Received by OCD: 9/3/2019 11:53:00 AM

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF VISTA DISPOSAL SOLUTIONS LLC, FOR A SALT WATER DISPOSAL WELL, IN LEA COUNTY, NEW MEXICO.

Case N	In		

APPLICATION FOR SALT WATER DISPOSAL

Vista Disposal Solutions LLC, by and through its undersigned attorney, applies for an order approving a salt water disposal well, and in support thereof, states:

- 1. Applicant seeks an order proposing a salt water disposal well its Charles Federal SWD #1, to drilled at a location 1,368' FNL and 1,885' FWL, Unit F, Section 35, Township 25 South, Range 32 East, N.M.P.M., Lea County, New Mexico.
- 2. Applicant proposes to set a packer at 17,455' feet below the surface of the earth and then inject into the Devonian-Silurian formation at depths between 17,475' through 18,770' open hole, as stated in the attached C-108.
 - 3. Attached hereto as Exhibit A is the C-108.
 - 4. The granting of this application will prevent waste and protect correlative rights.

WHEREFORE, Applicant requests that, after notice and hearing, the Division enter its order approving this application.

Respectfully submitted,

PADILLA LAW FIRM, P.A.

/s/ ERNEST L. PADILLA

ERNEST L. PADILLA, Attorney for Vista Disposal Solutions, LLC PO Box 2523 Santa Fe, New Mexico 87504 505-988-7577 padillalaw@gwestoffice.net 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: Vista Disposal Solutions, LLC
	ADDRESS: 12444 NM 10th St., Building G, Suite 202-512, Yukon, OK 73099
	CONTACT PARTY Nate Alleman PHONE: 918-382-7581
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: Dan Arthur, P.E., SPEC TITLE: President/Chief Engineer
	SIGNATURE: 12/2019 DATE: 8/12/2019
	E-MAIL ADDRESS: darthur@all-llc.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:

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.

Application for Authorization to Inject Well Name: Charles Federal SWD #1

III - Well Data (The Wellbore Diagram is included as Attachment 1)

A.

(1) General Well Information:

Operator: Vista Disposal Solutions, LLC (OGRID No. 329051) Lease Name & Well Number: Charles Federal SWD #1 Location Footage Calls: 1,368 FNL & 1,885' FWL Legal Location: Unit Letter F, S35 T25S R32E

Ground Elevation: 3,363'

Proposed Injection Interval: 17,475' - 18,770'

County: Lea

(2) Casing Information:

Туре	Hole Size	Casing Size	Casing Weight	Setting Depth	Sacks of Cement	Estimated TOC	Method Determined
Surface	24"	20"	133.0 lb/ft	805'	965	Surface	Circulation
Intermediate 1	14-3/4"	13-3/8"	68.0 lb/ft	4,800'	1,100	Surface	Circulation
Intermediate 2	12-1/4"	9-5/8"	53.5 lb/ft	14,100'	4,680	Surface	Circulation
Liner	8-1/2"	7-5/8"	39.0 lb/ft	17,475	280	13,900	CBL

(3) Tubing Information:

4-1/2" (composite weight string) of fiberglass-coated tubing with setting depth of 17,455'

(4) Packer Information: Lok-set or equivalent packer set at 17,455'

В.

(1) Injection Formation Name: Devonian and Silurian-Fusselman formations

Pool Name: SWD; DEVONIAN - SILURIAN

Pool Code: 97869

- (2) Injection Interval: Open-hole injection between 17,475' 18,770'
- (3) Drilling Purpose: New Drill for Salt Water Disposal
- (4) Other Perforated Intervals: No other perforated intervals exist.
- (5) Overlying Oil and Gas Zones: Below are the approximate formation tops for known oil and gas producing zones in the area.
 - Delaware (4,800')
 - Bone Springs (9,100')
 - Wolfcamp (11,900')
 - Atoka (14,250')
 - Morrow (15,000')

Underlying Oil and Gas Zones: No underlying oil and gas zones exist.

V – Well and Lease Maps

The following maps are included in Attachment 2:

- 2-mile Oil & Gas Well Map
- 2-mile Lease Map
- 1.5-mile Deep SWD Map (Devonian/Silurian SWDs)
- 1-mile Well Detail List
- Potash Lease Map

VI - AOR Well List

There are no wells within the 1-mile AOR that penetrate the proposed injection zone.

A list of the wells within the 1-mile AOR is included in Attachment 2.

VII – Proposed Operation

- (1) Proposed Maximum Injection Rate: 30,000 bpd Proposed Average Injection Rate: 15,000 bpd
- (2) A closed system will be used.
- (3) Proposed Maximum Injection Pressure: 3,495 psi (surface)
 Proposed Average Injection Pressure: approximately 1,500 2,000 psi (surface)
- (4) Source Water Analysis: It is expected that the injectate will consist of produced water from production wells completed in the Wolfcamp and Bone Springs formations. Analysis of water from these formations is included in *Attachment 3*.
- (5) Injection Formation Water Analysis: The proposed SWD will be injecting water into the Devonian and Silurian-Fusselman formations which is a non-productive zone known to be compatible with formation water from the Wolfcamp and Bone Springs formations. Water analyses from the Devonian-Silurian formation in the area are included in *Attachment 4*.

VIII - Geologic Description

The proposed injection interval includes the Devonian and Silurian-Fusselman formations from 17,475-18,770 feet. These formations consist of carbonates including light colored dolomite and chert intervals interspersed with some tight limestone intervals. Several thick sections of porous dolomite capable of taking water are present within the subject formations in the area.

The freshwater formation is the Rustler at a depth of approximately 780 feet. Water well depths in the area range from approximately 160 - 220 feet below ground surface.

IX – Proposed Stimulation Program

A small cleanup acid job may be used to remove mud and drill cuttings from the formation. However, no other formation stimulation is currently planned.

X - Logging and Test Data

Logs will be submitted to the Division upon completion of the well.

XI - Fresh Groundwater Samples

Based on a review of data from the New Mexico Office of the State Engineer, no groundwater wells are located within 1-mile of the proposed SWD location; therefore, no groundwater samples were collected in association with this application.

A water well map of the area is included in Attachment 5.

XII - No Hydrologic Connection Statement

No faulting is present in the area that would provide a hydrologic connection between the injection interval and overlying USDWs. Additionally, the casing program has been designed to ensure there will be no hydrologic connection between the injection interval and overlying USDWs. A letter from a knowledgeable and qualified expert stating that there is a low risk of seismic activity from the proposed injection activities is included in *Attachment 6*.

XIII - Proof of Notice

A Public Notice was filed with the Hobbs News-Sun newspaper and an affidavit is included in **Attachment 7**.

A copy of the application was mailed to the OCD District Office, landowner, and leasehold operators within 1-mile of the proposed SWD location. A list of the recipients, as well as delivery confirmations, are included in *Attachment 7*.

Attachment 1: Wellbore Diagram

Attachment 2: Area of Review Information:

- 2-mile Oil & Gas Well Map
- 2-mile Lease Map
- 1.5-mile Deep SWD Map (Devonian/Silurian SWDs)
- 1-mile Well Detail List
- Potash Lease Map

Attachment 3: Source Water Analyses

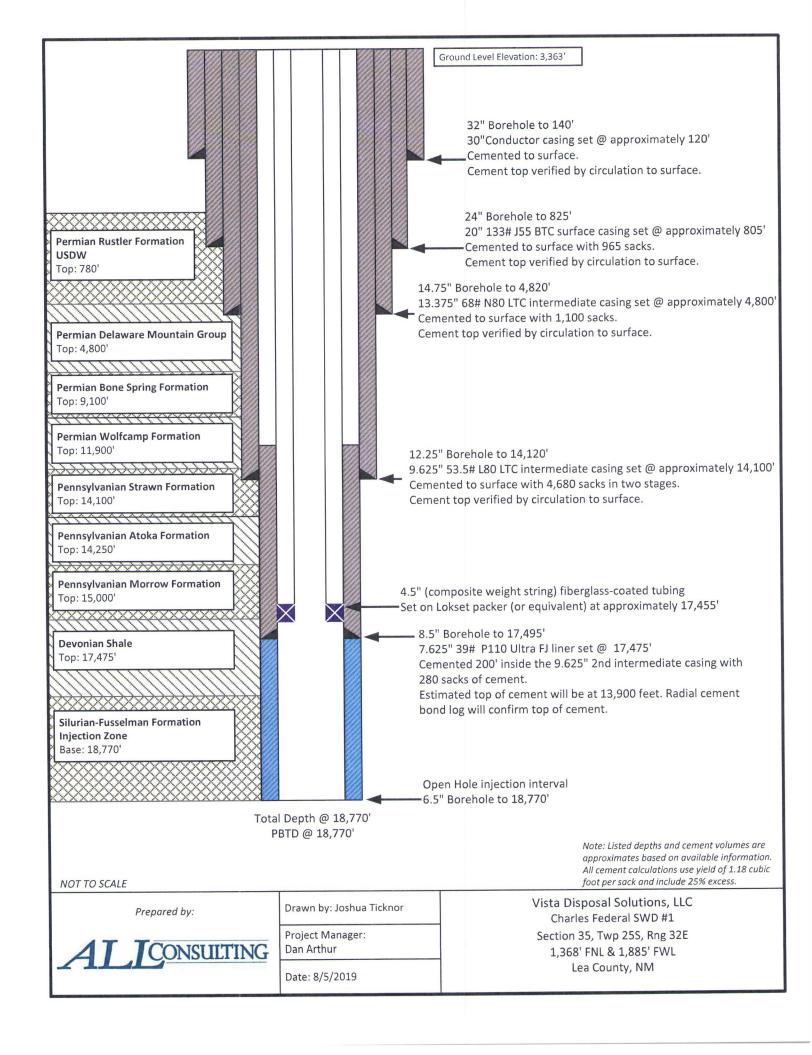
Attachment 4: Injection Formation Water Analyses

Attachment 5: Water Well Map and Well Data

Attachment 6: Induced Seismicity Assessment Letter

Attachment 7: Public Notice Affidavit and Notice of Application Confirmations

Wellbore Diagram



A-3 and AL-2 LOK-SET Retrievable Casing Packers

Product Family No. H64630 and H64628

APPLICATION

The A-3™ LOK-SET™ packer combines advantages of a retrievable packer with the features of a permanent packer. An ability to lock down tubing forces makes the A-3 suitable for a broad range of applications, including production, injection, zone isolation, and remedial operations. The AL-2™ LOK-SET packer is similar to the A-3, and has a larger bore.

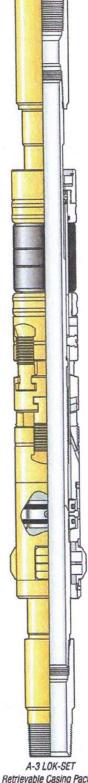
Advantages

- Holds pressure from above and below, without relying on set-down weight, tubing tension, or hydraulic hold down
- Provides tubing anchoring with tension applied, suitable for pumping wells or injection, controlling tubing forces related to change fluid temperatures
- Opposed, non-transferring, dovetail slips prevent packer movement associated with changing differential pressures, while allowing the landing of the tubing in tension, neutral or compression
- Right-hand tubing rotation controls setting and releasing
- Packing element compression locks in by ratcheting action of lock segments, which restricts rotation to one direction

Accessories

To provide a simple and reliable injection system for retrieving an injection string without having to unseat the packer:

L-10 or L-316 on-off sealing connectors, Product Family Nos. H68420 and H68422. Baker Hughes blanking plug can be used in the seating nipple profile of the on-off sealing connector to provide a means of plugging the lower zone while the tubing is being pulled.



Retrievable Casing Packer Product Family No. H64630

SPECIFICATION GUIDES

A-3" LOK-SET Retrievable Casing Packer, Product Family No. H64630

	Casing				Packer		
00		Weight *	Size	Nom	O	Max G Ring	
In I	mm	lb/ft		in.	mm	in.	mn
in.	101.6	9.5-12.9	41A2	1.500	38.1	3.244	82.4
4	144.3	21.6-23.6	41A2	1.500	38.1	3.244	82.4
4-1/2		9.5	41A4	1.500	38.1	3.423	112.4
4	101.6	18.8	41A4		20.4	3.423	112.4
		13.5-17.7	418	1.500	38.1	3.578	90.9
4-1/2	114.3	11.6-13.5	43A2			3.786	96.2
		9.5-10.5	43A4	1.978	50.2	3.786	96.2
		15-18	438			4.140	105.2
5	127.0		43C	1.978	50.2	4.265	108.3
		11.5–15	43C			4.265	108.3
		26	45A2			4.515	114.7
5-1/2	139.7	20-23	45A4	1.978	50.2	4.656	118.3
		15.5 -20	4584 45B			4.796	121.8
		13-15.5	45B			4.796	121.8
		26	456 45C	1.978	50.2	5.078	129.0
6	152.4	20-23	-	1.570	00.2	5.171	131.3
		15-18	45D			5.421	137.7
		34	45E	1.978	50.2	5.499	139.7
		24-32	45F	2.441	62.0	5.671	144.0
6-5/8	168.3	24	47A2	2.441	50.2	5.796	147.2
		17-24	45G	1.978	62.0	5.827	148.0
		17-20	47A4	2.441	02.0	5.671	144.0
		38	47A2			5.827	148.0
		32-35	47A4		62.0	5.983	152.0
7	177.8	26-29	4782	2.441	02.0	6.093	154.8
		23-26	47B4	-		6.281	159.5
		17-20	47C2			6.468	164.3
		33.7–39	47C4		62.0	6.687	169.9
7-5/8	193.7	24-29.7	4702	2.441	62.0	6.827	173.4
		20-24	4704				186.1
		44-49	49A2			7.327	-
8-5/8	219.1	32-40	49A4	3.500	88.9	7.546	191.7
		20-28	498			7.796	198.0
		47-53.5	51A2			8.234	209.1
9-5/8	244.5	4047	51A4	3.500	88.9	8.452	214.7
		29.3-36	51B			8.608	218.6

AL-2" Large Bore LOK-SET Retrievable Casing Packer Product Family No. H64628

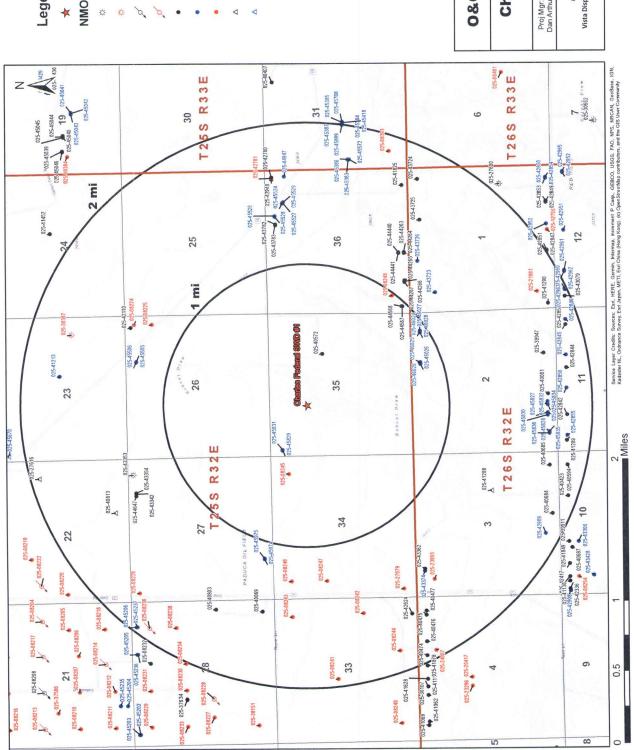
Cas	ino	E .			Pac	ker			
0		Weight *	Size	Non	ı ID	Max Gage	Ring OD	Max Dias Compressed	The second secon
in.	mm	lb/ft	1	ln.	mm	in.	mm	in.	mm
		20	45A2 x 2-3/8			4.562	115.9	4.592	116.6
5-1/2	139.7	15.5-17	45A4 x 2-3/8	2.375	60.3	4.656	118.3	4.750	120.7
		13	458 x 2-3/8			4.796	121.8	4.902	124.5
6	152.4	26	45B x 2-3/8	2.375	60.3	4.796	121.8	4.902	124.5

When selecting a packer for a casing weight common to two weight ranges (same OD), choose the packer size shown for the lighter of the two weight ranges. Example: for 7-in. (177.8 mm) OD 26 lb/ft casing use packer size 47B4. Under certain circumstances the other packer size may be run, such as when running in mixed casing strings.

Repair kits, including such items as packing elements, seal rings, etc., are available for redressing Baker Retrievable Packers. Contact your Baker Hughes representative. Use only Baker Hughes repair parts.

Area of Review Information:

- 2-mile Oil & Gas Well Map
- 2-mile Lease Map
- 1.5-mile Deep SWD Map (Devonian/Silurian SWDs)
- 1-mile Well Detail List
- Potash Lease Map



Legend

★ Proposed SWD

NMOCD O&G Wells

- Gas, Active (3)
- Gas, Plugged (1)
- Injection, Active (1)
- Injection, Plugged (7)
- Oil, Active (68) Oil, New (69)
- Salt Water Injection, Active (3) Oil, Plugged (47)
- Salt Water Injection, New (1)

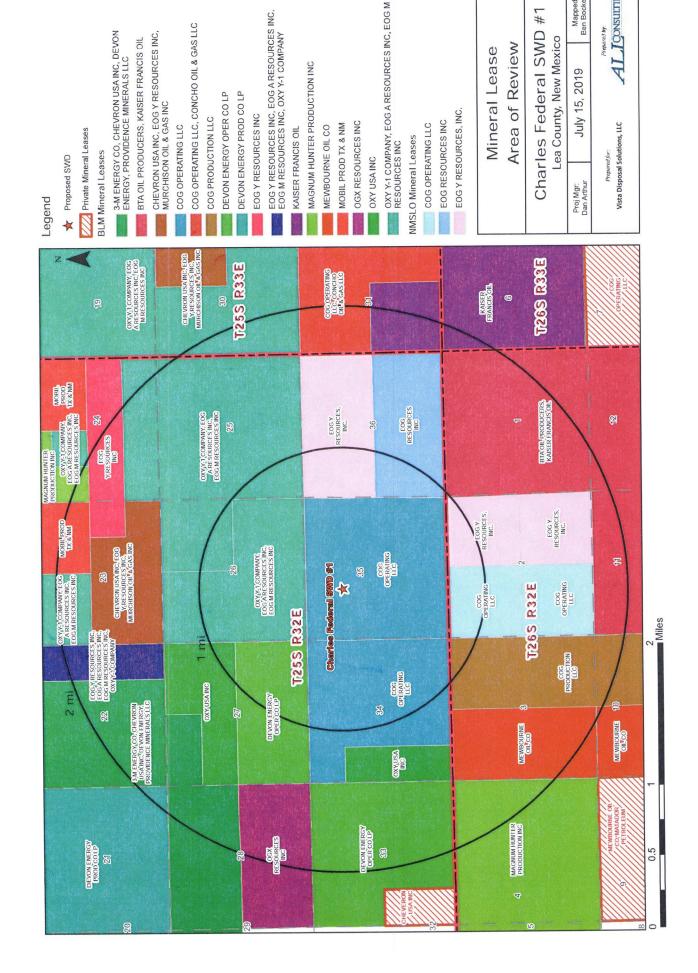
O&G Wells Area of Review

Charles Federal SWD #1

Mapped by: Ben Bockelmann Lea County, New Mexico July 09, 2019 Proj Mgr: Dan Arthur

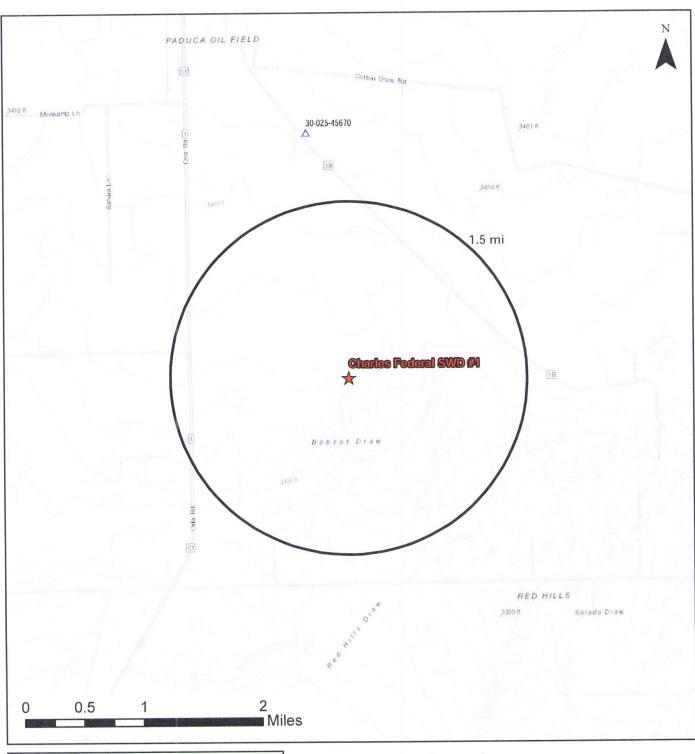
Vista Disposal Solutions, LLC

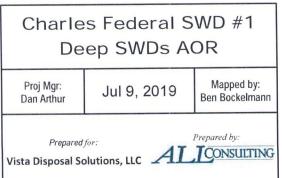
AL ICONSULTING



Mapped by: Ben Bockelmann

AL ICONSULTING



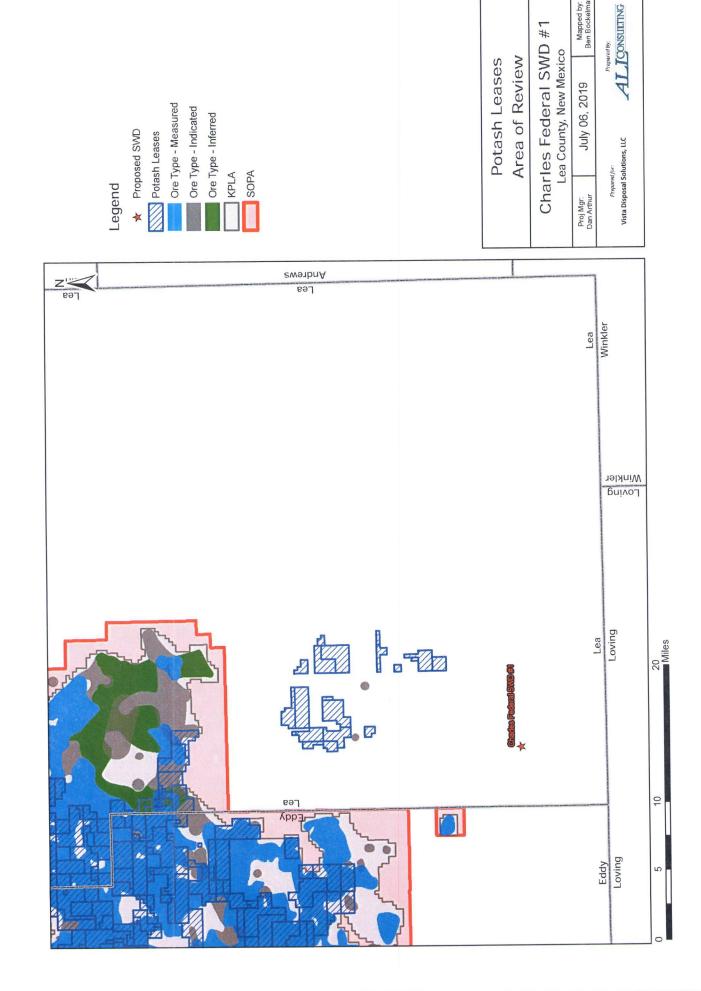


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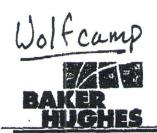
★ Proposed SWD Devonian/Silurian SWDs

△ Salt Water Injection, New (1)

	AOR	Tabulation f	AOR Tabulation for Charles Federal SWD #1 (Top of Injection Interval: 17,475')	ion Interval	17,475')		
Well Name	API#	Well Type	Operator	Spud Date	Spud Date Location (Sec., Tn., Rng.)	Total Vertical Depth (feet)	Penetrate Inj. Zone?
OLITIOTE 2 STATE COM #713H	30-025-46028	0	EOG RESOURCES INC	Not Drilled	A-02-26S-32E	Proposed (12,313)	No
OHIOTE 2 STATE COM #706H	30-025-46026	0	EOG RESOURCES INC	Not Drilled	B-02-26S-32E	Proposed (12,138)	No
OUILOTE 2 STATE COM #715H	30-025-46029	0	EOG RESOURCES INC	Not Drilled	B-02-26S-32E	Proposed (12,277)	No
OUIOTE 2 STATE COM #702H	30-025-46024	0	EOG RESOURCES INC	Not Drilled	A-02-26S-32E	Proposed (12,186)	No
OUIIOTE 2 STATE COM #711H	30-025-46027	0	EOG RESOURCES INC	Not Drilled	A-02-26S-32E	Proposed (12,329)	No
GFM 36 STATE COM #721H	30-025-44568	0	EOG RESOURCES INC	3/27/2018	M-36-25S-32E	12,545	No
OUILOTE 2 STATE COM #704H	30-025-46025	0	EOG RESOURCES INC	Not Drilled	B-02-265-32E	Proposed (12,153)	No
GFM 36 STATE COM #601H	30-025-44567	0	EOG RESOURCES INC	3/28/2018	M-36-25S-32E	12,027	No
HARRIER 35 FEDERAL COM #001H	30-025-40572	0	COG OPERATING LLC	6/12/2012	G-35-25S-32E	11,920	No
HARRIER FEDERAL COM #103H	30-025-45829	0	COG OPERATING LLC	Not Drilled	D-35-25S-32E	Proposed (9,200)	No
HARRIER FEDERAL COM #202H	30-025-45831	0	COG OPERATING LLC	Not Drilled	D-35-25S-32E	Proposed (9,300)	No
PRE-ONGARD WELL #001	30-025-08245	Plugged	PRE-ONGARD WELL OPERATOR (W.K. Byron)	5/22/1961	A-34-25S-32E	Plugged (4,747)	No
PRF-ONGARD WELL #001	30-025-08248	Plugged	PRE-ONGARD WELL OPERATOR (Judah Oil, LLC.)	12/2/1953	M-36-25S-32E	Plugged (4,953)	No
Notes: No wells within the 1-mile AOR penetrate the injection interval	etrate the injectior	interval.					



Source Water Analyses



Water Analysis

Date: 23-Aug-11

2708 West County Road, Hobbs NM 88240 Phone (575) 392-5556 Fax (575) 392-7307

PROME (3/3) 392-3330 1	W. (5/5) 575	-/30/	1	41	
Analyzed For	1	Broshy.	Draw 1	#/	
Company		Vell Name		County	State
		BD		Fca.	New Mexico
Sample Source	Swab Sa	mple	Sample t	Eddy	1-265-296
Formation			Depth		
Specific Gravity	1.170		SG	@ 60 °F	1.172
pH	6.30			Sulfides	Absent
Temperature (*F)	70		Reducin	g Agents	
Cations					
Sodium (Calc)	and the same and t	in Mg/L	77,962	in PPM	66,520
Calcium		in Mg/L	4,000	in PPM	3,413
Magnesium		in Mg/L	1,200	in PPM	1,024
Soluable Iron (FE2)		in Mg/L	10.0	in PPM	9
Anions				the state of the s	
Chlorides		in Mg/L	130,000	in PPM	110,922
Suitates		in Mg/L	250	in PPM	213
Bicarbonates		in Mg/L	127	in PPM	108
Total Hardness (as CaCC)3)	in Mg/L	15,000	in PPM	12,799
Total Dissolved Solids (C.	alc)	in Mg/L	213,549	in PPM	182,209
Equivalent NaCl Concent	ration	in Mg/L	182,868	in PPM	156,031
Scaling Tendencies					
*Calcium Carbonate Index Below 500,00		,000 - 1,000,00	0 Possible / Abov	re 1,000,000 Probebl	507,520
*Calcium Sulfate (Gyp) Inc					1,000,000
				# 10,000,000 Probeb	
"This Calculation is only an app treament.	roximation and	d is only valid	before treatmen	nt of a well or sever	ni weaks after

Remarks

RW=.048@70F

Sec 22, T25,5, R28E

Bone Spring

Sample Point:

WELLHEAD

North Permian Basin Region P.O. Box 740 Sundown, TX 79372-0740 (806) 229-8121 Lab Team Leader - Shellz Hernandez (432) 495-7240

Water Analysis Report by Baker Petrolite

Sales RDT: 33514.1 Company: Account Manager: TONY HERNANDEZ (575) 910-7135 Region: PERMIAN BASIN 534665 ARTESIA, NM Sample #: Area: PINOCHLE 'BPN' STATE COM Analysis ID #: 106795 Lease/Platform: Analysis Cost: \$90.00 Entity (or well #): UNKNOWN Formation:

Summary		A	nalysis of Sa	mple 534665 @ 75	F	
Sampling Date: 03/10/11	Anlons	mg/l	meq/I	Cations	mg/l	heem
Analysis Date: 03/18/11	Chlorida:	109618.0	3091.92	Sodium:	70275.7	3058.82
Analyst: SANDRA GOMEZ	Bicarbonate:	2135.0	34.99	Magneslum:	195.0	18.04
	Carbonate:	0.0	0.	Calcium:	844.0	42.12
TDS (mg/t or g/m3): 184911.1	Sulfate:	747.0	15.55	Strontium:	220.0	5.02
Density (g/cm3, tonne/m3): 1.113	Phosphale:			Barium:	0.8	0.01
Anion/Cation Ratio: 1	Borate:			Iron:	6.5	0.23
	Silicale:			Polassium:	889.0	22.22
				Aluminum:		
Carbon Dioxide: 0 50 PPM	Hydrogen Sulfide:		0 PPM	Chromlum:		
Oxygen:			,	Copper:		
Comments:	pH at time of sampling	g:	′ ′	Lead:		
Contained Ho.	pH at time of analysis	:		Manganese:	0.100	0
	pH used in Calculati	on:	7	Nickel:		
	bu need to caterian	on:	(Hickor.		

Cond	itions		Values C	alculated	at the Give	n Conditi	ons - Amou	ints of Sc	ale in lb/10	1dd 00		
	Gauge Press.		alcite aCO ₃		sum	1	ydrite aSO ₄		estite rSO ₄		rite 180 ₄	CO ₂ Press
Ŧ	psi	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	psi
80	0	1.08	188.52	-1.20	0.00	-1.18	0.00	-0.11	0.00	0.58	0.29	1.72
100	0	1.10	206.05	-1.29	0.00	-1.20	0.00	-0.15	0.00	0.35	0.29	2.35
120	0	1.12	224.17	-1.36	0.00	-1.19	0.00	-0.17	0.00	0.16	0.00	3.17
140	0	1.13	243.17	-1.42	0.00	-1.18	000	-0.18	0.00	0.00	0.00	4.21

Note 1: When assessing the severity of the acale problem, both the saturation Index (31) and amount of scale must be considered.

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO2 pressure is actually the calculated CO2 fugacity. It is usually nearly the same as the CO2 partial pressure.

Injection Formation Water Analyses

Wellname API STATE B COM #001 3002509716 FARNSWORTH FEDERAL #006 3002511860 ARNOTT RAMSAY NCT-B #003 3002511863				Vista Di	Professional	cions, LLC -	Vista Disposal Solutions, LLC - Devonian and Silurian-Fusselman Formations	nd Silinian Er	recolman For	nations					
	Annual Property of the Party of				The same			The Silding bill	describall of						
	Latitude	Longitude	Section Township Range	Range	Unit	Ftgns	Ftgew	County St	State Company	any Field	Formation	Tds_mgL C	hloride_mgL	Chloride_mgl_Bicarbonate_mgl_Suffate_mgl	Suffate_mgL
	16 32 17940	-103.2212524	36 245	36E	9	600N 1	1880W LE	LEA NM		CUSTER	DEVONIAN	176234	107400	128	1004
	50 32.0777	3002511950 32.077725 -103.162468	4 265	37E A	9	6 N099	3066	LEA NM		CROSBY	DEVONIAN	31931	20450	302	591
	63 32.09222	3002511863 32.092228 -103.1784439	32 255	37E A	9	9 N099	9099	LEA NM		CROSBY	DEVONIAN		100382	476	
	63 32.09222	3002511863 32.092228 -103.1784439	32 255	37E	A 6	9 N099	3099	LEA NM		CROSBY	DEVONIAN	158761			
	18 32.09948	3002511818 32.099484 -103.1656723	28 255	37E	1	19805	1981E LE	LEA NM		CROSBY	DEVONIAN	27506	15270	1089	1079
100	98 32.16474	3002511398 32.164749 -103.1273346	2 255	37E	A 6	9 NE99	EE0E LE	LEA NM		JUSTIS NORTH	DEVONIAN	105350	59300	099	4950
RAL #004	89 32.16112	3002511389 32.161129 -103.1241226	1 255	37E E	1	1980N 3	330W LE	LEA NM		JUSTIS NORTH	FUSSELMAN	80880	46200	340	3050
WESTATES FEDERAL #004 3002511389	89 32.16112	32.161129 -103.1241226	1 255	37E E	E 1	1980N 3	330W LE	LEA NM		JUSTIS NORTH	FUSSELMAN	84900	48600	840	2650
	89 32.16112	3002511389 32.161129 -103.1241226	1 255	37E E	1	1980N 3	330W LE	LEA NM		JUSTIS NORTH	FUSSELMAN	72200	41000	370	2960
WFSTATES FEDERAL #004 3002511389	89 32.16112	32.161129 -103.1241226	1 255	37E E	1	1980N 3	330W LE	LEA NM		JUSTIS NORTH	FUSSELMAN	00608	46200	340	3050
	89 32.16112	3002511389 32.161129 -103.1241226	1 255	37E E	1	1980N 3	330W LE	LEA NM		JUSTIS NORTH	FUSSELMAN	77600	44000	550	3240
	89 32.16112	3002511389 32.161129 -103.1241226	1 255	37E E	1	1980N 3	330W LE	LEA NM		JUSTIS NORTH	FUSSELMAN	135000	77000	029	5810
	89 32.16113	30,1241226	1 255	37E E	1	1980N 3	330W LE	LEA NM		JUSTIS NORTH	FUSSELMAN	114000	65000	280	5110
	89 32.1611.	32.161129 -103.1241226	1 255	37E E	1	1980N 3	330W LE	LEA NM		JUSTIS NORTH	FUSSELMAN	135000	77000	200	5320
	93 32.16212	3002511393 32.162121 -103.1241226	1 255	37E E	1	1620N 3	330W LE	LEA NM		JUSTIS NORTH	FUSSELMAN	91058	51020	376	
	93 32.16212	32.162121 -103.1241226	1 255	37E E	1	1620N 3	330W LE	LEA NM		JUSTIS NORTH	FUSSELMAN	86847	50450	363	2544
STATE Y #009 3002511777		32.10582 -103.1113434	25 255	37E	5	6 N066	990E	LEA NM		JUSTIS	FUSSELMAN	219570	129000	096	
STATE Y #009		32.10582 -103.1113434	25 255	37E #	A 9	6 N066	990E	LEA NM		JUSTIS	FUSSELMAN	163430	00096	290	
5 UNIT #023C	'60 32.1067.	3002511760 32.106728 -103.1184616	25 255	37E (. e	660N 2	2080W LE	LEA NM		JUSTIS	FUSSELMAN	63817	35870	360	
	64 32.1003	3002511764 32.100384 -103.1113434	25 255	37E	2	23105 9	306e	LEA NM		JUSTIS	FUSSELMAN	208280	124000	510	
104	32.0967	3002511784 32.096756 -103.1113434	25 255	37E F	p 9	9905	306e	LEA NM		JUSTIS	FUSSELMAN	184030	112900	68	1806

Water Well Map and Well Data



Legend

★ Proposed SWD

NMOSE PODS

Status

- Active (0)
- Pending (0)
- Change Location of Well (0)
 - - Capped (0) Plugged (0)
- Incomplete (0)
- Unknown (0)

Water Wells Area of Review

Charles Federal SWD #1 Lea County, New Mexico

Mapped by: Ben Bockelmann August 05, 2019

AL ICONSULTING

SWD Water Wells Owner Available Contact Information Owner Available Contact Information Owner Available Contact Information Owner Available Contact Information Owner Owner Available Contact Information Owner Ow	Contact Information Use Use				Water Well Sa	Water Well Sampling Rationale		
Owner Available Contact Information Use Sampling Required	Owner Available Contact Information Use Sampling Required				Vista Disposal Solutions, I	LLC - Charles Federal SWD #1		
	The second of the accorded CWD location	SWD	Water Wells	Owner	Available Contact Information	Use	Sampling Required	Notes
	1							
	1. 1							
	11 - 11- 11 - 11 - 11 - 11 - 11 - 11 -							

Induced Seismicity Assessment Letter

August 5, 2019

Mr. Phillip Goetze, P.G. NM EMNRD – Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

Subject: Induced Seismicity Potential Statement for the Charles Federal SWD #1

Dear Mr. Goetze,

This letter provides information regarding the seismic potential associated with injection operations associated with Vista Disposal Solutions, LLC (Vista), proposed Charles Federal SWD #1, hereinafter referred to as the "Subject Well."

As outlined herein, based on my experience as an expert on the issue of induced seismicity, it is my opinion that the potential for the proposed injection well to cause injection-induced seismicity is expected to be minimal, at best. This conclusion is based on (1) the lack of historic seismic activity and faulting in the area, (2) the low fault slip potential (FSP) of Precambrian faults in the area, (3) the presence of confining layers, and (4) the overall vertical distance between the proposed injection zone and basement rock.

The Subject Well, is located 1,368 FNL & 1,885 FWL of Section 35, in T25-S and R32-E of Lea County, New Mexico. Historically, the Eddy and Lea Counties area has experienced very limited recorded seismic activity (per the U.S. Geological Survey [USGS] earthquake catalog database). There has been one known seismic events located within a 25-mile radius of the proposed Subject Well. The closest recorded seismic event was a M2.9 that occurred on December 4th, 1984, and was located approximately 13.2 miles northeast of the Subject Well (See Exhibit 1). The closest Class IID well injecting into the same formations (Devonian-Silurian) of the Subject Well is approximately 2.1 miles to the north (See Exhibit 1).

Vista does not own either 2D or 3D seismic reflection data in the area of the Subject Well. Fault data from USGS indicates that the closest known fault is approximately 9.7 miles northeast of the Subject Well (See Exhibit 1).

In a recent paper written by Snee and Zoback (2018) entitled "State of Stress in the Permian Basin, Texas and New Mexico: Implications for Induced Seismicity,", the authors found that large groups of mostly north-south striking Precambrian basement faults, predominantly located along the Central Basin Platform, the western Delaware Basin, and large parts of the Northwest Shelf (which includes Eddy and Lea counties, New Mexico) have low FSP at the modeled fluid-pressure

Induced Seismicity Potential Statement for the Charles Federal SWD #1 August 5, 2019

perturbation. The map in Exhibit 2 depicts the low probability risk of FSP for the Delaware Basin and Northwest Shelf areas (Snee and Zoback 2018).

Geologic analysis indicates that the proposed Devonian-Silurian injection zone is overlain by approximately 200 to 400 feet of Woodford Shale, which is the upper confining zone and will serve as a barrier for upward injection fluid migration. Additionally, the Simpson Group that lies directly below the Montoya Formation will act as a lower confining zone to prohibit fluids from migrating downward into the underlying Ellenberger Formation and Precambrian basement rock. See the stratigraphic column for the Delaware Basin included in Exhibit 3.

In the Eddy and Lea Counties area of New Mexico, the Simpson Group is comprised of a series of Middle to Upper Ordovician carbonates, several sandstones, and sandy shales that range from approximately 350 to 650 feet thick (Jones 2008). This group of rocks is capped by the limestones of the Bromide Formation, which is approximately 200 feet thick in this area (Jones 2008). The closest deep well drilled into the Precambrian basement was completed by the Skelly Oil Company in 1975. This well is located in Section 17, Range 36E, Township 25S of Lea County (API No.30-025-25046) and encountered 602 feet of Ellenburger Formation before reaching the top of the Precambrian granite at a depth of 18,920 feet. Based on the estimated thickness of the Simpson Group and Ellenburger Formation in this area, the Precambrian basement should be approximately 1,000 to 1,200 feet below the bottom of the proposed injection zones in the Subject Well.

Conclusion

As an expert on the issue of induced seismicity, it is my opinion that the potential for the proposed injection well to cause injection-induced seismicity is expected to be minimal, at best. This conclusion is based on (1) the lack of historic seismic activity and faulting in the area, (2) the low FSP of Precambrian faults in the area, (3) the presence of confining layers, and (4) the overall vertical distance between the proposed injection zone and basement rock.

Sincerely, ALL Consulting

J. Daniel Arthur, P.E., SPEC President and Chief Engineer

Enclosures References Exhibits Induced Seismicity Potential Statement for the Charles Federal SWD #1 August 5, 2019

References

Induced Seismicity Potential Statement for the Charles Federal SWD #1 August 5, 2019

Ball, Mahlon M. 1995. "Permian Basin Province (044)." In *National Assessment of United States Oil and Gas Resources—Results, Methodology, and Supporting Data*. U.S. Geological Survey. https://certmapper.cr.usgs.gov/data/noga95/prov44/text/prov44.pdf (accessed June 18, 2018).

Green, G.N., and G.E. Jones. 1997. "The Digital Geologic Map of New Mexico in ARC/INFO Format." U.S. Geological Survey Open-File Report 97-0052. https://mrdata.usgs.gov/geology/state/state.php?state=NM (accessed June 14, 2018).

Jones, Rebecca H. 2008. "The Middle-Upper Ordovician Simpson Group of the Permian Basin: Deposition, Diagenesis, and Reservoir Development."

http://www.beg.utexas.edu/resprog/permianbasin/PBGSP members/writ synth/Simpson.pdf (accessed June 19, 2018).

Snee, Jens-Erik Lund, and Mark D. Zoback. 2018. "State of Stress in the Permian Basin, Texas and New Mexico: Implications for Induced Seismicity." *The Leading Edge* 37, no. 2 (February 2018): 127-34.

U.S. Geological Survey (USGS). No date. Earthquakes Hazard Program: Earthquake Catalog. https://earthquake.usgs.gov/earthquakes/search/ (accessed June 14, 2018).

Induced Seismicity Potential Statement for the Charles Federal SWD #1 August 5, 2019

Exhibits

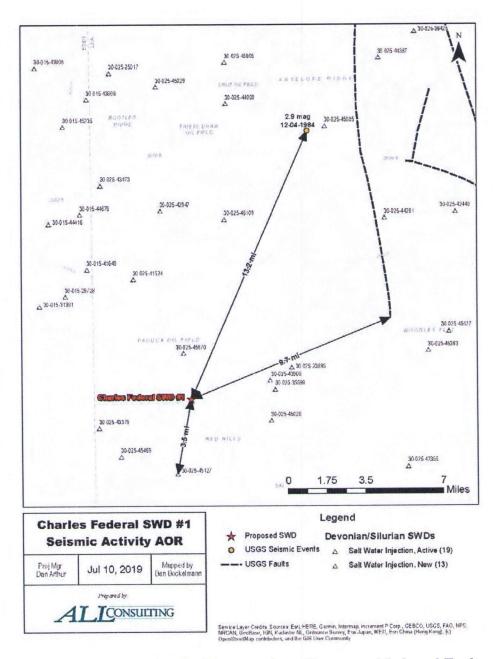


Exhibit 1. Map Showing the Distances from Known and Inferred Faults, Seismic Event, and Closest Deep Injection Well

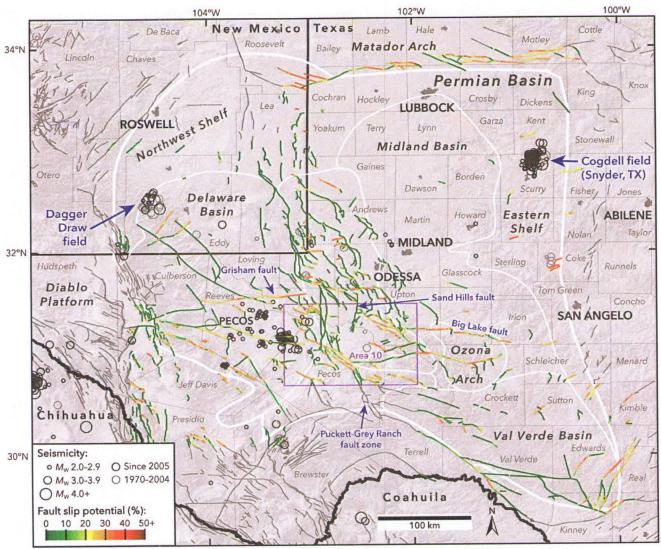


Exhibit 2. Results of the Snee and Zoback (2018) Probabilistic FSP Analysis Across the Permian Basin

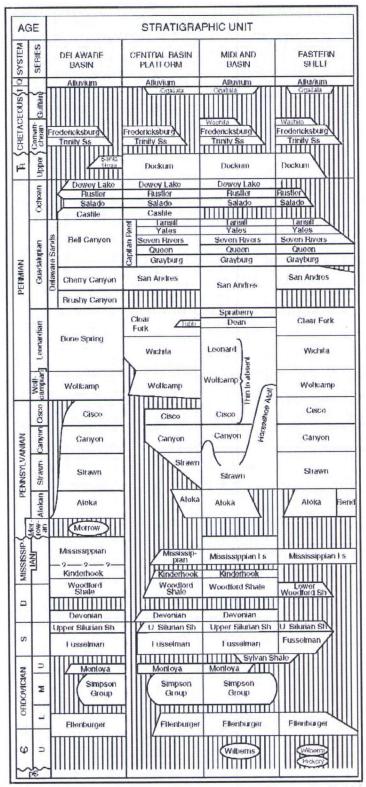


Exhibit 3. Delaware Basin Stratigraphic Chart (Ball 1995)

Public Notice Affidavit and Notice of Application Confirmations

Affidavit of Publication

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated July 06, 2019 and ending with the issue dated July 06, 2019.

Publisher

Sworn and subscribed to before me this 6th day of July 2019.

Business Manager

My commission expires

January 29, 2023

(Seal)

OFFICIAL SEAL
GUSSIE BLACK
Notary Public
State of New Mexico

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said

LEGAL

LEGAL

LEGAL NOTICE JULY 6, 2019

APPLICATION FOR AUTHORIZATION TO INJECT

NOTICE IS HEREBY GIVEN: That Vista Disposal Solutions, LLC, 12444 NW 10th St., Building G, Suite 202-512, Yukon, OK 73099, is requesting that the New Mexico Oil Conservation Division administratively approve the APPLICATION FOR AUTHORIZATION TO INJECT as follows:

PURPOSE: The intended purpose of the injection well is to dispose of salt water produced from permitted oil and gas wells.

WELL NAME AND LOCATION: Charles Federal SWD #1 SE ½ NW ½. Section 35. Township 25S, Range 32E 1,368' FNL & 1,885' FWL Lea County. NM

NAME AND DEPTH OF DISPOSAL ZONE: Devonian - Silurian (17,475' - 18.770')
EXPECTED MAXIMUM INJECTION RATE: 30.000
Bbis/day
EXPECTED MAXIMUM INJECTION PRESSURE: 3.495 psi
(surface)

Objections or requests for hearing must be filed with the New Mexico Oil Conservation Division within fifteen (15) days. Any objection or request for hearing should be mailed to the Oil Conservation Division, 1220 South St. Francis Dr., Santa Fe, New Mexico 87505.

Additional Information may be obtained by contacting Nate Alleman at 918-382-7581. #34406

67115320

00230517

DANIEL ARTHUR ALL CONSULTING 1718 S. CHEYENNE AVE. TULSA, OK 74119

Charles Fed	eral SWD #1 - Notice of Application	on Recipients		
Entity	Address	City	State	Zip Code
	Landowner & Mineral Owner			
New Mexico BLM	620 E. Greene St.	Carlsbad	NM	88220
	OCD District			
NMOCD District 1	1625 N. French Drive	Hobbs	NM	88240
	Leasehold Operators			
BTA Oil Producers, LLC (BTA OIL PRODUCERS)	104 S. Pecos St	Midland	TX	79701
COG Operating, LLC (COG OPERATING LLC)	600 W. Illinois Ave.	Midland	TX	79701
COG Production, LLC (COG PRODUCTION LLC)	600 W. Illinois Ave.	Midland	TX	79701
Commission of Public Lands - State Land Office	310 Old Santa Fe Trail	Santa Fe	NM	87501
Devon Energy Operating Corporation (DEVON ENERGY OPER CO LP)	6488 Seven Rivers Hwy.	Artesia	NM	88210
EOG A Resources, Inc. (EOG A RESOURCES INC)	P.O. Box 900	Artesia	NM	88211
EOG M Resources, Inc. (EOG M RESOURCES INC)	P.O. Box 840	Artesia	NM	88211
EOG Resources, Inc. (EOG RESOURCES INC)	4000 N. Big Spring St., Suite 500	Midland	TX	79705
EOG Y Resources, Inc. (EOG Y RESOURCES, INC.)	104 S. Fourth Street	Artesia	NM	88210
Kaiser- Francis Oil Company (KAISER-FRANCIS OIL)	6733 S. Yale Ave.	Tulsa	OK	74136
OXY USA Inc. (OXY USA INC)	P.O. Box 27757	Houston	TX	77227-7757
OXY-1 Company	P.O. Box 27570	Houston	TX	77227

Notes: The table above shows the Entities who were identified as parties of interest requiring notification on either the 1-mile well detail list (Attachment 2) or on the 2-mile Mineral Lease Map (Attachment 2). The names listed above in parenthesis, are the abbreviated entity names used on either the 1-mile well detail list (Attachment 2) or on the 2-mile Mineral Lease Map (Attachment 2).

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COG Operating, LLC 600 W. Illinois Ave. Midland TX 79701-4882

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NMOCD District 1 1625 N. French Drive Hobbs NM 88240-9273



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Commission on Public Lands State Land Office 310 Old Santa Fe Trail Santa Fe NM 87501-2708

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