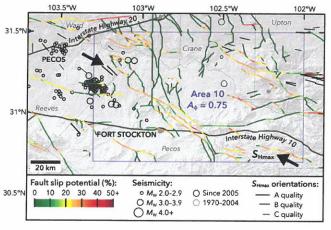


Figure 4. Large-scale view of the results of FSP analysis in Area 10 (location shown in Figures 2 and 3). Data sources are as in Figures 1 and 3.

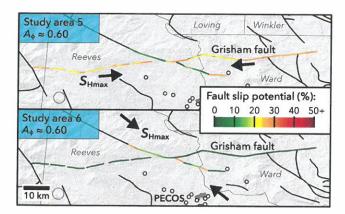


Figure 5. Map comparing the results of fault slip potential analysis on the Grisham (Mid-Basin) fault and selected nearby structures (locations shown in Figure 3) for stress conditions of Area 5 (S $_{\text{Hmax}}$ N085°E \pm 8°; top panel) and Area 6 (S_{Hmax} N128°E ± 15°; bottom panel). Symbols as in Figures 3 and 4.

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have relatively low fault slip potential. In contrast, inclusion within the Area 6 stress field would result in low expected fault slip potential on the east-west segments but high values on the west-northwest-eastsoutheast-striking segments.

The results shown in Figures 3-5 are not intended to provide a definitive view of the fault slip potential across this complex basin, nor do they constitute a seismic hazard map. While the stress field is complicated in this area, the changes in the stress field are coherent and mappable. We consider the greatest uncertainties in the map to be the lack of knowledge of subsurface faults and the magnitude and extent of potential pore-pressure changes in areas where increased wastewater injection may occur in the future, especially wastewater injection that might change pore pressure on basement faults. Operators wishing to use the FSP tool to screen sites for fluid injection should use detailed fault maps that are specific to the injection interval, the underlying basement, and any intervening units, which take into account geometric uncertainties.

Conclusions

As part of our stress mapping across the U.S. midcontinent, we have collected hundreds of S_{Hmax} orientations within the Permian Basin, and we also map the faulting regime across the region. Our new data reveal dramatic rotations of S_{Hmax} within the Delaware Basin and Northwest Shelf but relatively consistent stress orientations elsewhere. The rapid stress rotations in the Delaware Basin are observed in areas with relatively small differences between the horizontal stresses and with elevated pore pressure, making it easier for stress perturbations to cause significant changes in the stress field.

We show how the FSP software package can be used as a quantitative screening tool to estimate the fault slip potential in a region with large variations of the stress field, and accounting for uncertainties in stress measurements, rock properties, fault orientations, and fluid pressure. Although many historical earthquakes have occurred away from mapped faults in this area, we find that a number of earthquakes have occurred on or near faults for which there is high fault slip potential under the modeled conditions.

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DECLARATION OF STEVEN NAVE

- I, Steven Nave, declare under penalty of perjury under the law of New Mexico that the following is true and correct to the best of my knowledge and belief.
- 1. I am over eighteen (18) years of age and am otherwise competent to make this declaration.
- 2. I am the president of Nave Oil and Gas, which is a fishing tool company that performs fishing operations in several areas, including the area of Southeastern, New Mexico.
- 3. I worked as a fisherman for Star Tool Company, a fishing tool company, from 1980 until 2001. I later became a partner in Star Tool Company until that company was sold. I then later started my own company, Nave Oil and Gas, which also performs fishing operations. Over the years, I have developed expertise in fishing operations and I have performed fishing operations on Devonian salt water disposal wells located within Southeastern, New Mexico.
- 4. I am familiar with tubing and casing design requested by NGL Water Solutions Permian, LLC which consists of using tapered string tubing that is 7" x 5 1/2".
- 5. I have been informed that NGL's wells will be isolated to the Devonian and Silurian formations and will have four strings of casing protecting the fresh water, the salt interval, the Permian aged rocks through the Wolfcamp formation, and the depths to the top of the Devonian. There is a liner, and the deepest casing is 7 5/8", which will be cemented and cement will be circulated.
- 6. Based on my experience as a fisherman, it is my opinion that there is sufficient clearance between the 7 5/8" 39 pounds per foot or less casing and the proposed 5 ½" tubing to

perform fishing operations. My company regularly performs fishing operations in situations involving similar dimensions and clearances.

- 7. Fishing can be performed through different methods when 7 5/8" 39 pounds per foot or less casing and the proposed 5 ½" tubing is utilized; such as through the use of overshot tools, spear fishing tools, and (if needed) cutting tools.
- 8. The use of 7 5/8" 39 pounds per foot or less casing and the proposed 5 $\frac{1}{2}$ " tubing will actually allow for the use of a wider variety of fishing tools that cannot typically be used within salt water disposal wells equipped with smaller tubing and casing sizes. This is because there is more room to run tools through the inside of the tubing. Additionally, it is my opinion that it is easier to perform fishing operations when 5 $\frac{1}{2}$ " tubing is used.
- 9. Recently, I supervised a fishing job which involved a horizontal Wolfcamp well which was equipped with casing with a diameter of 7 5/8" 39 pounds per foot or less and casing with a diameter of 5 ½". In that situation, my company was able to mill off the collar and use overshot tools to latch on to the piping that needed to be fished out of the well.
- 10. In my opinion, fishing operations could be successfully performed even at deeper depths for Devonian disposal wells provided that a sufficient rig is obtained for the operation.

[Signature Page Follows.]

Steven Nave Stelhan Nave



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

APPLICATION OF NGL WATER SOLUTIONS PERMIAN, LLC TO AMEND ADMINISTRATIVE ORDERS SWD-1724 AND SWD 1711 FOR SALT WATER DISPOSAL WELLS IN EDDY COUNTY, NEW MEXICO

CASE NO. 16426

AFFIDAVIT

| STATE OF NEW MEXICO |) |
|----------------------|-------|
| |) ss. |
| COUNTY OF BERNALILLO |) |

Deana M. Bennett, attorney in fact and authorized representative of NGL Water Solutions Permian, LLC., the Applicant herein, being first duly sworn, upon oath, states that the above-referenced Application was provided under the notice letter and that proof of receipt is attached hereto.

Deana M. Bennett

SUBSCRIBED AND SWORN to before me this $3^{\rm rd}$ day of October, 2018 by Deana M. Bennett.

OFFICIAL SEAL

Karlene Schuman

NOTARY PUBLIC
STATE OF NEW MEXICO

Notary Public

My commission expression Expires:

Zina Crum Modrall Sperling 500 4th Street NW Suite 1000 Albuquerque NM 87102





Firm Mailing Book ID: 150152

| Rest.Del.Fee | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice |
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| R.R.Fee | \$1.50 | \$1.50 | \$1.50 | \$1.50 | \$1.50 | \$1.50 | \$1.50 | \$1.50 | \$1.50 | \$1.50 | \$1.50 | \$1.50 | \$1.50 | \$1.50 | \$1.50 |
| Fee | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 |
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| Name, Street & P.O. Address | Barbara Carter 24 Condessa Road Santa Fe NM 87508 | BK EXPLORATION CORP 10159 E 11th Suite 401 Tulsa OK 74128 | BTA OIL PRODUCERS, LLC 104 S Pecos Midland TX 79701 | BUREAU OF LAND MGMT 301 Dinosaur Trail Santa Fe NM 87508 | Caki Family Limited Partnership 3721 Pallos Verdas Dallas TX 75229 | Caren Gall Lucas Exempt Trust P.O. Box 90621 Austin TX 78709 | Catherine Gall Parker and Craig Parker Exempt Trust 3721 Pallos Verdas Dallas TX 75229 | CHEVRON MIDCONTINENT, L.P. 6301 Deauville Blvd Midland TX 79706 | CHEVRON U S A INC P.O. Box 2100 Houston TX 77252 | CHEVRON U S A INC 6301 DEAUVILLE BLVD MIDLAND TX 79706 | COG OPERATING LLC 550 W Texas Midland TX 79701 | CrownRock Minerals, L.P. P.O. Box 51933 Midland TX 79710 | Edmund T. Anderson, IV 2521 Humble Midland TX 79705 | Edmund T. Anderson, IV, Trustee for the Mary Anderson Boll Family Trust 2521 Humble Midland TX 79705 | Emma U. Carrasco P.O. Box 26 Loving NM 88256 |
| Article Number | 9314 8699 0430 0050 3016 63 | 9314 8699 0430 0050 3016 70 | 9314 8699 0430 0050 3016 87 | 9314 8699 0430 0050 3016 94 | 9314 8699 0430 0050 3017 00 | 9314 8699 0430 0050 3017 17 | 9314 8699 0430 0050 3017 24 | 9314 8699 0430 0050 3017 31 | 9314 8699 0430 0050 3017 48 | 9314 8699 0430 0050 3017 55 | 9314 8699 0430 0050 3017 62 | 9314 8699 0430 0050 3017 79 | 9314 8699 0430 0050 3017 86 | 9314 8699 0430 0050 3017 93 | 9314 8699 0430 0050 3018 09 |
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Albuquerque NM 87102 Zina Crum Modrall Sperling 500 4th Street NW Suite 1000

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| | Firm Mailing Book ID: 150152 | Reference Rest.Del.Fee | 87806-0003 \$0.00 Notice | 87806-0003 \$0.00 Notice | 87806-0003 \$0.00 Notice | 87806-0003 \$0.00 Notice | \$7806-0003 \$0.00 Notice | \$7806-0003 \$0.00 Notice | 87806-0003 \$0.00 Notice | 87806-0003 \$0.00 Notice | 87806-0003 \$0.00 Notice | 87806-0003 \$0.00 Notice | 87806-0003 \$0.00 Notice | 87806-0003 \$0.00 Notice | \$7806-0003 \$0.00 Notice | \$7806-0003 \$0.00 Notice | \$7806-0003 \$0.00 Notice |
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| | | Fee | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$3.45 |
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| Type of Wa | | Name, Street & P.O. Address | EOG Y RESOURCES 104 S 4th Street Artesia NM 88210 | Guitar Holding Company, L.P. P.O. Box 58 Abilene TX 79604 | Guitar Land & Cattle, LP P.O. Box 2213 Abilene TX 79604 | Honey's Heritage LP P.O. Box 833206 Richardson TX 75083 | Jeri A. Mangum, First Financial as Trustees of the Carol Gibson Trust and Cynthia Rhodes Trust P.O. Box 701 Abilene TX 79604 | JMA Oil Properties, Ltd, Whose General Partner is JMA Management, LLC P.O. Box 58 Abilene TX 79604 | JPH Holdings, LP 4400 Arcady Dallas TX 75205 | KEY ENERGY SERVICES, LLC P.O. Box 99 2105 Avenue O Eunice NM 88231 | LEGACY RESERVES OPERATING, LP 303 W Wall Suite 1600 Midland TX 79701 | LLANO NATURAL RESOURCES, LLC 4920 S. Loop 289, Suite 206 Lubbock TX 79414 | MARATHON OIL PERMIAN LLC 5555 San Felipe Street Houston TX 77056 | MATADOR PRODUCTION COMPANY 5400 Lbj Freeway, Ste 1500 Dallas TX 75240 | MEWBOURNE OIL CO PO Box 5270 Hobbs NM 88241 | MEWBOURNE OIL COMPANY LLC PO Box 7698 Tyler TX 75701 | MRC PERMIAN COMPANY 5400 LBJ Freeway, Suite 1500 Dallas TX 75240 |
| rling et NW e NM 87102 | | Article Number | 9314 8699 0430 0050 3018 16 | 9314 8699 0430 0050 3018 23 | 9314 8699 0430 0050 3018 30 | 9314 8699 0430 0050 3018 47 | 9314 8699 0430 0050 3018 54 | 9314 8699 0430 0050 3018 61 | 9314 8699 0430 0050 3018 78 | 9314 8699 0430 0050 3018 85 | 9314 8699 0430 0050 3018 92 | 9314 8699 0430 0050 3019 08 | 9314 8699 0430 0050 3019 15 | 9314 8699 0430 0050 3019 22 | 9314 8699 0430 0050 3019 39 | | 9314 8699 0430 0050 3019 53 |

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Zina Crum Modrall Sperling 500 4th Street NW Suite 1000 Albuquerque NM 87102

Line Type of Mailing: CERTIFIED

88/31/2018

Firm Mailing Book ID: 150152

| Rest.Del.Fee | Contents | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice | \$0.00 Notice |
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| Name, Street & P.O. Address | NEW MEYICO STATE I AND OFFICE | P.O. Box 1148 Santa Fe NM 87504 | NGL WATER SOLUTIONS PERMIAN, LLC 1509 W Wall St., Ste. 306 Midland TX 79701 | OCCIDENTAL PERMIAN LP 5 E GREENWAY PLAZA #110 HOUSTON TX 77046 | Oil Conservation Division District II 811 S. First St. Artesia NM 88210 | Oil Conservation Division District IV 1220 South St. Francis Drive Santa Fe NM 87505 | OXY USA INC P.O. Box 4294 Houston TX 77210 | OXY USA WTP LIMITED PARTNERSHIP P.O. Box 4294 Houston TX 77210 | Peter R. Carter 9320 Stratford Way Dallas TX 75220 | POLK LAND & MINERALS LP C/O GLEN WEBB PC 3300 S. 14th, Suite 206 ABILENE TX 79605 | ROCKCLIFF OPERATING NEW MEXICO LLC 1301 McKinney Steet, Suite 1300 Houston TX 77010 | RUBICON OIL & GAS, LLC 508 W. Wall Street, Suite 500, Midland TX 79701 | Ruth Ann Polk Caudle 15250 Prestonwood Blvd., #441 Dallas TX 75248 | Sally Carter Ballard 3616 133rd Street Lubbock TX 79423 | | SPINDLETOP OIL & GAS CO. P.O. Box 741988 Dallas TX 75374 |
| Article Number | 9314 8699 0430 0050 3019 60 | | 9314 8699 0430 0050 3019 77 | 9314 8699 0430 0050 3019 84 | 9314 8699 0430 0050 3019 91 | 9314 8699 0430 0050 3020 04 | 9314 8699 0430 0050 3020 11 | 9314 8699 0430 0050 3020 28 | 9314 8699 0430 0050 3020 35 | 9314 8699 0430 0050 3020 42 | 9314 8699 0430 0050 3020 59 | 9314 8699 0430 0050 3020 66 | | | | 7514 0095 0450 0050 5021 05 S |

Zina Crum Modrall Sperling 500 4th Street NW Suite 1000 Albuquerque NM 87102

Type of Mailing: CERTIFIED 208/31/2018

PS Form 3877



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| | Fee | \$3.45 | \$3.45 | \$3.45 | \$3.45 | \$169.05 | | |
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| dsn | Name, Street & P.O. Address | 9314 8699 0430 0050 3021 10 The Earl B. Guitar and Margaret Ann Guitar Revocable Trust P.O. Box 748 | Abilene TX 79604. The Emilio R. Villa Revocable Trust 1206 Bryan Circle Carlsbad NM 88220 | The Mary Guitar Polk Estate Limited Partnership 15250 Prestonwood Blvd., #441 Dallas TX 75248 | Truchas Peaks, LLC 110 Louisiana, Suite 500 Midland TX 79701 | Totals: | Doctor | cees Fostmaster: fice Name of receiving employee |
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| | 110 Levisiana Cuita 500 | 110 Louisiana, Suite 500 | 13250 Prestonwood Blvd., #441 | P O Box 749 | P.O. Box 741988 | 818 E Broadway St | 3616 133rd Street | 15250 Prestonwood Blvd., #441 | 508 W. Wall Street, Suite 500, | 3300 S 14th Suite 200 | 9320 Stratford Max | P.O. Box 4294 | P.O. Box 4294 | 1220 South St. Francis Drive | 811 S. First St. | 5 E GREENWAY PLAZA #110 | 1509 W Wall St., Ste. 306 | P.O. Box 1148 | 5400 LBJ Freeway, Suite 1500 | PO Box 7698 | PO Box 5270 | 5400 Lbj Freeway, Ste 1500 | 4920 S. Loop 289 Suite 206 | 303 W Wall Suite 1600 | P.O. Box 99 2105 Avenue O | 4400 Arcady | | | P.O. Box 833206 | P.O. Box 2213 | P.O. Box 58 | 104 S 4th Street | 75.21 H:mblc | 2521 Humble | 2521 Humble | F.O. BOX 51933 | 550 W Texas | 6301 DEAUVILLE BLVD | P.O. Box 2100 | 6301 Deauville Blvd | 3721 Pallos Verdas | P.O. Box 90621 | 3721 Pallos Verdas 301 Dinosaur Trail |
| Name 2 | | | | | | | | | | | | | | | | | | | | | | | | | | | 2 | Carol Gibson Trust and Cynthia Rhodes Trust | | | | | ily Truct | y it ust | | | | | | | Trust | | |
| | | | | Guitar Revocable Trust | | | | | | C/O GLEN WEBB PC | | | | | | | | | | | | | | | | | s JMA Management, LLC | Carol Gibson Trust and | | | | | Mary Anderson Roll Fam | wary mideladii boli rallii | | | | | | | raig Parker Exempl | | |
| Certified Mail Article Number Date Created Name 1 | 2018-08-31 12:25 PM Truchas Peaks, LLC | 2018-08-31 12:25 PM The Mary Guitar Polk Estate Limited Partnership | 2018-08-31 12:25 PM The Emilio R. VIIIa Revocable Trust | n Guitar | . & GAS CO. | 2018-08-31 12:25 PM Snow Oil & Gas | 2018-08-31 12-25 PM Ruth Ann Polic Candle | 2018-08-31 12:25 PM RUBICON OIL & GAS. LLC | 2018-08-31 12:25 PM ROCKCLIFF OPERATING NEW MEXICO LLC | 2018-08-31 12:25 PM POLK LAND & MINERALS LP | | 2018-08-31 12:25 PM OXY USA WTP LIMITED PARTNERSHIP | 2018-08-31 12:25 PM OXY USA INC | 2018-08-31 12:25 PM Oil Conservation Division District IV | 2018-08-31 12:25 PM Oil Conservation Division District II | 2018-08-31 12:25 PM OCCIDENTAL PERMIAN LP | 2010-06-31 12:25 PM NGL WATER SOLUTIONS PERMIAN, LLC | 2018-06-31 12:23 PIVI NEW MEXICO STATE LAND OFFICE | 2018-08-21 12-25 FINI MENDER OF CONTRACTOR | 2018-08-31 12:25 PM MEWROLIRNE OIL COMPANY LLC | 2018-08-31 12:25 PM MATADOR PRODUCTION COMPANY | 2018-08-31 12:25 PM MARATHON OIL PERMIAN LLC | 2018-08-31 12:25 PM LLANO NATURAL RESOURCES, LLC | 2018-08-31 12:25 PM LEGACY RESERVES OPERATING, LP | 2018-08-31 12:25 PM KEY ENERGY SERVICES, LLC | | | 2018-06-31 12:23 PM Jeff A. Mangum, First Financial as Trustees of the Carol Gibson Trust and 2018-08-31 12:25 PM Honew's Hosters I P | 2018-08-31 12:25 PM Guitar land & Cattle IP | 2018-08-31 12:25 PM Guitar Holding Company 1 P | 2018-08-31 12:25 PM EOG Y RESOURCES | 2018-08-31 12:25 PM Emma U. Carrasco | 2018-08-31 12:25 PM Edmund T. Anderson, IV. Trustee for the | | 2018-08-31 12:25 PM CrownRock Minerals. L.P. | 2018-08-31 12:25 PM COG OPERATING LIC | 2018-08-31 12:25 PM CHEVRON II S A INC | 2018-08-31 13-25 PM CHEVRON 11 S A INC | 2018-08-31 12:25 FIN CHEVRON O S A INC. 2018-08-31 12:25 FIN CHEVRON MIDCONTINENT 1 P. | | Craig Parker Exempt Trust Craig Parker Exempt Trust | 2018-08-31 12:25 PM Caren Gall Lucas Exempt Trust | 2018-08-31 12:25 PM BUREAU OF LAND MGMT |

2018-08-31 12:25 PM BTA OIL PRODUCERS, LLC 2018-08-31 12:25 PM BK EXPLORATION CORP 2018-08-31 12:25 PM Barbara Carter 9314869904300050301687 9314869904300050301670 9314869904300050301663

Midland Tulsa Santa Fe 104 S Pecos 10159 E 11th Suite 401 24 Condessa Road

09-13-2018 09-04-2018 09-06-2018 Return Receipt - Electronic Return Receipt - Electronic Return Receipt - Electronic Delivered Delivered Delivered 79701 74128 87508 ¥ 8 ₹

FAQs > (https://www.usps.com/faqs/uspstracking-faqs.htm)

Track Another Package +

Tracking Number: 9314869904300050302134

Remove X

The delivery status of your item has not been updated as of September 4, 2018, 9:11 pm. We apologize that it may arrive later than expected.

Alert

September 4, 2018 at 9:11 pm Awaiting Delivery Scan

| Get Updates V | Feedback |
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| Text & Email Updates | ~ |
| Return Receipt Electronic | V |
| Tracking History | \ |
| Product Information | \ |

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Can't find what you're looking for?

FAQs > (https://www.usps.com/faqs/uspstracking-faqs.htm)

Track Another Package +

Tracking Number: 9314869904300050302042

Remove X

Your package is moving within the USPS network and is on track to be delivered to its final destination. It is currently in transit to the next facility.

In-Transit

October 3, 2018 In Transit to Next Facility

| Get Updates V | Feedback |
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| Text & Email Updates | ~ |
| Return Receipt Electronic | ~ |
| Tracking History | ~ |
| Product Information | ~ |

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Can't find what you're looking for?

USPS Tracking[®]

FAQs > (https://www.usps.com/faqs/uspstracking-faqs.htm)

Track Another Package +

Tracking Number: 9314869904300050302103

Remove X

Your package is moving within the USPS network and is on track to be delivered to its final destination. It is currently in transit to the next facility.

In-Transit

September 10, 2018 In Transit to Next Facility

| Get Updates V | Feedback |
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| Text & Email Updates | ~ |
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Can't find what you're looking for?

FAQs > (https://www.usps.com/faqs/uspstracking-faqs.htm)

Track Another Package +

Tracking Number: 9314869904300050302042

Remove X

Your package is moving within the USPS network and is on track to be delivered to its final destination. It is currently in transit to the next facility.

In-Transit

October 3, 2018 In Transit to Next Facility

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FAQs > (https://www.usps.com/faqs/uspstracking-faqs.htm)

Track Another Package +

Tracking Number: 9314869904300050301953

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Your package is moving within the USPS network and is on track to be delivered to its final destination. It is currently in transit to the next facility.

In-Transit

September 6, 2018 In Transit to Next Facility

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| Product Information | ~ |

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Can't find what you're looking for?

FAQs > (https://www.usps.com/faqs/uspstracking-faqs.htm)

Track Another Package +

Tracking Number: 9314869904300050301915

Remove X

Your package is moving within the USPS network and is on track to be delivered to its final destination. It is currently in transit to the next facility.

In-Transit

September 6, 2018 In Transit to Next Facility

| Get Updates V | Feedback |
|---------------------------|----------|
| Text & Email Updates | ~ |
| Return Receipt Electronic | ~ |
| Tracking History | V |
| Product Information | ~ |

See Less ^

Can't find what you're looking for?

FAQs > (https://www.usps.com/faqs/uspstracking-faqs.htm)

Track Another Package +

Tracking Number: 9314869904300050301724

Remove X

This is a reminder to arrange for redelivery of your item or your item will be returned to sender.

Delivery Attempt

Reminder to Schedule Redelivery of your item

Get Updates V

| | eed |
|---------------------------|-----|
| Text & Email Updates | ✓ × |
| Return Receipt Electronic | ~ |
| Tracking History | ~ |
| Product Information | ~ |

See Less ^

Can't find what you're looking for?

Go to our FAQs section to find answers to your tracking questions.

FAQs (https://www.usps.com/faqs/uspstracking-faqs.htm)

FAQs > (https://www.usps.com/faqs/uspstracking-faqs.htm)

Track Another Package +

Tracking Number: 9314869904300050301700

Remove X

This is a reminder to arrange for redelivery of your item or your item will be returned to sender.

Delivery Attempt

Reminder to Schedule Redelivery of your item

Get Updates ✓

| eed |
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| > back |
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See Less ^

Can't find what you're looking for?

Go to our FAQs section to find answers to your tracking questions.

FAQs (https://www.usps.com/faqs/uspstracking-faqs.htm)

FAQs > (https://www.usps.com/faqs/uspstracking-faqs.htm)

Track Another Package +

Tracking Number: 9314869904300050301694

Remove X

Your package is on its way to a USPS facility. Sign up to **get updates**, and we'll send you a delivery date and time when available.

Pre-Shipment

August 31, 2018 Pre-Shipment Info Sent to USPS, USPS Awaiting Item

| Get Updates V | Feedback |
|---------------------------|----------|
| Text & Email Updates | ~ |
| Return Receipt Electronic | ~ |
| Tracking History | ~ |
| Product Information | ~ |

See Less ^

Can't find what you're looking for?

CURRENT-ARGUS

AFFIDAVIT OF PUBLICATION

Ad No. 0001260733

MODRALL SPERLING PO BOX 2168

ALBUQUERQUE NM 87103

I, a legal clerk 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:

09/06/18

Legal Clerk

Subscribed and sworn before me this 6th of September 2018.

State of WI, County of Brown
NOTARY PUBLIC

My Commission Expires

CASE No. 16426: Notice to all affected parties, as devisees of Barbara Carter; BK EXPLORATION C ERS, LLC; BUREAU OF LAND MGMT; Caki Family Caren Gall Lucas Exempt Trust Catherine Gall Pa Exempt Trust; CHEVRON MIDCONTINENT, L.P.; (COG OPERATING LLC; CrownRock Minerals, L.P. COG OPERATING LLC; CrownRock Minerals, L.P. IV; Edmund T. Anderson, IV, Trustee for Mary And Trust; Emma U. Carrasco; EOG Y RESOURCES; CL.P.; Guitar Land & Cattle, LP; Honey's Heritage L First Financial as Trustees of the Carol Gibson Trustees Trust; JMA Oil Properties, Ltd, Whose General agement, LLC; JPH Holdings, LP; KEY ENERGY SRESERVES OPERATING, LP; LLANO NATURAL RITHON OIL PERMIAN LLC; MATADOR PRODUCTIC MEWBOURNE OIL CO; MEWBOURNE OIL COMPAMIAN COMPANY; NEW MEXICO STATE LAND OFF PERMIAN LP; OXY USA INC; OXY USA WTP LIMIT TER. Carter; POLK LAND & MINERALS LP; ROCK NEW MEXICO LLC; RUBICON OIL & GAS, LLC; RU NEW MEXICO LLC; RUBICON OIL & GAS, LLC; RU Sally Carter Ballard; Snow Oil & Gas; SPINDLETO Earl B. Guitar and Margaret Ann; The Emilio R. Vill The Mary Guitar Polk Estate Limited Partnership; LLC of NGL Water Solutions Permian, LLC's appliministrative Orders SWD-1724 and SWD 1711 for S Wells in Eddy County, New Mexico. The State of New its Oil Conservation Division, hereby gives notice that conduct a public hearing at 8:15 a.m. on September 2 er this application. Applicant seeks an order from the the size of tubing approved by the Division in adminis SWD-1724 and SWD-1711 for its Striker 1 SWD No. 1 ar No. 2 salt water disposal wells. Applicant further seek maximum injection rate of 50,000 bbls per day, and t maximum surface pressure of 2,750 psi for the Strike and 2,655 psi for the Alpha SWD Well No. 2 well. The located in Sections 15 and 18, Township 23 South, Rar NMPM, Eddy County, New Mexico. Said area is locate miles north of Loving, New Mexico. Pub: Sept. 6, 2018 Legal #1260733

> TARA MONDLOCH Notary Public State of Wisconsin