

KELLAHIN and KELLAHIN
Attorneys at Law
El Patio - 117 North Guadalupe
Post Office Box 2265
Santa Fe, New Mexico 87504-2265

Jason Kellahin
W. Thomas Kellahin
Karen Aubrey

Telephone 982-4285
Area Code 505

July 23, 1984

AMENDED

JUL 23 1984

Mr. Joe D. Ramey
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

OIL CONSERVATION DIVISION

"Hand Delivered"

Re: Apollo Energy, Inc.
SWD Federal A-13 No. 1
Section 13, T9S, R35E, Lea County

Dear Mr. Ramey:

On July 16, 1984, we filed an application on behalf of Apollo Energy Inc. for approval of the referenced well as a salt water disposal well.

Please find enclosed the original and one copy of the completed C-108 for the hearing on this application which is set for August 8, 1984.

Very truly yours,

W. Thomas Kellahin

WTK:ca
Enc.

cc: Mr. Mohammed Y. Merchant
Apollo Energy Inc.
P. O. Box 5315
Hobbs, New Mexico 88241

P 497 963 150

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SENDER: (complete items 1, 2, and 3.
Add your address in the "RETURN TO" space on
the back.)

- The following service is requested (check one.)

Show to whom and date delivered.....**60**

Show to whom, date and address of delivery.....

RESTRICTED DELIVERY

Show to whom and date delivered.....

RESTRICTED DELIVERY.

Show to whom, date and address of delivery.

CONSULT PRACTITIONER FOR FEES

ARTICLE ADDRESSED TO:
Layton Enterprises
3103 - 79th Street

LUBBOCK, TEXAS 79423 ARTICLE DESCRIPTION: **ARTICLE NO.** **MANUFACTURED NO.**

REGISTRATION NO.
CERTIFIED NO.
D-97-963-151

Always obtain signature of addressee or agent

I have received the article described above.
NATURE Address Authorised agent

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POLYMARK

FEDERAL BUREAU OF INVESTIGATION

ADDRESS (Complete only if requested)

CLERK INITIAL
UNABLE TO DELIVER RECALLS:

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PS Form 3811, Jan. 1973

RETURN RECEIPT, REGISTERED, INSURED AND CERTIFIED MAIL

P	497	963	150
Sent to	Newark		
By	Air Mail		
To	Layton Enterprises		
Address	3103 - 79th Street		
City	Lubbock, Tx.		
Zip	79423		
Amount	\$.71		
Fee	\$.75		
Reason	Refund		
Refund Type	Refund of Shipping		
Refund Amount	\$.75		
Refund Date	10-10-00		
Refund Method	Check		
Date of Purchase or Service	10-10-00		
TOTAL PURCHASE AMT & FEES	\$ 2.06		

24/08/2015

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P 497 963 148

RECEIPT FOR CERTIFIED MAIL

Mr. J. S. Johnson
RFD #1 Box 100
MORIARAY, NM 87035

RECIPIENT: Complete items 1, 2, and 3.
Add your address to the "RETURN TO" space on
reverse.

1. The following service is requested (check one.)
 Show to whom and date delivered..... \$10.
 Show to whom, date and address of delivery...—
 RESTRICTED DELIVERY
 Show to whom and date delivered.....—
 RESTRICTED DELIVERY
 Show to whom, date, and address of delivery \$—
 (CONSULT POSTMASTER FOR FEES)

2. ARTICLE ADDRESSED TO:

Milton Bonds
P. O. Box 963
CROSSROADS, New Mexico 88114
S. ARTICLE DESCRIPTION:
REGISTERED NO. CERTIFIED NO. INSURED NO.
P497-963-148

(Always obtain signature of addressee or agent)
I have received the article described above.
SIGNATURE Addressee Authorized Agent

4. DATE OF DELIVERY POSTMARK

5. ADDRESS (Complete only if requested)

6. UNABLE TO DELIVER BECAUSE: CLERK'S INITIALS

Form 3811, Jan. 1978

RETURN RECEIPT, REGISTERED, INSURED AND CERTIFIED MAIL

(See Reverse)

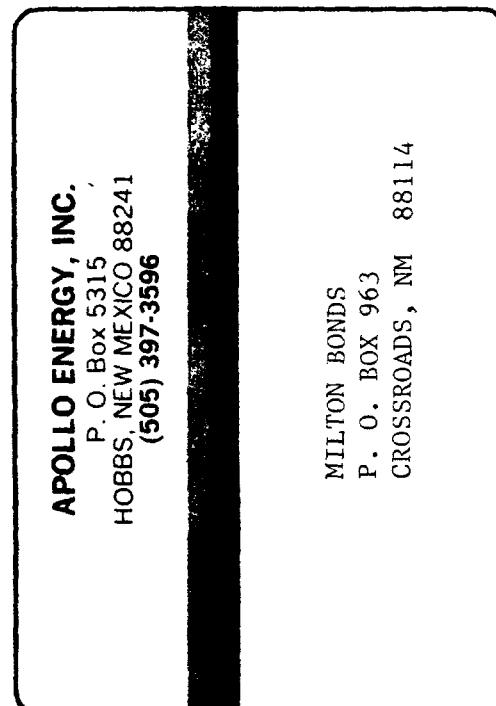
Sen. to	Milton Bonds
Street and No.	P. O. Box 963
P.O. State and Zip Code	CROSSROADS, NM 88114
Postage	\$.71
Insured Fee	.75
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to whom and date delivered	• 60
Date and Address of Delivery	

TOTAL Postage and Fees	\$ 2.06
Postmark or Date	1/12/78

CERTIFIED	
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P 497 963 148

PS Form 3800, Fee 1982



RECEIVED

APPLICATION FOR AUTHORIZATION TO INJECT

JUL 2 1984

OIL CONSERVATION DIVISION

- I. Purpose: Secondary Recovery Pressure Maintenance Disposal Storage
Application qualifies for administrative approval? yes no
- II. Operator: Apollo Energy, Inc.
- Address: P. O. Box 5315, Hobbs, New Mexico 88241
- Contact party: M. Y. Merchant Phone: (505)397-3596
- 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 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:
1. Proposed average and maximum daily rate and volume of fluids to be injected;
 2. Whether the system is open or closed;
 3. Proposed average and maximum injection pressure;
 4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and
 5. 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 geological data on the injection zone including appropriate lithologic detail, geological name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such source known to be immediately underlying the injection interval.
- 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 source 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: Mohammed Yamin Merchant Title President

Signature: Mohammed Yamin Merchant Date: July 17, 1984

* If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be duplicated and resubmitted. Please show the date and circumstance of the earlier submittal. Logs should have been submitted when the well was originally drilled. The operator has ordered a copy from PI.

DISTRIBUTION: Original and one copy to Santa Fe with one copy to the appropriate Division 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 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, P. O. Box 2088, Santa Fe, New Mexico 87501 within 15 days.

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

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

APOLLO ENERGY, INC.

Exhibit I

WELL DATA ON DISPOSAL WELL

Stimulation Program: None anticipated

Log: See attached

(A) 1. Federal "A" 13
Well No. 1
Unit "C", 660 feet from North and 1980 feet from West
Section 13, Township 9 South, Range 35 East NMPM,
Lea County, New Mexico

(A) 2. Casing strings:

1. 13 3/8" casing at 359 feet with 350 sacks, circulated.
2. 9 5/8" casing at 4410 feet with 2879 sacks, circulated.
3. 7" casing at 9597 feet with 1650 sacks.
4. Top of cement behind 7": 14,488 feet calculated.

If we allow for hole washout etc. is almost to
surface between 7" and 9 5/8" casings.

(A) 3. Tubing:

2 7/8", 6.4# plastic coated at 9500 feet.

(A) 4. Baker - Plastic coated lok-set at 9500 feet.

(B) 1. Injection formation is Bough C.

(B) 2. Injection interval through open hole 9597 - 9615 feet.

(B) 3. Originally drilled as oil well by Mangolia Petroleum Company.
Plugged and abandoned in 1959. Re-entered by McGrath & Smith
in November, 1969. Completed in Bough "C" open hole 9597 -
9615 feet as a producer.

Exhibit II

R35E

Exhibit III

Tabulation of data on all wells of public record as required by
Paragraph VI of C-108.

Apollo Energy, Inc.	Betenbough No. 5	Unit Letter L, Sec. 12, T9S, R35E Drilled October, 1983 Csg: 13 3/8" @ 355' w/350 sxs 8 5/8" @ 4100' w/300 sxs 5 1/2" @ 9739' w/450 sxs Tbg: 2 3/8" @ 9720' Perfs: 9691" 9715" - Producing
Apollo Energy, Inc.	Betenbough No. 2	Unit Letter M, Sec. 12, T9S, R35E Originally drilled by Mangolia, May, 1949. P & A'd 1956. Re- entered and completed as San Andres. Csg: 13 3/8" @ 354' w/375 sxs 8 5/8" @ 6200' w/4500 sxs 7" @ 9641' w/775 sxs ODT: 11569', OPBTD: 9641' Tbg: 2 3/8" @ 4750' Perfs: 9596' - 9616 (sequeezed) Perfs: 4748' - 50' T/A
Coquina Oil Corp.	Betenbough No. 2	Unit Letter N, Sec. 12, T9S, R35E Drilled January, 1950 Csg: 13 3/8" @ 353' w/350 sxs 8 5/8" @ 4438' w/2300 sxs 7" @ 9606 w/1950 sxs 5" @ 9585' w/35 sxs OH: 9609' - 9639' Pulled 8169' of 5" Cement plugs: 20 sxs @ 8169' 20 sxs @ 4438' 40 sxs @ 2672' 35 sxs @ 366' 10 sxs @ Surface Plugged and abandoned May, 1977.
Layton Enterprises	Betenbough B No. 4	Unit H, Sec. 14, T9S, R35E Drilled March, 1976 Csg: 12 3/4" @ 380' w/375 sxs 8 5/8" @ 4055' w/300 sxs 5 1/2" @ 9752' w/250 sxs Perfs: 9601'-23' CIBP: @9550' w/35 sxs Cut and pulled 5 1/2" @ 4211' 100 sx plug 4260' - 3960' 35 sx plug 2300' - 2185' Cut and pulled 8 5/8" @ 1128' 50 sx plug 1178' - 1048' 75 sx plug 430' - 328' 10 sx @ Surface Plugged and abandoned September, 1980.

Exhibit IV

Tabulation of data on all wells of public record as required by Paragraph VI of C-108 continued.

Coquina Oil Corporation	Federal "13" No. 1	Unit D, Sec. 14, T9S, R35E Drilled January, 1950 Csg: 13 3/8" @ 375' w/350 sxs 9 5/8" @ 4433' w/1900 sxs 7" @ 9615' w/170 sxs Old SA squeezed perfs: 4748'- 51' Penn Perfs: 9585' - 9605' Fish & Junk @ 8072' 50 sx plug on top of fish Top of plug @ 7300' 50 sx plug @ 4600' 35 sx plug @ 2300' 5 sx plug @ Surface Plugged and abandoned July, 1977
Mangolia Petroleum Corp.	Mathew Fed. No. 2	Unit A, Sec. 13, T9S, R35E Drilled January, 1951 Have been unable to get details on this plugged well to date.
Pan American	Federal A No. 2	Unit G, Sec. 13, T9S, R35E Drilled January, 1959 Csg: 10 3/4" @ 440' w/500 sxs 7 5/8" @ 4267' w/1700 sxs Liner 5 1/2" @ 9570' w/1450 sxs Perfs: 9563' - 70' (squeezed) Perfs: 4810' - 20' (gas) Plugged and abandoned March, 1967: 20 sxs cement 4830'- 4600' 20 sxs cement 4205'- 4105' 10 sxs cement @ Surface.
Apollo Energy, Inc.	Federal A No. 5	Unit N, Sec. 13, T9S, R35E Drilled July, 1963 Csg: 13 3/8" @ 460' w/475 sxs 9 5/8" @ 4902' w/1925 sxs 5 1/2" @ 12018' w/250 sxs Dev. Perfs: 12002' - 12' Currently being used as injection well - packer @ 11900'.
Apollo Energy, Inc.	Federal A No. 4	Unit L, Sec. 13, T9S, R35E Drilled May, 1965 Csg. 13 3/8" @ 449' w/475 sxs 9 5/8" @ 4950' w/2450 sxs 7" @ 11940 w/1300 sxs Perfs: 9550' - 60' Squeezed BP @ 11936' - Perfs: 11916' - 23'; 11928' - 35' Currently SI because of high water production.

Exhibit V

Tabulation of data on all wells of public record as required by
Paragraph VI of C-108 continued.

Apollo Energy, Inc.	Federal A No. 7	Unit K, Sec. 13, T9S, R35E Drilled December, 1971 Csg: 11 3/4" @ 459' w/ 575 sxs 8 5/8" @ 4502' w/1250 sxs 5 1/2 @ 11966' w/300 sxs Tbg: 2 3/8 @ 11958' Well currently producing. Perfs: 11956' - 64'
Apollo Energy, Inc.	Hood Federal No. 2	Unit E, Sec. 13, T9S, R35E Drilled December, 1965 Csg: 13 3/8" @ 452' w/450 sxs 8 5/8" @ 4874 w/2200 sxs 5 1/2" @ 11955' w/1150 sxs Tbg: 2 3/8", N-80 @ 4582' Perfs: 11863' - 72' 11880' - 98' Currently producing.

Apollo Energy, Inc.

Exhibit VI

Geological Data on Injection Zone

Pool: Bough - Permo Pennsylvanian

Formation: Bough "C"

Geological Name: Bough "C"

Thickness: 44 feet (average)

Depth: 9615 feet

Injection Interval: 9597' - 9615' (open hole)

APOLLO ENERGY, INC.

Exhibit VII

Data on Proposed Operation

Federal "A" 13 No. 1 - SWD

1. Proposed average and maximum daily rate and volume of fluids to be injected:

Average daily rate of 1200 b/d
Maximum daily rate of 3000 b/d

2. System is closed.

3. Proposed average and maximum injection pressures:

Average injection pressure: 250 psig
Maximum injection pressure: 800 psig

4. (a) Source of injection fluid: Producing leases on the same section.

- (b) Analysis of formation fluid:

(i) Bough "C" formation (attached)
(ii) Devonian formation (attached)

5. Zone of disposal is productive of oil and gas within one mile of the proposed disposal well.

HALLIBURTON DIVISION LABORATORY
HALLIBURTON COMPANY
LOVINGTON, NEW MEXICO

Exhibit VIII

LABORATORY WATER ANALYSIS

No. W1-259-71

To. Amoco Production Company

Date 5/18/71

Box 68

Hobbs, New Mexico 88240

Attn: Mr. Jim York

Submitted by

Date Rec. 5/14/71

Well No. As Marked

Depth

Formation Devonian

County

Field

Source Well Head

FEDERAL "A" # 4

FEDERAL "A" # 5

Resistivity

.100 @ 76 F

.118 @ 76 F

Specific Gravity

1.046

1.040

pH

6.7

6.5

Calcium (Ca)

3,000

2,500

*MPL

Magnesium (Mg)

990

1,200

Chlorides (Cl)

41,500

38,500

Sulfates (SO₄)

1,800

1,400

Bicarbonates (HCO₃)

360

488

Soluble Iron (Fe)

20

Nil

Remarks:

*Milligrams per liter

Respectfully submitted,

Analyst: Robert Lansford

cc:

HALLIBURTON COMPANY

By *Robert Lansford*
CHEMIST

NOTICE

This report is limited to the described sample tested. Any user of this report agrees that Halliburton shall not be liable for any loss or damage, whether it be to act or omission, resulting from such report or its use.

WATER ANALYSIS

Lab. No. T-20,892
Field No. H8-41
PI Well No. _____

ATION SAMPLED: Division Houston District Hobbs
rator (Plant) Amoco Production Company Well No. 7 Area Federal "A"
(Province) New Mexico County (Parish) Lea
9S Rng. 35E Sec. 13 Quarter (Lsd.) Other (Meridian)
Sample collected from Wellhead Wildcat () Field Well (X) Field name Bough Devonian
Interval sampled to Date 8-1-72 Sample collected by Al Klaar
Interval name

97 transmitted by V. E. Staley Date August 4, 1972 Authorized by _____

ORGANIC CONSTITUENTS in mg/l

DESCRIPTION OF SAMPLE

sample used for detailed analyses _____
received _____
dition as received _____
r _____
r _____
ended solids _____
om sediment _____
or fluorescence _____

QUALITY OF SAMPLE

BOTTOM MIDDLE TOP

AMENTS:

CONVENTIONAL MAJOR ION ANALYSIS

CATIONS		Major Ions mg/l	% of Total Major Ions	Reaction Value meq/l	% of Total Reaction Value
Sodium	Na ⁺	18,446	33.58	802.38	42.67
Calcium	Ca ⁺⁺	2,120	3.86	105.79	5.63
Magnesium	Mg ⁺⁺	390	.71	32.06	1.70
Potassium	K ⁺				
Chloride	Cl ⁻	31,900	58.07	899.58	47.84
Bicarbonate	HCO ₃ ⁻	576	1.05	9.45	.50
Sulfate	SO ₄ ²⁻	1,500	2.73	31.20	1.66
Carbonate	CO ₃ ²⁻	0	0	0	0
TOTAL		54,932			

Total solids by evaporation 56,020 mg/l
 NaCl resistivity equivalent (Dunlap) 54,046 mg/l
 Resistivity .128 ohm-meters at 77 °F
 pH 7.1 Specific gravity 1.039 at 74 °F
 Ryznar stability index (2pHs-pH) at °F

OTHER IONS AND DISSOLVED SOLIDS

REMARKS AND CONCLUSIONS:

H_2S content is 24 ppm. Dissolved iron content is 1 ppm.

T. C. Borland
W. L. Adams
V. E. Staley
G. W. Schmidt

Analyst Cameron Elliott
of J. J. Elliott

W'N'G. L'ART DE LA TEC.

Exhibit X

Analysis of produced water from Bough "C" (Penn) formation
Section 11, Township 9 South, Range 35 East.

mg/liter

Chloride	36000 - 25000
Calcium	2500
Magnesium	200 - 500
Sodium	20000
Bicarbonate	370 - 400
Sulfate	1100 - 1500
pH	6.2 - 6.4

APOLLO ENERGY, INC.

Exhibit XI

Federal "A" 13 - Well No. 1
Salt Water Disposal
Unit "C", Sec. 13, T9S, R35E
Lea County, New Mexico

Affirmative Statement

As required by item XII of Form C-108. Apollo Energy, Inc. has examined available geologic and engineering data and find no evidence of open faults, or any other hydrologic connection between the disposal zone and any underground source of drinking water.

APOLLO ENERGY, INC.

Exhibit XII

NOTICE

Pursuant to Section XIV of Form C-108.

Apollo Energy, Inc. has mailed copies of the application to the following:

Surface Owner: Milton Bonds
P. O. Box 963
Crossroads, New Mexico 88114

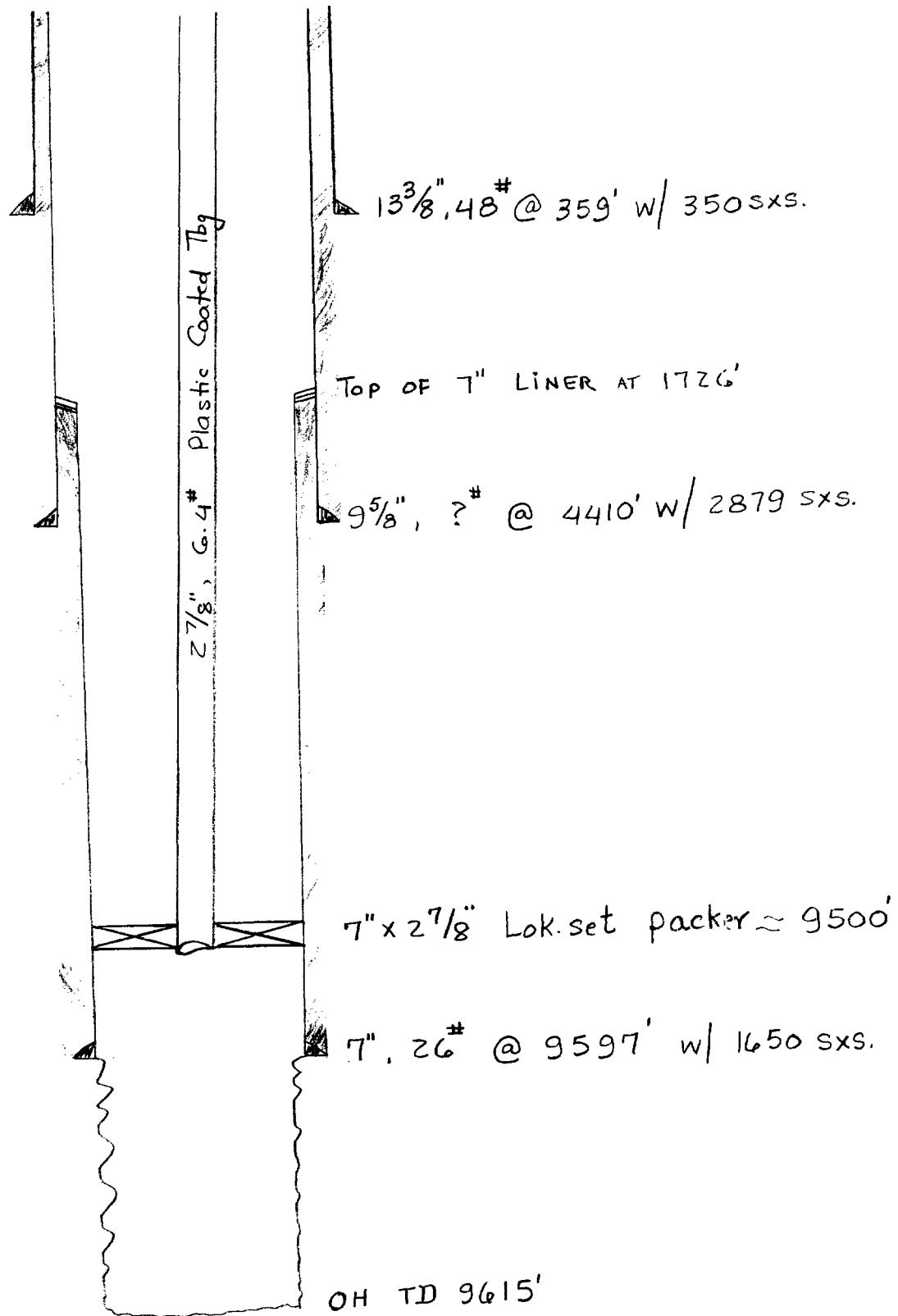
Off-set Operators within one-half mile:

Layton Enterprises
3103 - 79th Street
Lubbock, Texas 79423

M & G Oil Inc.
P. O. Box 957
Crossroads, New Mexico 88114

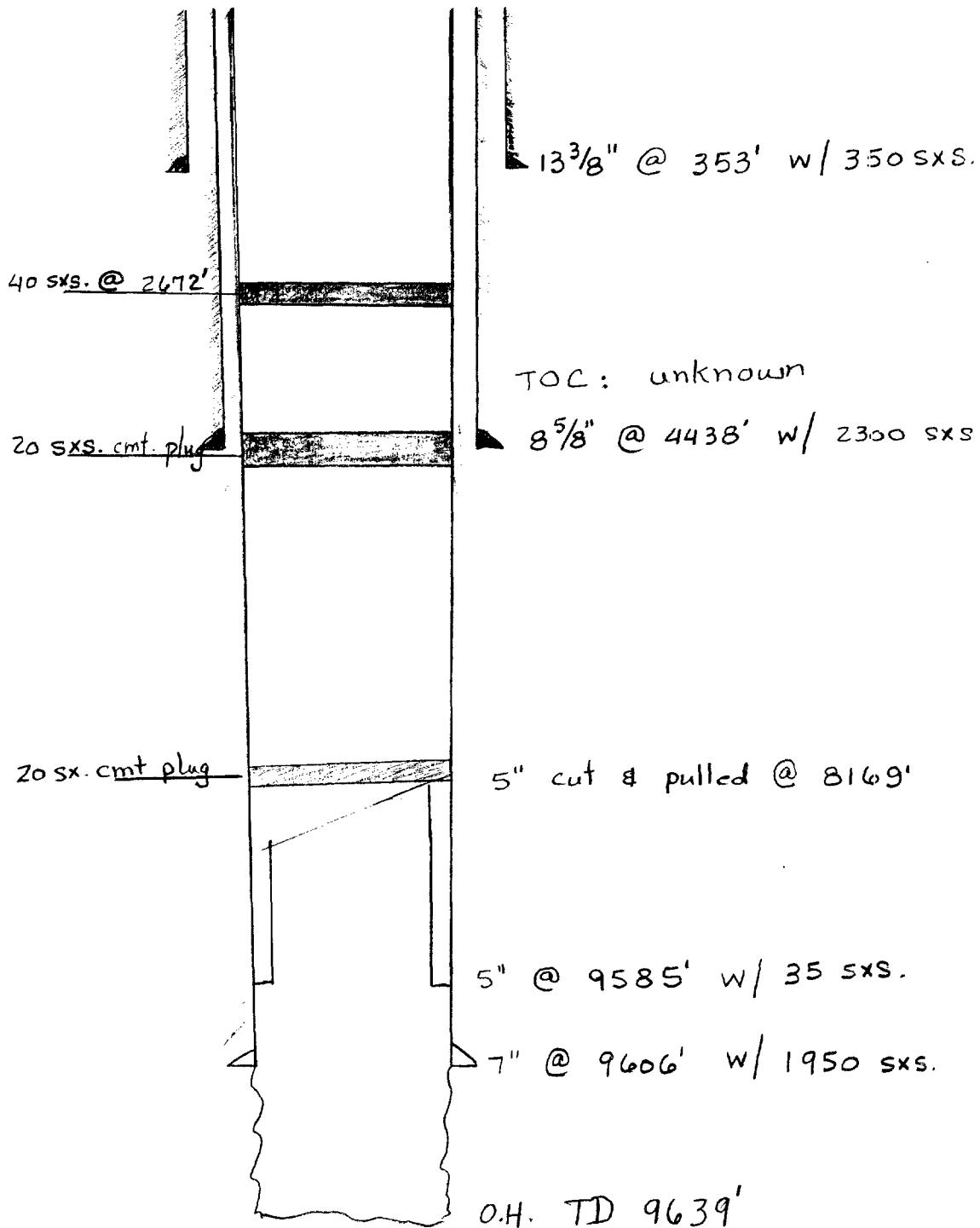
APOLLO ENERGY, INC.
FEDERAL 'A' 13 NO. 1
PROPOSED DISPOSAL WELL
UNIT C, SEC. 13, T9S, R35E

Exhibit XIII



COQUINA OIL CORP.
BETENBAUGH NO. 2
UNIT N, SEC. 12, T9S, R35E

Exhibit XIV

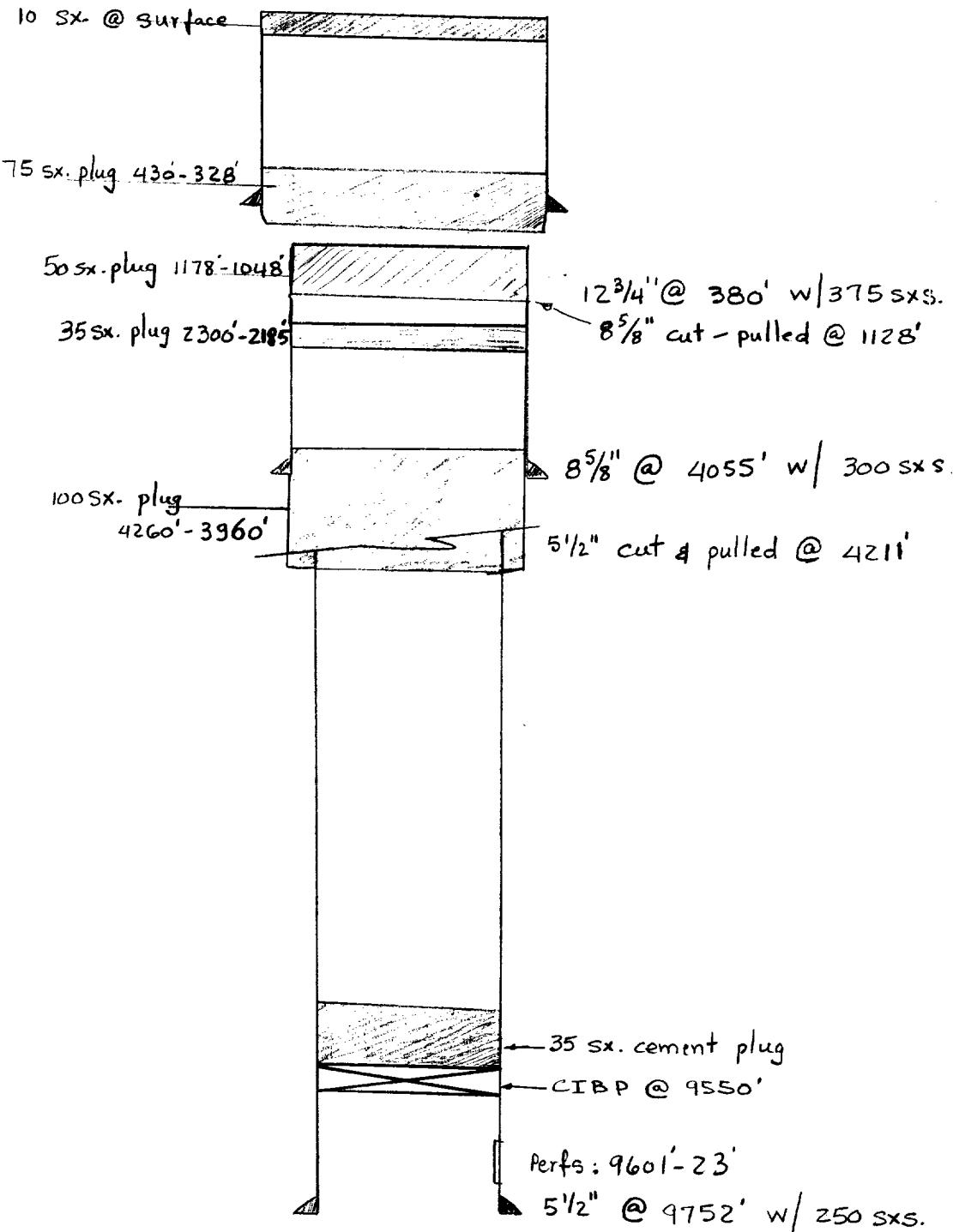


LAYTON ENTERPRISES

BETENBOUGH NO. 4

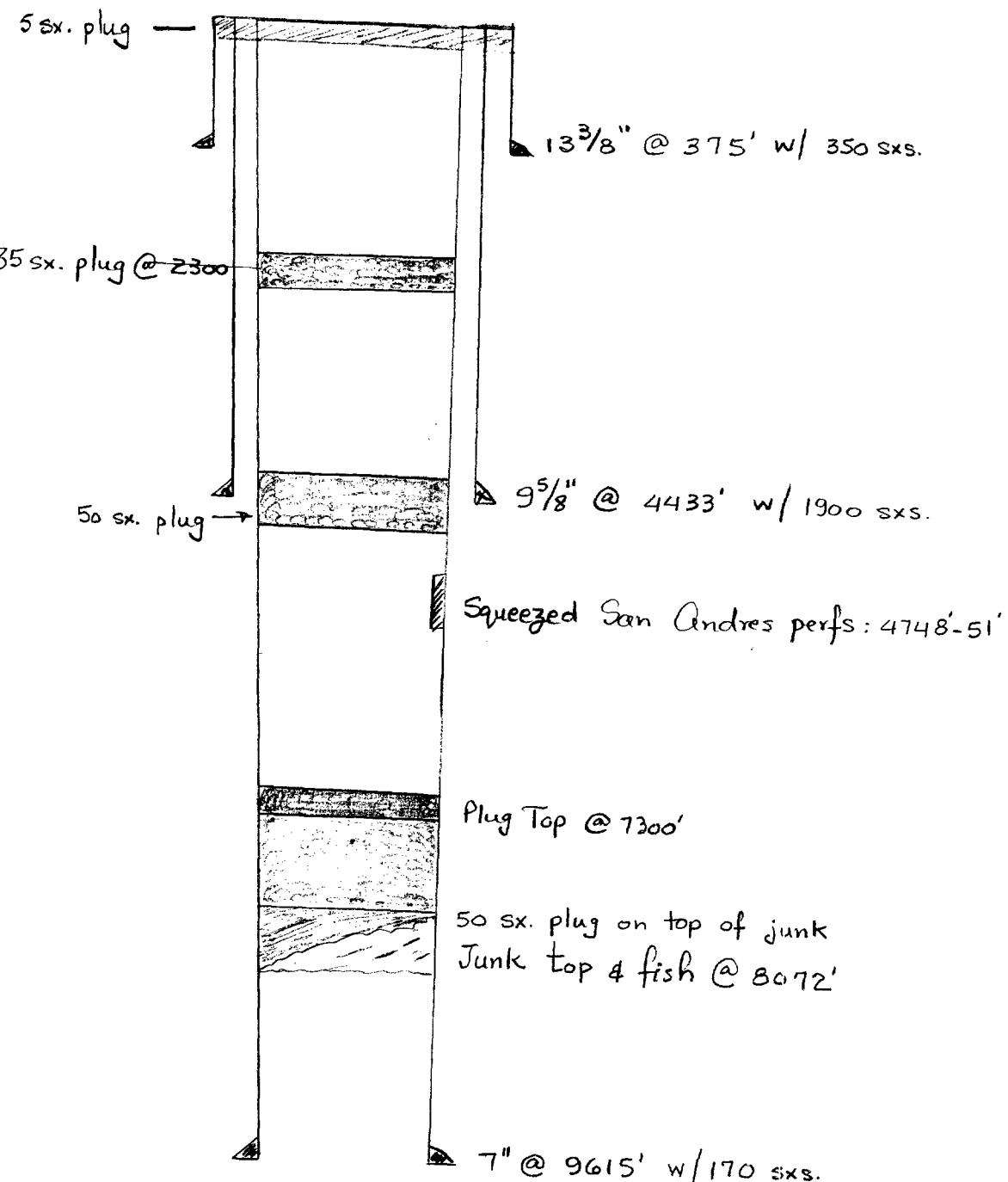
UNIT H, SEC. 14, T9S, R35E

Exhibit XV



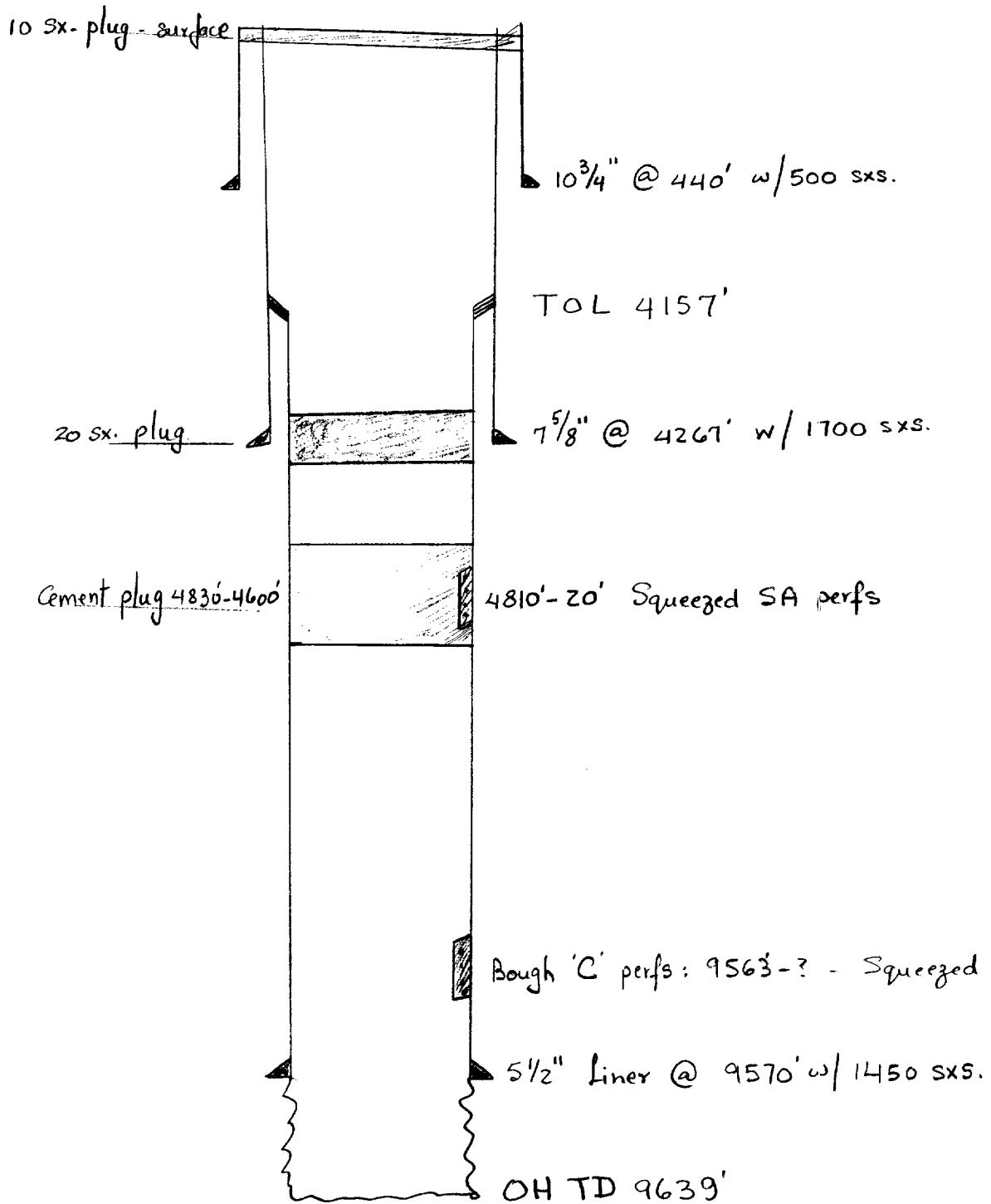
Coquina Oil Corporation
Federal '13' No. 1
Unit D, Sec. 14, T9S, R35E

Exhibit XVI



PAN AMERICAN PET.
FEDERAL "A" NO. 2
Unit "G", Sec. 14, T9S, R35E

Exhibit XVII



P 497 963 148

RECEIPT FOR CERTIFIED MAIL

401 1/2, R-1000, 1976
MURKIN MAILING SYSTEMS

SENCE: Complete items 1, 2, and 3.
Add your address in the "RETURN TO" space on reverse.

1. The following service is requested (check one)
 - Show to whom and date delivered. \$0.60
 - Show to whom, date and address of delivery.
 - RESTRICTED DELIVERY
 - Show to whom and date delivered.
 - RESTRICTED DELIVERY.
 - Show to whom, date, and address of delivery. \$.....

(CONSULT POSTMASTER FOR FEES)

2. ARTICLE ADDRESSED TO:

MILTON BONDS
P. O. Box 5315
HOBBS, NEW MEXICO 88241

3. ARTICLE DESCRIPTION: INSURED NO. _____
REGISTERED NO. CERTIFIED NO. _____

P 497-963-148

(Always obtain signature of addressee or agent)

I have received the article described above.
SIGNATURE Addressee Authorized agent

4. DATE OF DELIVERY	POSTMARK
5. ADDRESS (Complete only if requested)	

6. UNABLE TO DELIVER BECAUSE:

CLERK'S INITIALS

Face Receipt

Sent to
Milton Bonds

Street and No.
P. O. Box 963

P.O. Street and No. IP C.R.
Crossroads, NM 88114

Postage
\$.71

Delivery Fee
\$.75

Special Delivery Fee

Restricted Delivery Fee
Return Receipt Showing
to whom and Date Delivered. .60

Return Receipt Showing to whom
Date, and Address of Delivery

TOTAL Postage and Fees
\$ 2.06

Postmark or Date
1982

CERTIFIED

P 497 963 148

P 497 963 149

RECEIPT FOR CERTIFIED MAIL

1. SENDER: Complete items 1, 2, and 3.
Add your address in the "RETURN TO" space on
reverse.

1. The following service is requested (check one) **60**
 Show to whom and date delivered.....
 Show to whom, date and address of delivery...
 RESTRICTED DELIVERY
 Show to whom and date delivered.....
 RESTRICTED DELIVERY
 Show to whom, date, and address of delivery **3**

(CONSULT POSTMASTER FOR FEES)

2. ARTICLE AGREED TO:
M & G OIL Inc.
 P. O. Box 957
 Crossroads, New Mexico 88114

3. ARTICLE DESCRIPTION:
 REGISTERED NO. **CERTIFIED NO.** INSURED NO.
P497-963-149

(Always obtain signature of addressee or agent)

I have received the article described above.
SIGNATURE Addressee Authorized agent

4. DATE OF DELIVERY **POSTMARK**

5. ADDRESS (Complete only if requested)

UNABLE TO DELIVER BECAUSE:

CLERK'S INITIALS
JK

Form 3811, Jan. 1978

RETURN RECEIPT, REGISTERED, INSURED AND CERTIFIED MAIL

NO INSURANCE OR GUARANTEE IS
OFFERED ON THIS SERVICE

(See Reverse)

Sent to
M & G Oil Inc.
 Street and No.
P. O. Box 957
 P.O. State and Zip Code
CROSSROADS, NM 88114

Postage **\$.71**
 Certified Fee
 Special Delivery Fee

Restricted Delivery Fee
 Return Receipt Shown
 to whom and Date Delivered
 Return Receipt Given to Whom
 Date and Address of Deliverer
TOTAL COST AND FEES \$ 2.06
 Postmaster for Signature

PS Form 3800, Feb. 1962

CERTIFIED

P 497 963 149

P 497 963 150

RECEIPT FOR CERTIFIED MAIL

SENDER: (Complete items 1, 2, and 3.
Add your address in the "RETURN TO" space on
reverse.)

1. The following service is requested (check one)
 Show to whom and date delivered.....**60**
 Show to whom, date and address of delivery...—
 RESTRICTED DELIVERY
Show to whom and date delivered...—
 RESTRICTED DELIVERY
Show to whom, date, and address of delivery. \$—

(CONSULT POSTMASTER FOR FEES)

2. ARTICLE ADDRESSED TO:

Layton Enterprises
3103 - 79th Street
Lubbock, Texas 79423

3. ARTICLE DESCRIPTION:
REGISTERED NO. CERTIFIED NO. INSURED NO.

P497-963-150

(Always obtain signature of addressee or agent)

I have received the article described above.

SIGNATURE Addressee Authorized agent

4. DATE OF DELIVERY _____ POSTMARK _____

5. ADDRESS (Complete only if requested)

6. UNABLE TO DELIVER, RELEASE: CLEARY'S
INITIALS

SENT TO:
Layton Enterprises
3103 - 79th Street
Lubbock, Tx. 79423

RECEIVED BY:
Date: 10-10-78
Time: 10:00 AM
Signature: [Signature]

PAID: .60
Signature: [Signature]

TOTAL PAYMENT MADE: \$ 2.06
Postmark or Date

P 497 963 150

APPLICATION FOR AUTHORIZATION TO INJECT

JUL 17 1984

RE

- I. Purpose: Secondary Recovery Pressure Maintenance Disposal Storage
Application qualifies for administrative approval CONSERVATION DIVISION no

II. Operator: Apollo Energy, Inc.

Address: P. O. Box 5315, Hobbs, New Mexico 88241

Contact party: M. Y. Merchant Phone: (505)397-3596

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 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:

1. Proposed average and maximum daily rate and volume of fluids to be injected;
2. Whether the system is open or closed;
3. Proposed average and maximum injection pressure;
4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and
5. 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 geological data on the injection zone including appropriate lithologic detail, geological name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such source known to be immediately underlying the injection interval.

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 source 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: Mohammed Yamin Merchant Title President

Signature: Mohammed Yamin Merchant Date: July 17, 1984

* If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be duplicated and resubmitted. Please show the date and circumstance of the earlier submittal. Logs should have been submitted when the well was originally

drilled. The operator has ordered a copy from PI.

DISTRIBUTION: Original and one copy to Santa Fe with one copy to the appropriate Division 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 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, P. O. Box 2088, Santa Fe, New Mexico 87501 within 15 days.

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

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

Apollo Energy, Inc.

Exhibit I

WELL DATA ON DISPOSAL WELL

Stimulation Program: None anticipated

Log: See attached

(A) 1. Federal "A" 13

Well No. 1

Unit "C", 660 feet from North and 1980 feet from West
Section 13, Township 9 South, Range 35 East NMPM,
Lea County, New Mexico

(A) 2. Casing strings:

1. 13 3/8" casing at 359 feet with 350 sacks, circulated.
2. 9 5/8" casing at 4410 feet with 2879 sacks, circulated.
3. 7" casing at 9597 feet with 1650 sacks.
4. Top of cement behind 7": 14,488 feet calculated.

If we allow for hole washout etc. is almost to
surface between 7" and 9 5/8" casings.

(A) 3. Tubing:

2 7/8", 6.4# plastic coated at 9500 feet.

(A) 4. Baker - Plastic coated lok-set at 9500 feet.

(B) 1. Injection formation is Bough C.

(B) 2. Injection interval through open hole 9597 - 9615 feet.

(B) 3. Originally drilled as oil well by Mangolia Petroleum Company.
Plugged and abandoned in 1959. Re-entered by McGrath & Smith
in November, 1969. Completed in Bough "C" open hole 9597 -
9615 feet as a producer.

Exhibit II

R35E

Exhibit III

Tabulation of data on all wells of public record as required by Paragraph VI of C-108.

Apollo Energy, Inc.	Betenbough No. 5	Unit Letter L, Sec. 12, T9S, R35E Drilled October, 1983 Csg: 13 3/8" @ 355' w/350 sxs 8 5/8" @ 4100' w/300 sxs 5 1/2" @ 9739' w/450 sxs Tbg: 2 3/8" @ 9720' Perfs: 9691" 9715' - Producing
Apollo Energy, Inc.	Betenbough No. 2	Unit Letter M, Sec. 12, T9S, R35E Originally drilled by Mangolia, May, 1949. P & A'd 1956. Re- entered and completed as San Andres. Csg: 13 3/8" @ 354' w/375 sxs 8 5/8" @ 6200' w/4500 sxs 7" @ 9641' w/775 sxs ODT: 11569', OPBTD: 9641' Tbg: 2 3/8" @ 4750' Perfs: 9596' - 9616 (squeezed) Perfs: 4748' - 50' T/A
Coquina Oil Corp.	Betenbough No. 2	Unit Letter N, Sec. 12, T9S, R35E Drilled January, 1950 Csg: 13 3/8" @ 353' w/350 sxs 8 5/8" @ 4438' w/2300 sxs 7" @ 9606 w/1950 sxs 5" @ 9585' w/35 sxs OH: 9609' - 9639' Pulled 8169' of 5" Cement plugs: 20 sxs @ 8169' 20 sxs @ 4438' 40 sxs @ 2672' 35 sxs @ 366' 10 sxs @ Surface Plugged and abandoned May, 1977.
Layton Enterprises	Betenbough B No. 4	Unit H, Sec. 14, T9S, R35E Drilled March, 1976 Csg: 12 3/4" @ 380' w/375 sxs 8 5/8" @ 4055' w/300 sxs 5 1/2" @ 9752' w/250 sxs Perfs: 9601'-23' CIBP: @9550' w/35 sxs Cut and pulled 5 1/2" @ 4211' 100 sx plug 4260' - 3960' 35 sx plug 2300' - 2185' Cut and pulled 8 5/8" @ 1128' 50 sx plug 1178' - 1048' 75 sx plug 430' - 328' 10 sx @ Surface Plugged and abandoned September, 1980.

Exhibit IV

Tabulation of data on all wells of public record as required by Paragraph VI of C-108 continued.

Coquina Oil Corporation	Federal "13" No. 1	Unit D, Sec. 14, T9S, R35E Drilled January, 1950 Csg: 13 3/8" @ 375' w/350 sxs 9 5/8" @ 4433' w/1900 sxs 7" @ 9615' w/170 sxs Old SA squeezed perfs: 4748'- 51' Penn Perfs: 9585' - 9605' Fish & Junk @ 8072' 50 sx plug on top of fish Top of plug @ 7300' 50 sx plug @ 4600' 35 sx plug @ 2300' 5 sx plug @ Surface Plugged and abandoned July, 1977
Mangolia Petroleum Corp.	Mathew Fed. No. 2	Unit A, Sec. 13, T9S, R35E Drilled January, 1951 Have been unable to get details on this plugged well to date.
Pan American	Federal A No. 2	Unit G, Sec. 13, T9S, R35E Drilled January, 1959 Csg: 10 3/4" @ 440' w/500 sxs 7 5/8" @ 4267' w/1700 sxs Liner 5 1/2" @ 9570' w/1450 sxs Perfs: 9563' - 70' (squeezed) Perfs: 4810' - 20' (gas) Plugged and abandoned March, 1967: 20 sxs cement 4830'- 4600' 20 sxs cement 4205'- 4105' 10 sxs cement @ Surface.
Apollo Energy, Inc.	Federal A No. 5	Unit N, Sec. 13, T9S, R35E Drilled July, 1963 Csg: 13 3/8" @ 460' w/475 sxs 9 5/8" @ 4902' w/1925 sxs 5 1/2" @ 12018' w/250 sxs Dev. Perfs: 12002' - 12' Currently being used as injection well - packer @ 11900'.
Apollo Energy, Inc.	Federal A No. 4	Unit L, Sec. 13, T9S, R35E Drilled May, 1965 Csg. 13 3/8" @ 449' w/475 sxs 9 5/8" @ 4950' w/2450 sxs 7" @ 11940 w/1300 sxs Perfs: 9550' - 60' Squeezed BP @ 11936' - Perfs: 11916' - 23'; 11928' - 35' Currently SI because of high water production.

Tabulation of data on all wells of public record as required by
Paragraph VI of C-108 continued.

Apollo Energy, Inc.	Federal A No. 7	Unit K, Sec. 13, T9S, R35E Drilled December, 1971 Csg: 11 3/4" @ 459' w/ 575 sxs 8 5/8" @ 4502' w/1250 sxs 5 1/2 @ 11966' w/300 sxs Tbg: 2 3/8 @ 11958' Well currently producing. Perfs: 11956' - 64'
Apollo Energy, Inc.	Hood Federal No. 2	Unit E, Sec. 13, T9S, R35E Drilled December, 1965 Csg: 13 3/8" @ 452' w/450 sxs 8 5/8" @ 4874 w/2200 sxs 5 1/2" @ 11955' w/1150 sxs Tbg: 2 3/8", N-80 @ 4582' Perfs: 11863' - 72' 11880' - 98' Currently producing.

APOLLO ENERGY, INC.

Exhibit VI

Geological Data on Injection Zone

Pool: Bough - Permo Pennsylvanian

Formation: Bough "C"

Geological Name: Bough "C"

Thicknees: 44 feet (average)

Depth: 9615 feet

Injection Interval: 9597' - 9615' (open hole)

APOLLO ENERGY, INC.

Exhibit VII

Data on Proposed Operation

Federal "A" 13 No. 1 - SWD

1. Proposed average and maximum daily rate and volume of fluids to be injected:

Average daily rate of 1200 b/d
Maximum daily rate of 3000 b/d

2. System is closed.

3. Proposed average and maximum injection pressures:

Average injection pressure: 250 psig
Maximum injection pressure: 800 psig

4. (a) Source of injection fluid: Producing leases on the same section.

- (b) Analysis of formation fluid:

(i) Bough "C" formation (attached)
(ii) Devonian formation (attached)

5. Zone of disposal is productive of oil and gas within one mile of the proposed disposal well.

HALLIBURTON COMPANY
LOVINGTON, NEW MEXICO

Exhibit VIII

LABORATORY WATER ANALYSIS

No. W1-259-71

To Amoco Production Company

Date 5/18/71

Box 68

Hobbs, New Mexico 88240

Attn: Mr. Jim York

This report is the property of Halliburton Company and neither it nor any part thereof nor a copy thereof is to be published or disclosed without first securing the express written approval of laboratory management; it may however, be used in the course of regular business operations by any person or concern and employees thereof receiving such report from Halliburton Company.

Submitted by

Date Rec. 5/14/71

Well No. As Marked

Depth

Formation Devonian

County

Field

Source Well Head

FEDERAL "A" # 4

FEDERAL "A" # 5

Resistivity100 @ 76 F	.118 @ 76 F
Specific Gravity	1.046	1.040
pH	6.7	6.5
Calcium (Ca)	3,000	2,500
Magnesium (Mg)	990	1,200
Chlorides (Cl)	41,500	38,500
Sulfates (SO ₄)	1,800	1,400
Bicarbonates (HCO ₃)	360	488
Soluble Iron (Fe)	20	Nil

Remarks:

*Milligrams per liter

Respectfully submitted,

Analyst: Robert Lansford

cc:

HALLIBURTON COMPANY

By 
Robert Lansford
CHEMIST

NOTICE

This report is limited to the described sample tested. Any user of this report agrees that Halliburton shall not be liable for any loss or damage, whether it be to act or omission, resulting from such report or its use.

WATER ANALYSIS
Exhibit IX

Field No. HB-41
API Well No. _____

ATION SAMPLED: Division Houston District Area Hobbs
rator (Plant) Anoco Production Company Well No. 7 Lease Federal "A"
(Province) New Mexico County (Parish) Lea
9S Rng. 35E Sec. 13 Quarter (Lsd.) Other (Meridian)
Wildcat () Field Well (X) Field name Bough Devonian
ple collected from Wellhead Date 8-1-72 Sample collected by Al Klaar
Interval sampled to Interval name
every

97 transmitted by V. E. Staley Date August 4, 1972 Authorized by _____

ORGANIC CONSTITUENTS in mg/l

DESCRIPTION OF SAMPLE

le used for detailed analyses _____
received _____
dition as received _____
or _____
r _____
ended solids _____
om sediment _____
or fluorescence _____

QUALITY OF SAMPLE

BOTTOM MIDDLE TOP

WIMENTS.

CONVENTIONAL MAJOR ION ANALYSIS

		Major Ions mg/l	% of Total Major Ions	Reaction Value meq/l	% of Total Reaction Value
CATIONS	Sodium Na ⁺	18,446	33.58	802.38	42.67
	Calcium Ca ⁺⁺	2,120	3.86	105.79	5.63
	Magnesium Mg ⁺⁺	390	.71	32.05	1.70
	Potassium K ⁺				
ANIONS	Chloride Cl ⁻	31,900	58.07	899.58	47.84
	Bicarbonate HCO ₃ ⁻	576	1.05	9.45	.50
	Sulfate SO ₄ ²⁻	1,500	2.73	31.20	1.66
	Carbonate CO ₃ ²⁻	0	0	0	0
	TOTAL	54,932			

Total solids by evaporation 56,020 mg/l
 NaCl resistivity equivalent (Dunlap) 54,046 mg/l
 Resistivity .128 ohm-meters at 77 °F
 pH 7.1 Specific gravity 1.039 at 74 °F
 Ryznar stability index (2pHs-pH) at °F

OTHER IONS AND DISSOLVED SOLIDS

REMARKS AND CONCLUSIONS:

H_2S content is 24 ppm. Dissolved iron content is 1 ppm.

T. C. Borland
W. L. Adams
V. E. Staley
G. W. Schmidt

Analyst C. J. Elliott - Date 8-18-71
J. J. Elliott

Exhibit X

Analysis of produced water from Bough "C" (Penn) formation
Section 11, Township 9 South, Range 35 East.

mg/liter

Chloride 36000 - 25000

Calcium 2500

Magnesium 200 - 500

Sodium 20000

Bicarbonate 370 - 400

Sulfate 1100 - 1500

pH 6.2 - 6.4

Apollo Energy, Inc.

Exhibit XI

Federal "A" 13 - Well No. 1
Salt Water Disposal
Unit "C", Sec. 13, T9S, R35E
Lea County, New Mexico

Affirmative Statement

As required by item XII of Form C-108. Apollo Energy, Inc. has examined available geologic and engineering data and find no evidence of open faults, or any other hydrologic connection between the disposal zone and any underground source of drinking water.

APOLLO ENERGY, INC.

Exhibit XII

NOTICE

Pursuant to Section XIV of Form C-108.

Apollo Energy, Inc. has mailed copies of the application to the following:

Surface Owner: Milton Bonds
P. O. Box 963
Crossroads, New Mexico 88114

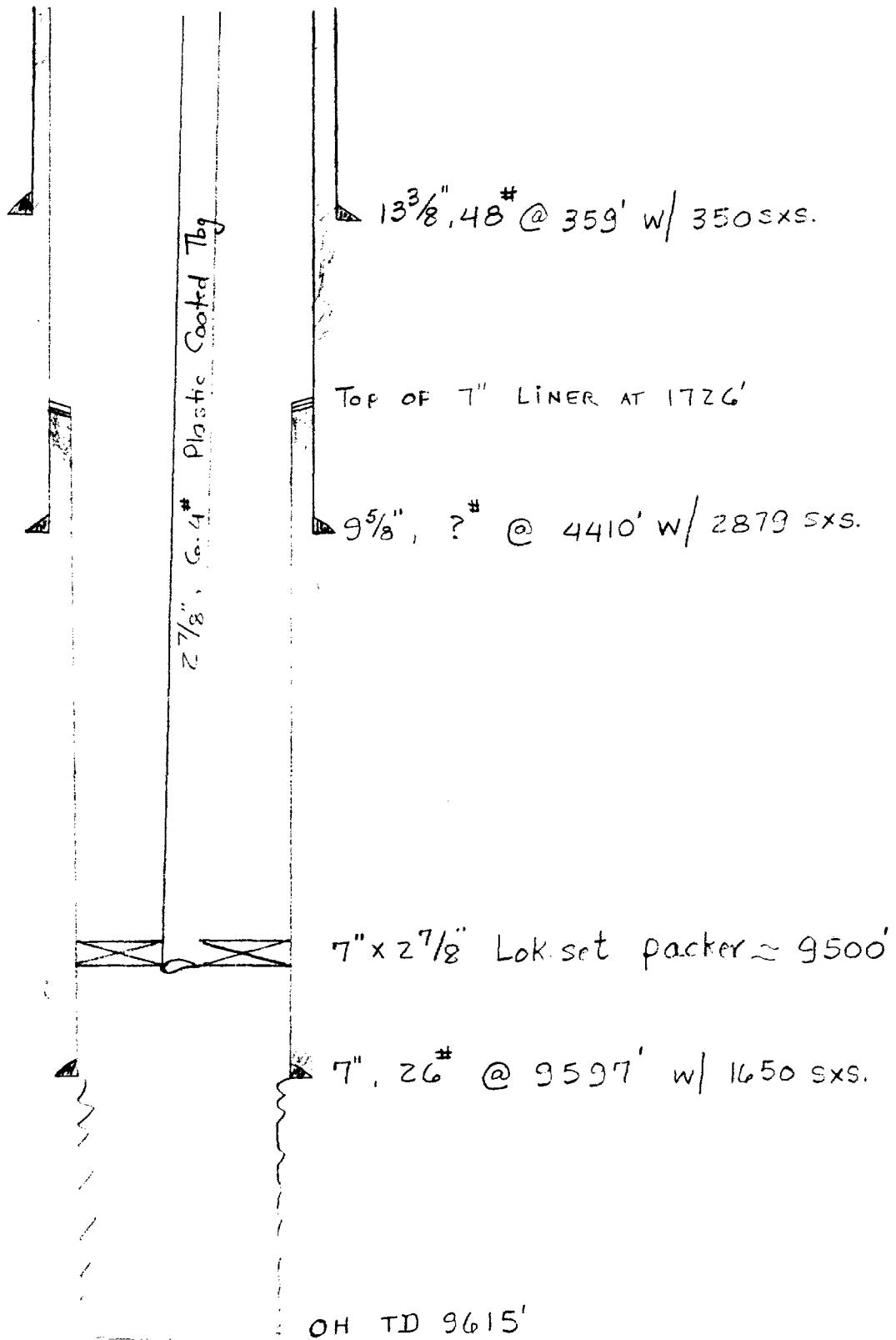
Off-set Operators within one-half mile:

Layton Enterprises
3103 - 79th Street
Lubbock, Texas 79423

M & G Oil Inc.
P. O. Box 957
Crossroads, New Mexico 88114

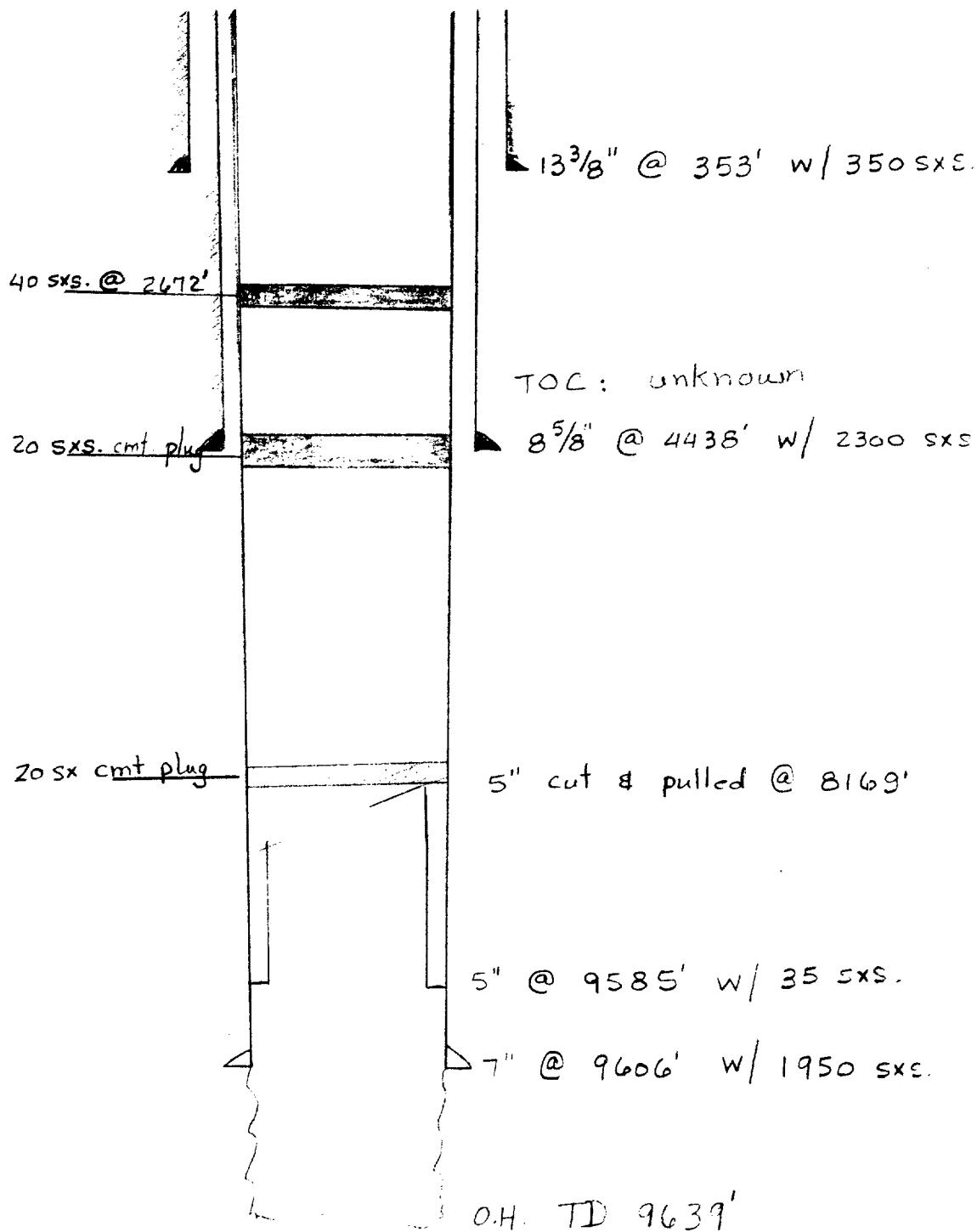
APOLLO ENERGY, INC.
FEDERAL 'A' 13 NO. 1
PROPOSED DISPOSAL WELL
UNIT C, SEC. 13, T9S, R35E

Exhibit XIII



LOQUINA OIL CORP.
BETENBAUGH NO. 2
UNIT N, SEC. 12, T9S, R35E

Exhibit XIV

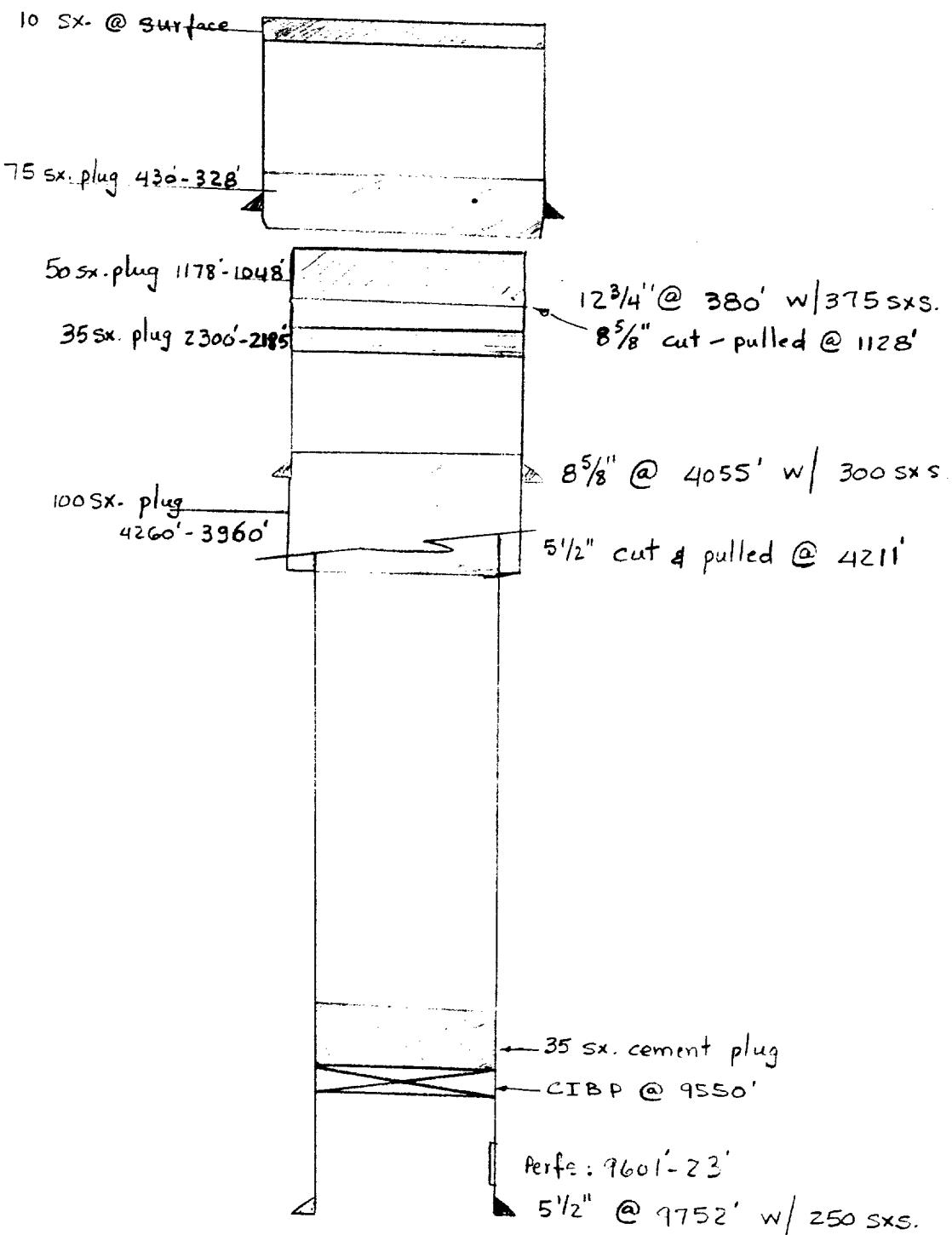


LAYTON ENTERPRISES

BETENBOUGH NO 4

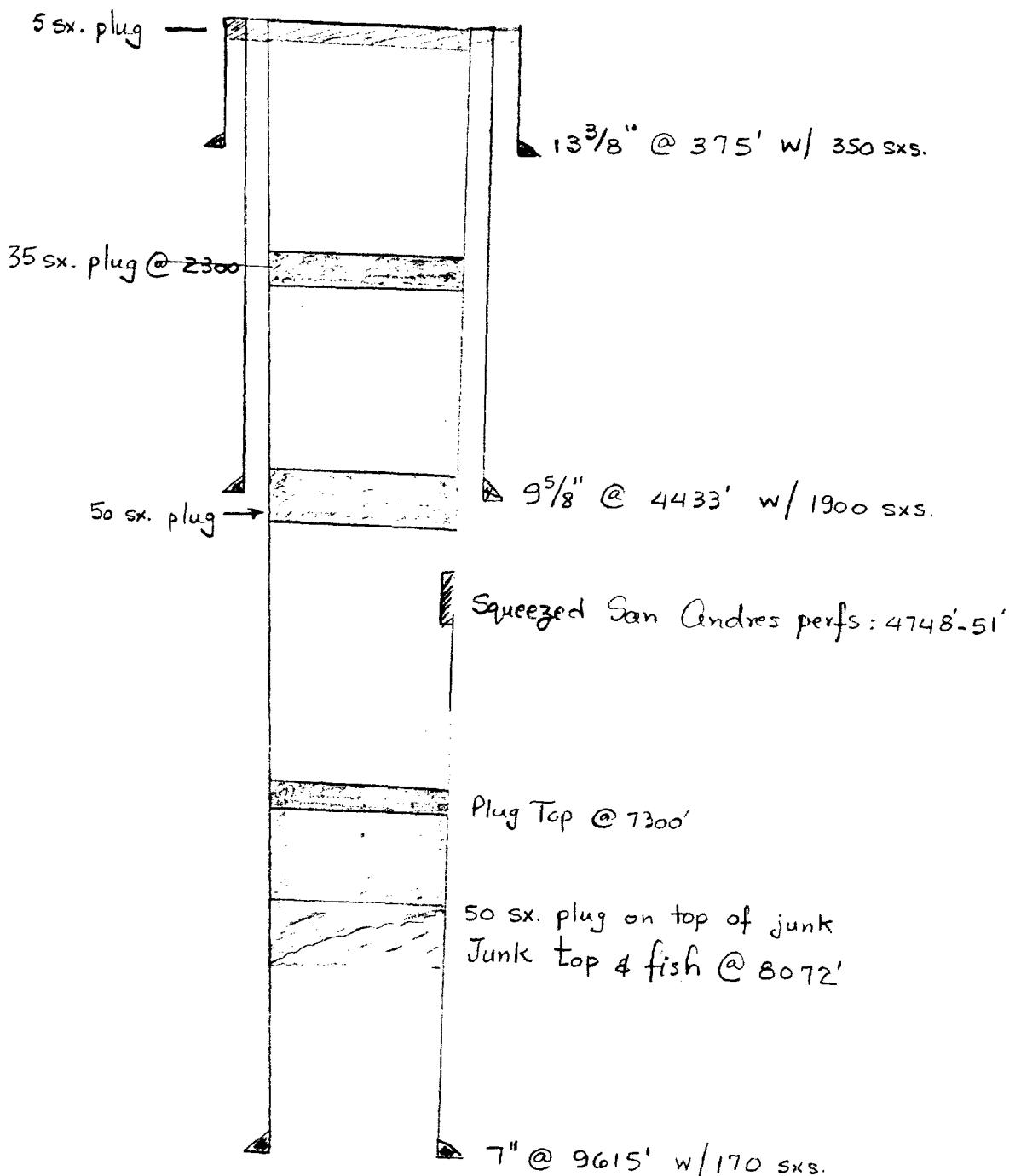
UNIT H, SEC. 14, T9S, R35E

Exhibit XV



Couyuna Oil Corporation
Federal '13' No. 1
Unit D, Sec. 14, T9S, R35E

Exhibit XVI



LAN AMERICAN INC.
FEDERAL "A" NO. 2
Unit "G", Sec. 14, T9S, R35E

Exhibit XVII

