

C-108 APPLICATION FOR AUTHORIZATION TO INJECT ADMINISTRATIVE COMPLETENESS FORM

| Well Name: | |
|-----------------|--|
| Applicant: | |
| Action ID: | |
| Admin. App. No: | |

| C-108 Item | Description of Required Content | Yes | No | |
|----------------------------|---|-----|----|--|
| I. PURPOSE | POSE Selection of proper application type. | | | |
| II. OPERATOR | ATOR Name; address; contact information. | | | |
| | Well name and number; STR location; footage location within section. | | | |
| | Each casing string to be used, including size, setting depth, sacks of cement, hole size, top of cement, and basis for determining top of cement. | | | |
| III WELL DATA | Description of tubing to be used including size, lining material, and setting depth. | | | |
| III. WELL DATA | Name, model, and setting depth of packer to be used, or description of other seal system or assembly to be used. | | | |
| | Well diagram: Existing (if applicable). | | | |
| | Well diagram: Proposed (either Applicant's template or Division's Injection Well Data Sheet). | | | |
| IV. EXISTING PROJECT | For an expansion of existing well, Division order number authorizing existing well (if applicable). | | | |
| V. LEASE AND WELL MAP | AOR map identifying all wells and leases within 2 mile radius of proposed well, and depicting a 1/2 mile radius circle around any another projected injection well and a 1 mile radius circle around any other projected injection well in the Devonian formation. | | | |
| VI. AOR WELLS | Tabulation of data for all wells of public record within AOR which penetrate the proposed injection zone, including well type, construction, date drilled, location, depth, and record of completion. | | | |
| | Schematic of each plugged well within AOR showing all plugging detail. | | | |
| | Proposed average and maximum daily rate and volume of fluids to be injected. | | | |
| | Statement that the system is open or closed. | | | |
| | Proposed average and maximum injection pressure. | | | |
| VII. PROPOSED OPERATION | Sources and analysis of injection fluid, and compatibility with receiving formation if injection fluid is not produced water. | | | |
| | A chemical analysis of the disposal zone formation water if the injection is for disposal and oil or gas is not produced or cannot be produced from the formation within 1 mile of proposed well. Chemical analysis may be based on sample, existing literature, studies, or nearby well. | | | |
| | Proposed injection interval, including appropriate lithologic detail, geologic name, thickness, and depth. | | | |
| VIII. GEOLOGIC DATA | USDW of all aquifers overlying the proposed injection interval, including geologic name and depth to bottom. | | | |
| | USDW of all aquifers underlying the proposed injection interval, including including the geologic name and depth to bottom. | | | |



C-108 (SWD) APPLICATION FOR AUTHORIZATION TO INJECT ADMINISTRATIVE COMPLETENESS FORM

| Well Name: | |
|-----------------|--|
| Applicant: | |
| Action ID: | |
| Admin. App. No: | |

| C-108 Item | C-108 Item Description of Required Content | | No | |
|--|---|--|----|--|
| IX. PROPOSED STIMULATION | Description of stimulation process or statement that none will be conducted. | | | |
| X. LOGS/WELL TESTS | K. LOGS/WELL TESTS Appropriate logging and test data on the proposed well or identification of well logs already filed with OCD. | | | |
| XI. FRESH WATER | Chemical analysis of fresh water from two or more fresh water wells (if available and producing) within 1 mile of the proposed well, including location and sampling date(s). | | | |
| XII. AFFIRMATION STATEMENT | Statement of qualified person endorsing the application, including name, title, and qualifications. | | | |
| | Identify of all "affected persons" identified on AOR map in Section V, including all affected persons within 1/2 mile radius circle around any another projected injection well and a 1 mile radius circle around any other projected injection well in the Devonian formation. | | | |
| | Identification and notification of all surface owners. | | | |
| | BLM and/or NMSLO notified per 19.15.2.7(A)(8)(d) NMAC. | | | |
| XIII. PROOF OF NOTICE | Notice of publication in local newspaper in county where proposed well is located with the following specific content: | | | |
| | Name, address, phone number, and contact party for Applicant; | | | |
| | Intended purpose of proposed injection wel, including exact location of a single well, or the section, township, and range location of multiple wells; | | | |
| | Formation name and depth, and expected maximum injection rates and pressures; and | | | |
| | Notation that interested parties shall file objections or requests for hearing with OCD no later than 15 days after the admin completeness determination. | | | |
| XIV. CERTIFICATION Signature by operator or designated agent, including date and coninformation. | | | | |

| Re | view Date*: | Reviewer: |
|------------|-----------------------------|-----------|
| \bigcirc | Administratively COMPLETE | |
| \bigcirc | Administratively INCOMPLETE | |

Released to Imaging: 10/3/2022 2:16:01 PM

NOTES:

^{*} The Review Date is the date of administrative completeness determination that commences the 15 day protest period in 19.15.26.8 (C)(2) NMAC.

| RECEIVED: | REVIEWER: | TYPE: | APP NO: | |
|--|--|--|--|---|
| | | above this table for oct CO OIL CONSERV Cal & Engineerin ancis Drive, San | /ATION DIVISIO g Bureau – | |
| TLIC | ADMINISTR CHECKLIST IS MANDATORY FOR AI | RATIVE APPLICAT | | |
| Inis | | QUIRE PROCESSING AT TH | | |
| | | | | GRID Number: |
| Vell Name: Pool: | | | API | : ol Code: |
| | RATE AND COMPLETE INI | FORMATION REQU | IRED TO PROCES | SS THE TYPE OF APPLICATION |
| A. Location | LICATION: Check those n – Spacing Unit – Simuli INSL NSP(PR | taneous Dedicatio | on | □SD |
| [1] Con [[11] Inje | one only for [1] or [1] nmingling – Storage – M DHC DCTB DP ction – Disposal – Pressu WFX PMX S | LC ∐PC ∐(µre Increase – Enh | OLS □OLM anced Oil Reco EOR □PPR | |
| A. Offse B. Roya C. Appl D. Notif E. Notif F. Surfa G. For a | N REQUIRED TO: Check of operators or lease hole alty, overriding royalty or ication requires published ication and/or concurrence owner all of the above, proof of otice required. | ders wners, revenue ov ed notice ent approval by S ent approval by B | wners LO LM | FOR OCD ONLY Notice Complete Application Content Complete ached, and/or, |
| administrativ understand t | N: I hereby certify that e approval is accurate hat no action will be talare submitted to the Div | and complete to ken on this applic | the best of my k | |
| 1 | Note: Statement must be comple | eted by an individual wit | h managerial and/or | supervisory capacity. |
| | | | | |
| | | | Date | _ |
| Print or Type Name | | | | |
| A | | | Phone Numb | per |
| 166 | | | | |
| Signature | | | e-mail Addre | SS |

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

<u>APPLICATION FOR AUTHORIZATION TO INJECT</u>

| I. | PURPOSE: Secondary Recovery Pressure Maintenance X Disposal Storage Application qualifies for administrative approval? Yes No | | | |
|--------|---|--|--|--|
| II. | OPERATOR: NGL WATER SOLUTIONS PERMIAN, LLC | | | |
| | ADDRESS: 865 NORTH ALBION STREET, SUITE 400, DENVER, CO 80220 | | | |
| | CONTACT PARTY: <u>JOSEPH VARGO</u> PHONE: (303) 815-1010 | | | |
| 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?YesXNo 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. | I. 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 wit 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: Joseph Vargo TITLE: Regulatory Director | | | |
| | SIGNATURE: DATE: <u>01/18/2022</u> | | | |
| * | E-MAIL ADDRESS: joseph.vargo@nglep.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: | | | |

Side 2

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.

Side 1

 ft^3

Method Determined: Circulation

INJECTION WELL DATA SHEET

OPERATOR: NGL WATER SOLUTIONS PERMIAN, LLC

WELL NAME & NUMBER: MINUTEMAN SWD #1

SURFACE HOLE LOCATION: 659' FSL & 592' FWL M 14 24S 33E FOOTAGE LOCATION UNIT LETTER SECTION TOWNSHIP RANGE

BOTTOM HOLE LOCATION: 659' FSL & 650' FWL M 14 24S 33E FOOTAGE LOCATION UNIT LETTER SECTION TOWNSHIP RANGE

Cemented with: 2,771 sx.

Top of Cement: Surface

WELLBORE SCHEMATIC

WELL CONSTRUCTION DATA

Surface Casing

| Hole Size: <u>24.000"</u> | Casing Size: <u>20.000</u> " | |
|----------------------------|-------------------------------------|-----------------|
| Cemented with: $1,730$ sx. | or | ft ³ |
| Top of Cement: Surface | Method Determined: Circulation | |
| | 1st Intermediate Casing | |
| | | |
| Hole Size: <u>17.500"</u> | Casing Size: <u>13.375</u> " | |
| Cemented with: 2,600 sx. | or | _ft³ |
| Top of Cement: Surface | Method Determined: Circulation | |
| | 2 nd Intermediate Casing | |
| | | |
| Hole Size: <u>12.250"</u> | Casing Size: <u>9.625</u> " | |

Production Liner

| Hole Size: <u>8.500"</u> | Casing Size: <u>7.625</u> " |
|--------------------------|-----------------------------|
| | |

Top of Cement: 11,800' Method Determined: Calculation

Total Depth: <u>18,326</u>'

Injection Interval

16,691 feet to 18,326 feet

(Open Hole)

Side 2

INJECTION WELL DATA SHEET

| Tul | bing Size: 7", 26 lb/ft, P-110, TCPC from 0'- 11,700' and 5.500", 17 lb/ft, P-110 TCPC from 11,700'- 16,641 |
|-----|---|
| Lin | ing Material: <u>Duoline</u> |
| Тур | be of Packer: 7-5/8" x 5-1/2" TCPC Permanent Packer with High Temp Elastomer and Full Inconel 925 TRIM |
| Pac | ker Setting Depth: 16,641' |
| Oth | ner Type of Tubing/Casing Seal (if applicable): |
| | Additional Data |
| 1. | Is this a new well drilled for injection?XYesNo |
| | If no, for what purpose was the well originally drilled? N/A |
| 2. | Name of the Injection Formation: <u>Devonian, Silurian, Fusselman and Montoya (Top 100')</u> |
| 3. | Name of Field or Pool (if applicable): SWD; Devonian-Silurian |
| 4. | Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) used. No, new drill. |
| 5. | Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area: <u>Bone Spring: 9,130'</u> <u>Wolfcamp: 12,100'</u> |

Received by OCD: 1/26/2022 10:37:25 AM

| | NGL McCloy Mi | nuteman SWD #1 | Location - 23.2 miles west of Jal NM on Hwy 128. | TD: 18,326 | Directions to Site | - Lat/Long 32.211719/-103.55 | 50778 |
|--|---|---|---|---|--|--|---|
| Energy Partners LP | Vertical Injection - Devo | onian, Silurian, Fusselman | Lea County NM | GL/KB: 3593'/3617' | | | |
| Geologic Tops (N | MD ft) | Section | Bit/BHA | Casing | Logging | Cement (HOLD) | Injection String |
| Triassic - 20 Permian Dewey Lake - 6! Rustler Anhydrite - 1: Surface TD - 10 | 59 234 | Surface Drill 24" 0' - 1400 Set and Cement 20" Casing | 24" Tricone 9-5/8" x 8" MM 9 jts: 8" DC 21 jts: 5" HWDP 5 " DP to surface | 1400' of 20" 106.5# J55 BTC Centralizers - bottom 2 joints and every 3rd jt thereafter, Cement basket 5th jt from surface | No Logs | Thixotropic Cement 13.2 ppg Class C - 1,730 sks 3hr TT 25% Excess 1000psi CSD after 10hrs | |
| Base of Silicates 14 Top Salt - 1, Castile - 30 Base Salt - 5: ECP DV Tool - 5: | ,494' 680 140 150 | 1st Intermediate Drill 3800' of 17-1/2" Hole 1400' - 5200' Set and Cement 13-3/8" Casing | 17-1/2" PDC 9-5/8" x 8" MM 9 jts: 8" DC 21 jts: 5" HWDP 5 " DP to surface | 5M A Section Casing Bowl 5200' of 13-3/8" 68# HCL80 BTC Centralizers - bottom jt, every 3rd joint in open hole and 2 jt inside the surface casing | Mudlogger on site by 1250' | 13.2 ppg Class C - 2,600 sks 4hr TT 10% Excess 1000psi CSD after 10 hrs Cement to Surface | 11700' of 7" P110 26# TCPC |
| Delaware Mtn Group - 52 Lamar Limestone - 52 Bell Canyon - 52 Cherry Canyon - 62 Brushy Canyon - 73 DV Tool - 90 Bone Spring - 92 3rd Int Liner Top - 12 Wolfcamp - 12 | 234 270 265 860 000 130 1,800 2100 | 2nd Intermediate Drill 7100' of 12-1/4" Hole 5200' - 12300' Set 9-5/8" Intermediate Casing and Cement in 3 Stages | 12-1/4" PDC 8" MM 9jts: 8" DC 8" Drilling Jars 21 jts: 5" HWDP 5" DP to Surface | 10M B Section 12300' of 9-5/8" 53.5# P110 BTC Special Drift to 8.535" Externally Coat 4000' Between DV Tools DV tool at at 8940' ECP DV Tool 15' Inside Previous Casing Centralizers - bottom jt, 100' aside of DV tool, every 3rd joint in open hole and 5 within the surface casing | MWD GR Triple combo + CBL of 13-3/8" Casing | Stage 3: 13.2 ppg Class C - 981 sks 5hr TT 10% XS 1000psi CSD after 10 hrs Cement to Surface Stage 2: 13.2 ppg Class H - 964 sks 5hr TT 10% XS 1000psi CSD after 10 hrs Cement to Surface Stage 1: 13.2 ppg Class H - 827 sks 6hr TT 10% XS 1000psi CSD after 10 hrs Cement to Surface | 4941' of 5-1/2" P110 17# TCPC Duoline Internally Coated Injection Tubing |
| Penn - 1: Strawn - 1: Atoka - 1: Morrow - 1: Miss Lst - 1: Woodford - 1: Perm Packer - 3rd Int TD - 1: | 3470 3695 4425 4476 6481 16641 | 3rd Intermediate Drill 4381' of 8-1/2" Hole 12300' - 16691' Set 7-5/8" Liner and Cement in Single Stage | 8-1/2" PDC 6-3/4" MM 9 jts: 6" DC 21 jts: 5" HWDP 5" DP to Surface | 4891' of 7-5/8" 39# Q125 - DTL (FJ4) FJ (Gas Tight) VersaFlex Packer Hanger Centralizers on and 1 jt above shoe jt and then every 2nd jt. | MWD GR Triple combo, CBL of 9- 5/8" Casing | 15.6 ppg Class H - 325 sks 8hr TT 10% Excess 1000psi CSD after 10hrs | 7-5/8" x 5-1/2" TCPC Permanent Packer with High Temp |
| Devonian - 1 Silurian - 1 Fusselman - 1 Montoya - 1 TD - 1 | 7071 7651 8,226' | Injection Interval Drill 1635' of 6-1/2" hole 16691+L57' - 18,326' | 6-1/2" PDC 4-3/4"MM 9 jts: 4-3/4" DC 4-3/4" Drilling Jars 18 jts: 4" FH HWDP 4" FH DP to Surface | Openhole completion | MWD GR Triple Combo with FMI, CBL of 7-5/8" | Displace with 3% KCl (or heavier brine if necessary) | Elastomer and full Inconel 925 trim |

NGL Water Solutions Permian, LLC

Minuteman SWD No. 1

FORM C-108 Supplemental Information

III. Well Data

A. Wellbore Information

1.

| Well information | | | | |
|--------------------------|---------------------|--|--|--|
| Lease Name Minuteman SWD | | | | |
| Well No. | 1 | | | |
| Location | S-14 T-24S R-33E | | | |
| Footage Location (SHL) | 659' FSL & 592' FWL | | | |
| Footage Location (BHL) | 659' FSL & 650' FWL | | | |

2.

a. Wellbore Description

| Casing Information | | | | | | | | |
|--------------------|-------------|--------------|------------|----------|--|--|--|--|
| Type | Surface | Intermediate | Production | Liner | | | | |
| OD | 20" | 13.375" | 9.625" | 7.625" | | | | |
| WT | 0.500" | 0.480" | 0.545" | 0.500" | | | | |
| ID | 19.000" | 12.415" | 8.535" | 6.625" | | | | |
| Drift ID | 18.812" | 12.259" | 8.535" | 6.500" | | | | |
| COD | 21.00" | 14.375" | 10.625" | 7.625" | | | | |
| Weight | 106.5 lb/ft | 68 lb/ft | 53.5 lb/ft | 39 lb/ft | | | | |
| Grade | J-55 | HCL-80 | P-110 | Q-125 | | | | |
| Hole Size | 24" | 17.5" | 12.25" | 8.5" | | | | |
| Depth Set | 1,400' | 5,200′ | 12,300' | 16,691' | | | | |

b. Cementing Program

| | Cement Information | | | | | | | | | |
|-----------------------|----------------------|----------------------|--|---------|--|--|--|--|--|--|
| Casing String | Surface | Intermediate | Production | Liner | | | | | | |
| Lead Cement | С | С | H,H,C | Н | | | | | | |
| Lead Cement Volume | 727 | 1,274 | Stage 1: 443 sks Stage 2: 521 sks Stage 3: 709 sks | 95 | | | | | | |
| Tail Cement | С | С | H,H,C | Н | | | | | | |
| Tail Cement Volume | 1,004 | 1,327 | Stage 1: 384 sks Stage 2: 443 sks Stage 3: 272 sks | 230 | | | | | | |
| Cement Excess | 25% | 10% | 10% | 10% | | | | | | |
| тос | Surface | Surface | Surface | 11,800′ | | | | | | |
| Method | Circulate to Surface | Circulate to Surface | Circulate to Surface | Logged | | | | | | |

3. Tubing Description

| Tubing Information | | | | | | | |
|---------------------------|------------|-----------------|--|--|--|--|--|
| OD | 7" | 5.5" | | | | | |
| WT | 0.362" | 0.304" | | | | | |
| ID | 6.276" | 4.892" | | | | | |
| Drift ID | 7.875" | 6.050" | | | | | |
| COD | 6.151" | 4.767" | | | | | |
| Weight | 26 lb/ft | 17 lb/ft | | | | | |
| Grade | P-110 TCPC | P-110 TCPC | | | | | |
| Depth Set | 0'-11,700' | 11,700'-16,641' | | | | | |

Tubing will be lined with Duoline.

4. Packer Description

7-5/8" x 5-1/2" TCPC Permanent Packer with High Temp Elastomer and Full Inconel 925 trim

B. Completion Information

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

2. Gross Injection Interval: 16,691' – 18,326'

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 |
|-------------|---------|
| Bone Spring | 9,130' |
| Wolfcamp | 12,100′ |

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: 40,000 BPD Maximum Volume: 50,000 BPD

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

Average Injection Pressure: 2,504 PSI (surface pressure)
Maximum Injection Pressure: 3,338 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 Bone Spring and Wolfcamp 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 | 1,234' |
| Salado | 1,494' |
| Delaware | 5,232' |
| Cherry Canyon | 6,265' |
| Brushy Canyon | 7,860′ |
| Bone Spring | 9,130′ |
| Wolfcamp | 12,100' |
| Penn | 13,230' |
| Atoka | 13,695′ |
| Morrow | 14,425' |
| Mississippian Lime | 16,111' |
| Woodford | 16,481' |
| Devonian | 16,691' |
| Fusselman | 17,651' |
| Montoya | 18,226′ |

B. Underground Sources of Drinking Water

Within 1-mile of the proposed Minuteman SWD #1 location, there are 9 reported water wells. The water wells have an average depth of 360 ft and an average water depth of 229 ft generally producing from the Santa Rosa. The upper Rustler may also be another USDW and will be protected.

IX. Proposed Stimulation Program

Stimulate with up to 50,000 gallons of acid.

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

All water wells on the attached 1-mile water well map were researched and efforts were made to locate active water wells in the field. A 3rd party sampling and analysis company determined that all water wells were abandoned or plugged, so no samples could be obtained.

XII. Affirmative Statement of Examination of Geologic and Engineering Data

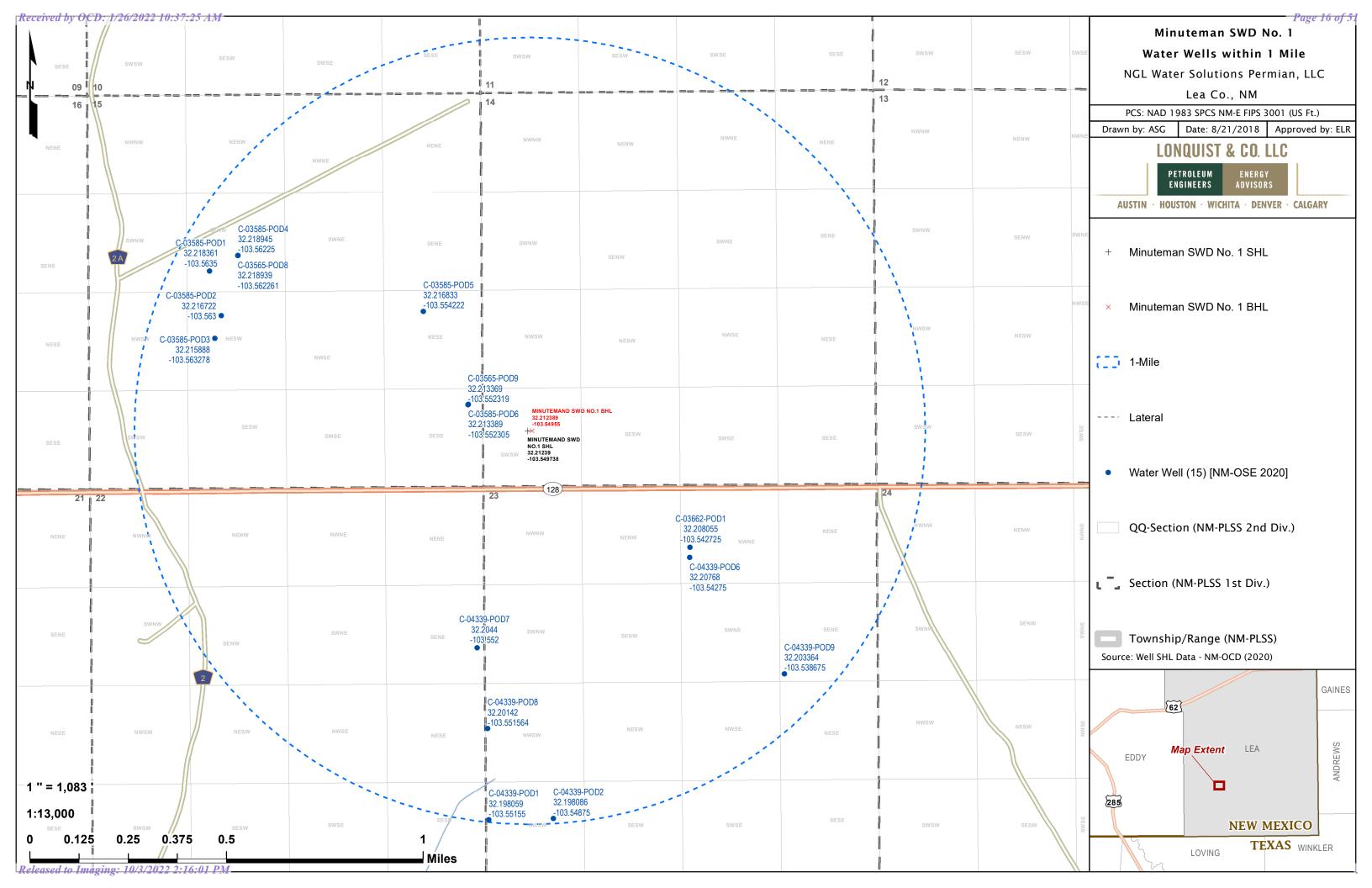
Based on the available engineering and geologic data we find no evidence of open faults or any other hydrologic connection between the disposal zone (in the proposed <u>Minuteman SWD #1</u>) and any underground sources of drinking water.

NAME: John C. Webb

TITLE: Sr. Geologist

SIGNATURE: July Offe

DATE: 8/22/2018



Released to Imaging: 10/3/2022 2:16:01 PM

wellname

BELL LAKE 19 STATE #001H 3002541024 Lea

BELL LAKE 19 STATE #003H 3002541516 Lea

BELL LAKE 19 STATE #004H 3002541517 Lea

BELL LAKE 19 STATE #002H

BELLOQ 2 STATE #002H

county

3002541515 Lea

3001542895 EDDY

state

NM

NM

NM

NM

NM

formation

WOLFCAMP

BONE SPRING 2ND SAND

BONE SPRING 2ND SAND

BONE SPRING 2ND SAND

BONE SPRING 2ND SAND

Minuteman SWD #1: Offsetting Produced Water Analysis

iron_mgL

37.9

41.9

41.1

30.5

22.4

6215

4207

5778

5917

5659.1

magnesium_mgL manganese_mgL chloride_mgL

0.93

0.78

1.1

0.83

759.3

705.9

731.5

718.2

746.1

bicarbonate_mgL

244

366

244

244

81681.6

77482.5

80981.7

73172.5

84081

sulfate_mgL co2_mgL

765

910

710

675

1035.5

200

300

300

300

250

tds_mgL sodium_mgL calcium_mgL

44572.9

44427.6

46648.4

44483.1

37359.2

6.77 134649.2

6.8 119471.8

7.01

6.67

6.68

128413.3

138617.2

133460.5

| P |
|-----|
| age |
| - |
| .0 |
| f 5 |
| 2 |

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

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

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

12 Dedicated Acres

¹ API Number

³ Joint or Infill

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

Santa Fe, NM 87505

² Pool Code

15 Order No.

Consolidation Code

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

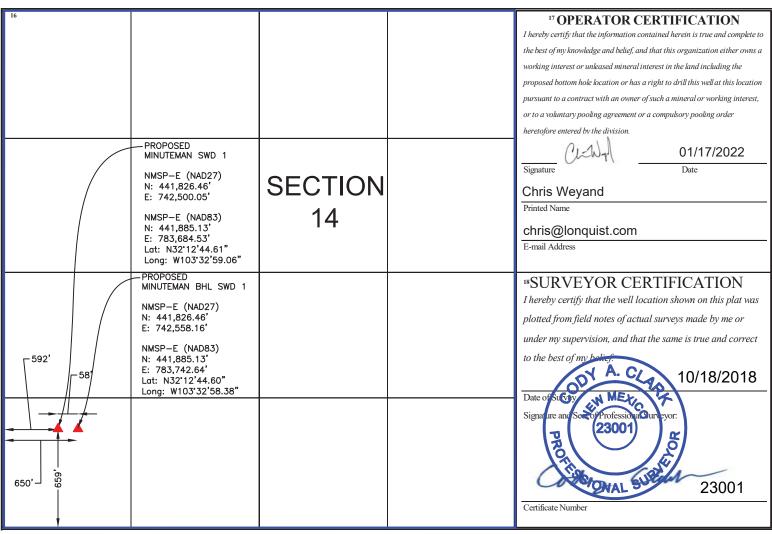
AMENDED REPORT

³ Pool Name

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | | | 97869 | | SWD; Silurian-Devonian | | | | | | |
|-----------------------|--|--|-------|----------------------------------|-----------------------|------------------------|---------------|-------|-------------|------------------------|--------|--|
| ⁴ Property | Code | ⁵ Property Name ⁶ Well Num | | | | | Well Number | r | | | | |
| | | | | | MINUTEMA | AN SWD | | | 1 | | | |
| 7 OGRID | No. | | | | 8 Operator | Name | | | | ⁹ Elevation | | |
| 3723 | 38 | | | NGL WATER SOLUTIONS PERMIAN, LLC | | | | 3 | 3594.00"± | | | |
| | • | | | | ¹⁰ Surface | Location | | | | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | Eas | t/West line | | County | |
| M | 14 | 24 S | 33 E | N/A | 659' | SOUTH | 592' | WES | ST | LEA | | |
| | ¹¹ Bottom Hole Location If Different From Surface | | | | | | | | | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | Eas | t/West line | | County | |
| I M | 14 | 24 S | 33 F | NI/A | 659' | SOUTH | 650' | \//ES | ST. | ΙFΔ | | |

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



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 January 19, 2022 and ending with the issue dated January 19, 2022.

Publisher

Sworn and subscribed to before me this 19th day of January 2022.

Business Manager

My commission expires

January 29, 2023

GUSSIE BLACK Notary Public - State of New Mexico Commission # 1087526 My Comm. Expires Jan 29, 2023

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 NOTICE January 19, 2022

NGL Water Solutions Permian, LLC, located at 865 North Albion Street, Suite 400, Denver, Colorado 80220, 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 Minuteman SWD No. 1. The proposed well will be located at 659' FSL and 592' FWL in Section 14, Township 24S, Range 33E in Lea County, New Mexico. The well will be drilled directionally to a proposed bottom hole location 659' FSL and 650' FWL in Section 14, Township 24S, Range 33E in Lea County, New Mexico. Disposal water will be sourced from area production, and will be injected into the Devonian and Silurian Formations (determined by offset log analysis) through an open hole completion between an applied for top of 16,691 feet to a maximum depth of 18,326 feet. The maximum surface injection pressure will not exceed 3,338 psi with a maximum rate of 50,000 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, Joe Vargo, at (303) 815-1010, extension 3652.

67112661

00262839

LONQUIST & CO., LLC 12912 HILL COUNTRY BLVD, STE F200 AUSTIN, TX 78738

DETERMINATION AND NOTICE OF AFFECTED PARTIES – NEW MEXICO

If an operator or mineral lessee has legal acreage or leases within <u>one mile</u> of the proposed salt water disposal well, their contact information is collected for notification purposes. Legal acreage of offset operators is gathered from the New Mexico Oil Conservation District's Permitting website. Minerals leased from the federal government are determined by referencing the Bureau of Land Management's Land and Mineral System Reports database. Minerals leased from the state government are determined by referencing the New Mexico State Land Office's Data Access database. Contact information for the affected parties is then extracted from the reports that were filed with the appropriate regulatory agency.

Notices were sent for the Minuteman SWD No. 1 application by mailing them a copy of Form C-108, C-108 supplemental information, and plat. The individual tracking numbers and delivery confirmations are documented in the subsequent pages.

Joseph Vargo

Regulatory Director

Project:

NGL Water Solutions Permian, LLC

Minuteman SWD No. 1

Received by OCD: 1/26/2022 10:37:25 AM

| Minuteman SWD No. 1 Notice List | | | | | | | | | | | |
|--|--|------------------------------|--|--|----------------|------------------------|---------|---------------|--|--|--|
| Legal Description | n Unit(s) Notice Party Type Notice Party Address | | | | Phone Number | Tracking No. | Carrier | Delivery Date | | | |
| | | | Oil Conservation Division District I - Hobbs | 1625 N. French Drive, Hobbs, New Mexico 88240 | (575) 393-6161 | 775782941550 | FedEx | 1/21/2022 | | | |
| | | | Sur | face Owner | | | | | | | |
| NGL WATER SOLUTIONS PERMIAN, LLC 1509 W Wall St., Ste. 306, Midland, TX 79701 (432) 685-0005 N/A | | | | | | | | | | | |
| | | | Min | eral Owners | | | | | | | |
| S10, S15, S22-T24S-R33E | | SURFACE TRACT MINERAL OWNER | BUREAU OF LAND MGMT | 301 Dinosaur Trail, Santa Fe, NM 87508 | (505) 954-2000 | 775782584437 | FedEx | 1/25/2022 | | | |
| S14, S23-T24S-R33E | | ADJACENT TRACT MINERAL OWNER | NEW MEXICO STATE LAND OFFICE | P.O. Box 1148, Santa Fe, NM 87504 | (505) 827-5760 | 9314869904300090808016 | USPS | 1/21/2022 | | | |
| | | | Affected | d Parties - 1 Mile | | | | | | | |
| S14-T24S-R33E | W/2, B,G,J,O | OPERATOR | DEVON ENERGY PRODUCTION COMPANY, LP | 333 West Sheridan Ave., Oklahoma City, OK 73102 | 405-552-4660 | 775782799733 | FedEx | 1/21/2022 | | | |
| S23-T24S-R33E | - | OFERATOR | DEVON ENERGY PRODUCTION CONFAINT, EF | 333 West Sheridan Ave., Oklahoma City, Ok 73102 | 403-332-4000 | 773782799733 | reutx | 1/21/2022 | | | |
| S10-T24S-R33E | - | | | | | | | | | | |
| S15-T24S-R33E | N/2 | OPERATOR | EOG RESOURCES INC, ATTN.: KAY MADDOX | 5509 CHAMPIONS DRIVE, MIDLAND, TX 79706 | 432-686-3689 | 775783764220 | FedEx | 1/21/2022 | | | |
| S22-T24S-R33E | S/2 | OFERATOR | EOG RESOURCES INC, AT IN RAT MIADDOX | | | | | 1/21/2022 | | | |
| S24-T24S-R33E | W/2 | | | | | | | | | | |
| S11-T24S-R33E | - | | | | | | | | | | |
| S14-T24S-R33E | A,H,I,P | OPERATOR | MATADOR PRODUCTION COMPANY | One Lincoln Centre, 5400 LBJ Freeway, Ste 1500, Dallas, TX 75240 | 972-371-5200 | 775782884137 | FedEx | 1/20/2022 | | | |
| S13-T24S-R33E | D,E,L,M | | | | | | | | | | |
| S11-T24S-R33E | - | | | | | | | | | | |
| S14-T24S-R33E | A,H,I,P | OPERATOR | COG OPERATING LLC | 600 W Illinois Ave, Midland, TX 79701 | 432-683-7443 | 775782720876 | FedEx | 1/21/2022 | | | |
| S13-T24S-R33E | D,E,L,M | | | | | | | | | | |
| S22-T24S-R33E | | OPERATOR | TAP ROCK OPERATING, LLC | 523 PARK POINT DRIVE, SUITE 200, GOLDEN, CO 80401 | 720-772-5093 | 775783014801 | FedEx | 1/25/2022 | | | |
| S15-T24S-R33E | 1 | OFLINATOR | TAF NOCK OF ENATING, LLC | JZJ FANK FORNT DNIVE, JOHE 200, GOLDEN, CO 80401 | 120-112-3093 | 773763014801 | TEUEX | 1/23/2022 | | | |



The following is the proof-of-delivery for tracking number: 775782941550

Delivery Information:

Status: Delivered

Signed for by: DDIAZ

Service type: FedEx Ground

Special Handling: Direct Signature Required

Hobbs, NM,

Delivery date: Jan 21, 2022 09:56

Delivered To:

Delivery Location:

Shipping Information:

Tracking number: 775782941550 **Ship Date:** Jan 19, 2022

Weight: 1.0 LB/0.45 KG

Recipient: Shipper:

HOBBS, NM, US, HOUSTON, TX, US,

Reference 1727-MINUTEMAN LEGAL NOTICE



The following is the proof-of-delivery for tracking number: 775782584437

Delivery Information:

Status: Delivered

Signed for by: BDAVE

Service type: FedEx Ground

Special Handling: Direct Signature Required

Santa Fe, NM,

Delivery date: Jan 25, 2022 10:00

Delivered To:

Delivery Location:

Shipping Information:

Tracking number: 775782584437 **Ship Date:** Jan 19, 2022

Weight: 1.0 LB/0.45 KG

Recipient: Shipper:

SANTA FE, NM, US, HOUSTON, TX, US,

Reference 1727-MINUTEMAN LEGAL NOTICE

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

Chris Weyand

From: auto-reply@usps.com

Sent: Friday, January 21, 2022 7:50 AM

To: Chris Weyand

Subject: USPS® Item Delivered, PO Box 9314869904300090808016

Follow Up Flag: Follow up Flag Status: Flagged



Hello chris weyand,

Your item has been delivered and is available at a PO Box at 6:39 am on January 21, 2022 in SANTA FE, NM 87501.

Tracking Number: <u>9314869904300090808016</u>

Delivered, PO Box



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.

INFORMED DELIVERY®

Sign up to view your mail online or via email.











The following is the proof-of-delivery for tracking number: 775782799733

Delivery Information:

Status: Delivered

Signed for by: MWELLA

Service type: FedEx Ground

Special Handling: Direct Signature Required

Oklahoma City, OK,

Delivery date: Jan 21, 2022 12:07

Delivered To:

Delivery Location:

Shipping Information:

Tracking number: 775782799733 **Ship Date:** Jan 19, 2022

Weight: 1.0 LB/0.45 KG

Recipient: Shipper:

OKLAHOMA CITY, OK, US, HOUSTON, TX, US,

Reference 1727-MINUTEMAN LEGAL NOTICE



TRACK ANOTHER SHIPMENT

775783764220

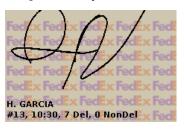






Delivered Friday, 1/21/2022 at 10:30 am

DELIVEREDSigned for by: HGARCIA



GET STATUS UPDATES

OBTAIN PROOF OF DELIVERY

Direct signature required ②

FROM

Lonquist Field Service

1415 LOUISIANA STRET STE 3800 HOUSTON, TX US 77002 512-600-1764

то

Kay Maddox EOG RESOURCES

5509 CHAMPIONS DRIVE Midland, TX US 79706 432-686-3689

Travel History

TIME ZONE

Local Scan Time

Friday, January 21, 2022

10:30 AM Midland, TX Delivered

8:36 AM MIDLAND, TX On FedEx vehicle for delivery

7:52 AM MIDLAND, TX At local FedEx facility

12:26 AM FORT WORTH, TX Departed FedEx location



The following is the proof-of-delivery for tracking number: 775782884137

Delivery Information:

Status: Delivered

Signed for by: LBROWN

Service type: FedEx Ground

Special Handling: Direct Signature Required

Dallas, TX,

Delivery date: Jan 20, 2022 09:21

Delivered To:

Delivery Location:

Shipping Information:

Tracking number: 775782884137 **Ship Date:** Jan 19, 2022

Weight: 1.0 LB/0.45 KG

Recipient: Shipper:

DALLAS, TX, US, HOUSTON, TX, US,

Reference 1727-MINUTEMAN LEGAL NOTICE



The following is the proof-of-delivery for tracking number: 775782720876

Delivery Information:

Status: Delivered

Signed for by: CCLINTON

Service type: FedEx Ground

Special Handling: Direct Signature Required

Midland, TX,

Delivery date: Jan 21, 2022 12:56

Delivered To:

Delivery Location:

Shipping Information:

Tracking number: 775782720876 **Ship Date:** Jan 19, 2022

Weight: 1.0 LB/0.45 KG

Recipient: Shipper:

MIDLAND, TX, US, HOUSTON, TX, US,

Reference 1727-MINUTEMAN LEGAL NOTICE



The following is the proof-of-delivery for tracking number: 775783014801

Delivery Information:

Status: Delivered

Signed for by: WSPRINGMEYER

Service type: FedEx Ground

Special Handling: Direct Signature Required

Golden, CO,

Delivery date: Jan 25, 2022 15:32

Delivered To:

Delivery Location:

Shipping Information:

Tracking number: 775783014801 **Ship Date:** Jan 19, 2022

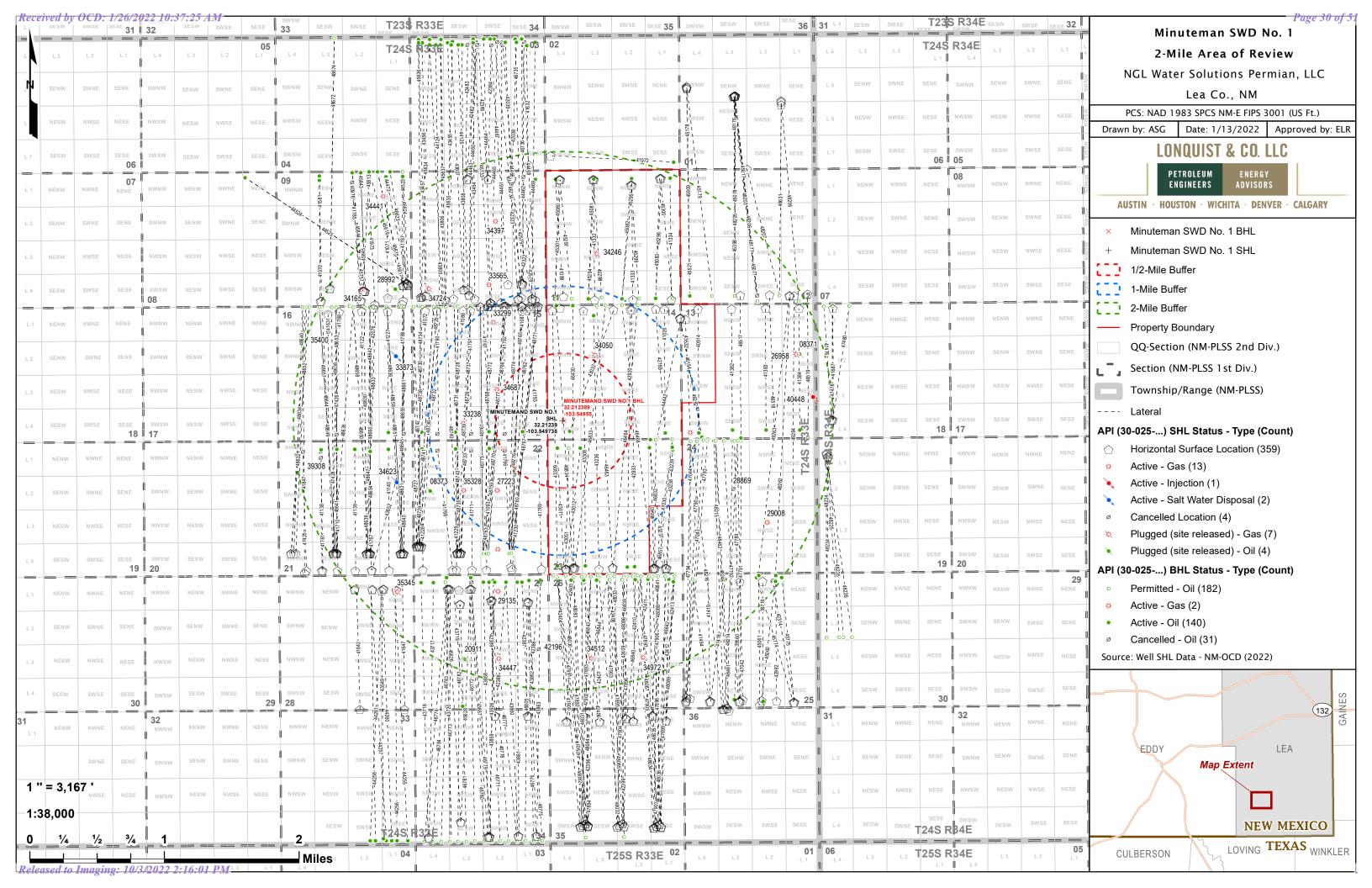
Weight: 1.0 LB/0.45 KG

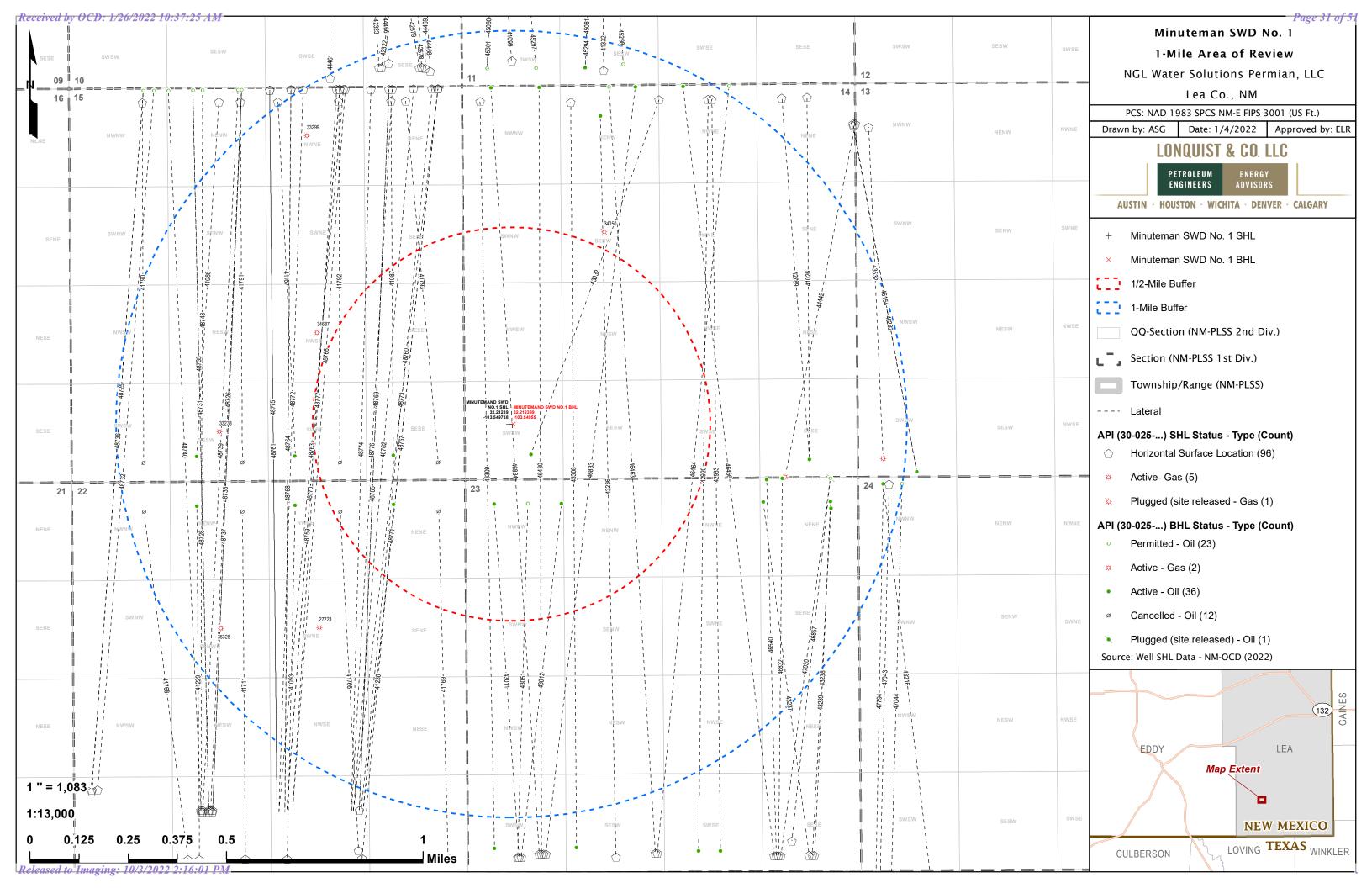
Recipient: Shipper:

GOLDEN, CO, US, HOUSTON, TX, US,

Reference 1727-MINUTEMAN LEGAL NOTICE

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





Minuteman SWD No. 1 1 Mile Area of Review List

| API (30-025) | WELL NAME | WELL TYPE | STATUS | OPERATOR | TVD (FT.) | LATITUDE (NAD83 DD) | LONGITUDE (NAD83 DD) | DATE DRILLED |
|--------------|-----------------------------------|-----------|-------------------------|-------------------------------------|-----------|---------------------|----------------------|--------------|
| 3002527223 | JACKSON UNIT #001 | Gas | Active | TAP ROCK OPERATING, LLC | 15860 | 32.20493700000 | -103.55804440000 | 1/29/1981 |
| 3002533238 | JACKSON UNIT #003 | Gas | Active | TAP ROCK OPERATING, LLC | 13920 | 32.21219640000 | -103.56231690000 | 2/9/1996 |
| 3002533299 | JACKSON UNIT #004 | Gas | Active | EOG RESOURCES INC | 15534 | 32.22308350000 | -103.55842590000 | 3/14/1996 |
| 3002534050 | LELA MAE STEVENS FEDERAL COM #001 | Gas | Plugged (site released) | EOG RESOURCES INC | 13840 | 32.21944810000 | -103.54556270000 | 10/23/1997 |
| 3002534687 | JACKSON UNIT #007 | Gas | Active | TAP ROCK OPERATING, LLC | 13841 | 32.21582030000 | -103.55804440000 | 10/16/1999 |
| 3002535328 | JACKSON UNIT #008 | Gas | Active | TAP ROCK OPERATING, LLC | 13920 | 32.20493700000 | -103.56231690000 | 3/28/2001 |
| 3002541026 | TYRELL FEE #001H | Oil | Active | COG OPERATING LLC | 10951 | 32.22437290000 | -103.53671260000 | 4/24/2013 |
| 3002541086 | JACKSON UNIT #015H | Oil | Active | TAP ROCK OPERATING, LLC | 11184 | 32.22435000000 | -103.56224060000 | 12/12/2013 |
| 3002541087 | JACKSON UNIT #017H | Oil | Active | TAP ROCK OPERATING, LLC | 11186 | 32.22434230000 | -103.55477140000 | 3/11/2014 |
| 3002541093 | JACKSON UNIT #024H | Oil | Active | TAP ROCK OPERATING, LLC | 11102 | 32.19641110000 | -103.55950930000 | 6/1/2013 |
| 3002541099 | ROY BATTY FEDERAL COM #001H | Oil | Active | COG OPERATING LLC | 10700 | 32.22579960000 | -103.54949950000 | 6/24/2013 |
| 3002541167 | JACKSON UNIT #016H | Oil | Active | TAP ROCK OPERATING, LLC | 11180 | 32.22434620000 | -103.55967710000 | 1/30/2014 |
| 3002541229 | JACKSON UNIT #023H | Oil | Active | TAP ROCK OPERATING, LLC | 11111 | 32.19641490000 | -103.56332400000 | 6/23/2014 |
| 3002541230 | JACKSON UNIT #025H | Oil | Active | TAP ROCK OPERATING, LLC | 11121 | 32.19640730000 | -103.55626680000 | 5/15/2014 |
| 3002541332 | ROY BATTY FEDERAL COM #002H | Oil | Active | COG OPERATING LLC | 11101 | 32.22541430000 | -103.54553220000 | 11/1/2013 |
| 3002541711 | JACKSON UNIT #040C | Oil | Cancelled | Murchison Oil and Gas, LLC | 0 | 32.19641110000 | -103.56132510000 | 12/31/9999 |
| 3002541766 | JACKSON UNIT #041C | Oil | Cancelled | Murchison Oil and Gas, LLC | 0 | 32.19668580000 | -103.55641170000 | 12/31/9999 |
| 3002541768 | JACKSON UNIT #039C | Oil | Cancelled | Murchison Oil and Gas, LLC | 0 | 32.19641490000 | -103.56381230000 | 12/31/9999 |
| 3002541769 | JACKSON UNIT #042C | Oil | Cancelled | Murchison Oil and Gas, LLC | 0 | 32.19640730000 | -103.55252840000 | 12/31/9999 |
| 3002541790 | JACKSON UNIT #035C | Oil | Cancelled | Murchison Oil and Gas, LLC | 0 | 32.22435380000 | -103.56556700000 | 12/31/9999 |
| 3002541791 | JACKSON UNIT #036C | Oil | Cancelled | Murchison Oil and Gas, LLC | 0 | 32.22435000000 | -103.56130220000 | 12/31/9999 |
| 3002541792 | JACKSON UNIT #037C | Oil | Cancelled | Murchison Oil and Gas, LLC | 0 | 32.22434620000 | -103.55703740000 | 12/31/9999 |
| 3002541793 | JACKSON UNIT #038C | Oil | Cancelled | Murchison Oil and Gas, LLC | 0 | 32.22434230000 | -103.55413060000 | 12/31/9999 |
| 3002542322 | NEPTUNE 10 STATE COM #501H | Oil | Active | EOG RESOURCES INC | 11171 | 32.22557530000 | -103.55517993000 | 1/31/2015 |
| 3002542323 | NEPTUNE 10 STATE COM #502H | Oil | Active | EOG RESOURCES INC | 11205 | 32.22557538000 | -103.55527742000 | 2/17/2015 |
| 3002542578 | NEPTUNE 10 STATE COM #503C | Oil | Cancelled | EOG RESOURCES INC | 0 | 32.22557108000 | -103.55342511000 | 12/31/9999 |
| 3002542579 | NEPTUNE 10 STATE COM #701C | Oil | Cancelled | EOG RESOURCES INC | 0 | 32.22557116000 | -103.55352260000 | 12/31/9999 |
| 3002542789 | TYRELL FEE #002H | Oil | Active | COG OPERATING LLC | 9359 | 32.22433799000 | -103.53780440000 | 11/4/2015 |
| 3002542920 | BOOMSLANG 14 23 FEDERAL #001H | Oil | Active | DEVON ENERGY PRODUCTION COMPANY, LP | 9517 | 32.22431530000 | -103.54100470000 | 7/28/2017 |
| 3002542933 | BOOMSLANG 14 23 FEDERAL #004H | Oil | Active | DEVON ENERGY PRODUCTION COMPANY, LP | 11274 | 32.22431510000 | -103.54084320000 | 7/5/2017 |
| 3002543011 | BLUE KRAIT 23 14 FEDERAL #001H | Oil | Active | DEVON ENERGY PRODUCTION COMPANY, LP | 9370 | 32.19639980000 | -103.54944480000 | 7/8/2017 |
| 3002543012 | BLUE KRAIT 23 14 FEDERAL #005H | Oil | Active | DEVON ENERGY PRODUCTION COMPANY, LP | 9398 | 32.19639980000 | -103.54934780000 | 7/12/2017 |
| 3002543032 | BOOMSLANG 14 23 FEDERAL #009H | Oil | Active | DEVON ENERGY PRODUCTION COMPANY, LP | 10658 | 32.22431260000 | -103.54313220000 | 8/13/2017 |
| 3002543051 | BLUE KRAIT 23 FEDERAL #010H | Oil | New | DEVON ENERGY PRODUCTION COMPANY, LP | 0 | 32.19639980000 | -103.54950950000 | 12/31/9999 |
| 3002543236 | BLUE KRAIT 23 14 FEDERAL #002H | Oil | Active | DEVON ENERGY PRODUCTION COMPANY, LP | 11851 | 32.19639900000 | -103.54524320000 | 6/18/2017 |
| 3002543237 | BLUE KRAIT 23 FEDERAL #003H | Oil | Active | DEVON ENERGY PRODUCTION COMPANY, LP | 9399 | 32.19639820000 | -103.53686120000 | 7/1/2017 |
| 3002543238 | BLUE KRAIT 23 FEDERAL #004H | Oil | Active | DEVON ENERGY PRODUCTION COMPANY, LP | 11130 | 32.19639810000 | -103.53662280000 | 6/21/2017 |
| 3002543239 | BLUE KRAIT 23 FEDERAL #006H | Oil | Active | DEVON ENERGY PRODUCTION COMPANY, LP | 9408 | 32.19639800000 | -103.53671980000 | 6/26/2017 |
| 3002543308 | BOOMSLANG 14 23 FEDERAL #002H | Oil | Active | DEVON ENERGY PRODUCTION COMPANY, LP | 9485 | 32.22424690000 | -103.54696970000 | 8/18/2017 |
| 3002543309 | BOOMSLANG 14 23 FEDERAL #003H | Oil | Active | DEVON ENERGY PRODUCTION COMPANY, LP | 11451 | 32.22431250000 | -103.55090420000 | 8/7/2017 |
| 3002543532 | LEO THORSNESS 13 24 33 #211H | Gas | Active | MATADOR PRODUCTION COMPANY | 12383 | 32.22324880000 | -103.53404390000 | 12/10/2017 |
| 3002544442 | STRONG 14 24 33 AR #214H | Gas | Active | MATADOR PRODUCTION COMPANY | 12499 | 32.22337350000 | -103.53461800000 | 7/31/2018 |
| 3002544461 | NEPTUNE 10 STATE COM #604C | Oil | Cancelled | EOG RESOURCES INC | 0 | 32.22519620000 | -103.55740560000 | 12/31/9999 |
| 3002544466 | NEPTUNE 10 STATE COM #709C | Oil | Cancelled | EOG RESOURCES INC | 0 | 32.22574450000 | -103.55485830000 | 12/31/9999 |
| 3002544468 | NEPTUNE 10 STATE COM #101H | Oil | Active | EOG RESOURCES INC | 9428 | 32.22542670000 | -103.55305680000 | 2/7/2020 |
| 3002544469 | | Oil | New | | 0 | 0.00000000 | 0.00000000 | 18991230 |
| 3002545080 | CHARLES LING FEDERAL COM #211H | Oil | Active | MATADOR PRODUCTION COMPANY | 12485 | 32.23838330 | -103.54995340 | 12/2/2018 |
| 3002545081 | CHARLES LING FEDERAL COM #212H | Oil | Active | MATADOR PRODUCTION COMPANY | 12434 | 32.23838900 | -103.54568510 | 1/13/2019 |

1 Mile Area of Review List

| 3002545294 | CHARLES LING FEDERAL COM #132H | Oil | New | MATADOR PRODUCTION COMPANY | 0 | 32.23838890 | -103.54549110 | 12/31/9999 |
|------------|---------------------------------|-------|-------------------------|-------------------------------------|--------|-------------|---------------|------------|
| 3002545297 | CHARLES LING FEDERAL COM #201H | Oil | New | MATADOR PRODUCTION COMPANY | 0 | 32.23838340 | -103.54985640 | 12/31/9999 |
| 3002545298 | CHARLES LING FEDERAL COM #202H | Oil | New | MATADOR PRODUCTION COMPANY | 0 | 32.23838890 | -103.54558810 | 12/31/9999 |
| 3002545301 | CHARLES LING FEDERAL COM #131H | Oil | New | MATADOR PRODUCTION COMPANY | 0 | 32.23838340 | -103.54975930 | 12/31/9999 |
| 3002546154 | LEO THORSNESS 13 24 33 #221H | Oil | Active | MATADOR PRODUCTION COMPANY | 12,871 | 32.22337390 | -103.53471530 | 8/13/2019 |
| 3002546282 | LEO THORSNESS 13 24 33 AR #135H | Oil | Active | MATADOR PRODUCTION COMPANY | 12,073 | 32.22329140 | -103.53471560 | 8/24/2019 |
| 3002546430 | BLUE KRAIT 23 14 FEDERAL #031H | Oil | Active | DEVON ENERGY PRODUCTION COMPANY, LP | 12,474 | 32.19652300 | -103.54847500 | 1/17/2020 |
| 3002546463 | BLUE KRAIT 23 14 FEDERAL #027H | Oil | New | DEVON ENERGY PRODUCTION COMPANY, LP | 0 | 32.19653300 | -103.54353800 | 12/31/9999 |
| 3002546464 | BLUE KRAIT 23 14 FEDERAL #028H | Oil | New | DEVON ENERGY PRODUCTION COMPANY, LP | 0 | 32.19653100 | -103.54344100 | 12/31/9999 |
| 3002546465 | BLUE KRAIT 23 14 FEDERAL #036H | Oil | Active | DEVON ENERGY PRODUCTION COMPANY, LP | 12,344 | 32.19652300 | -103.54837800 | 1/16/2020 |
| 3002546466 | BLUE KRAIT 23 14 FEDERAL #037H | Oil | Active | DEVON ENERGY PRODUCTION COMPANY, LP | 12,331 | 32.19639900 | -103.53838200 | 3/2/2020 |
| 3002546540 | BLUE KRAIT 23 FEDERAL #033H | Oil | Active | DEVON ENERGY PRODUCTION COMPANY, LP | 12,520 | 32.19639900 | -103.53828500 | 3/1/2020 |
| 3002546832 | BLUE KRAIT 23 FEDERAL #038H | Oil | Active | DEVON ENERGY PRODUCTION COMPANY, LP | 0 | 32.19639800 | -103.53818800 | 2/28/2020 |
| 3002546833 | BLUE KRAIT 23 14 FEDERAL #032H | Oil | Active | DEVON ENERGY PRODUCTION COMPANY, LP | 12,536 | 32.19652300 | -103.54828100 | 2/8/2020 |
| 3002546834 | BLUE KRAIT 23 14 FEDERAL #035H | Oil | Active | DEVON ENERGY PRODUCTION COMPANY, LP | 12,319 | 32.19652300 | -103.54857200 | 2/7/2020 |
| 3002546857 | BLUE KRAIT 23 FEDERAL #021H | Oil | New | DEVON ENERGY PRODUCTION COMPANY, LP | 0 | 32.19694300 | -103.53760600 | 12/31/9999 |
| 3002547030 | BLUE KRAIT 23 FEDERAL #034H | Oil | Plugged (site released) | DEVON ENERGY PRODUCTION COMPANY, LP | 0 | 32.19639800 | -103.53809100 | 12/31/9999 |
| 3002547043 | FALCON 25 FEDERAL #303H | Oil | New | EOG RESOURCES INC | 0 | 32.18243040 | -103.53425170 | 12/31/9999 |
| 3002547043 | TALGOTT ESTE ESTATE HOUSE | Oil | New | ESS NESSONOES INC | 0 | 0.00000000 | 0.0000000 | 18991230 |
| 3002547044 | FALCON 25 FEDERAL #304H | Oil | New | EOG RESOURCES INC | 0 | 32.18235590 | -103.53383800 | 12/31/9999 |
| 3002547794 | FALCON 25 FEDERAL COM #704H | Oil | Active | EOG RESOURCES INC | 0 | 32.18197730 | -103.53438550 | 12/16/2020 |
| 3002548216 | FALCON 36 FEDERAL COM #503H | Oil | Active | EOG RESOURCES INC | 0 | 32.18114210 | -103.52969340 | 12/27/2020 |
| 3002548725 | PROMETHEUS STATE COM #101H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19902470 | -103.56797520 | 12/31/9999 |
| 3002548726 | PROMETHEUS STATE COM #102H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19822500 | -103.56281630 | 12/31/9999 |
| 3002548728 | PROMETHEUS STATE COM #132H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19815890 | -103.56323710 | 12/31/9999 |
| 3002548731 | PROMETHEUS STATE COM #142H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19815680 | -103.56289760 | 12/31/9999 |
| 3002548732 | PROMETHEUS STATE COM #151H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19902310 | -103.56771650 | 12/31/9999 |
| 3002548733 | PROMETHEUS STATE COM #152H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19815580 | -103.56273600 | 12/31/9999 |
| 3002548735 | PROMETHEUS STATE COM #172H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19822550 | -103.56289710 | 12/31/9999 |
| 3002548736 | PROMETHEUS STATE COM #181H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19895600 | -103.56797570 | 12/31/9999 |
| 3002548737 | PROMETHEUS STATE COM #182H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19822450 | -103.56273540 | 12/31/9999 |
| 3002548739 | PROMETHEUS STATE COM #202H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19815840 | -103.56315630 | 12/31/9999 |
| 3002548740 | PROMETHEUS STATE COM #205H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19822760 | -103.56323650 | 12/31/9999 |
| 3002548743 | PROMETHEUS STATE COM #222H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19822710 | -103.56315570 | 12/31/9999 |
| 3002548759 | PROMETHEUS STATE COM #103H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19820490 | -103.55951600 | 12/31/9999 |
| 3002548760 | PROMETHEUS STATE COM #104H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19818520 | -103.55628560 | 12/31/9999 |
| 3002548761 | PROMETHEUS STATE COM #133H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19820740 | -103.55993630 | 12/31/9999 |
| 3002548762 | PROMETHEUS STATE COM #134H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19818720 | -103.55662500 | 12/31/9999 |
| 3002548763 | PROMETHEUS STATE COM #136H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19813820 | -103.55985600 | 10/30/2021 |
| 3002548764 | PROMETHEUS STATE COM #143H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19813670 | -103.55959740 | 12/31/9999 |
| 3002548765 | PROMETHEUS STATE COM #144H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19811690 | -103.55636700 | 12/31/9999 |
| 3002548766 | PROMETHEUS STATE COM #153H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19820330 | -103.55925740 | 12/31/9999 |
| 3002548767 | PROMETHEUS STATE COM #154H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19811590 | -103.55620540 | 12/31/9999 |
| 3002548768 | PROMETHEUS STATE COM #173H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19820540 | -103.55959680 | 12/31/9999 |
| 3002548769 | PROMETHEUS STATE COM #174H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19818570 | -103.55636640 | 12/31/9999 |
| 3002548770 | PROMETHEUS STATE COM #183H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19813620 | -103.55951660 | 12/31/9999 |
| 3002548771 | PROMETHEUS STATE COM #184H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19818470 | -103.55620480 | 12/31/9999 |
| 3002548772 | PROMETHEUS STATE COM #203H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19820700 | -103.55985550 | 12/31/9999 |
| 3002548773 | PROMETHEUS STATE COM #204H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19811850 | -103.55662560 | 12/31/9999 |
| | | 1 - " | | | | | | ,, |

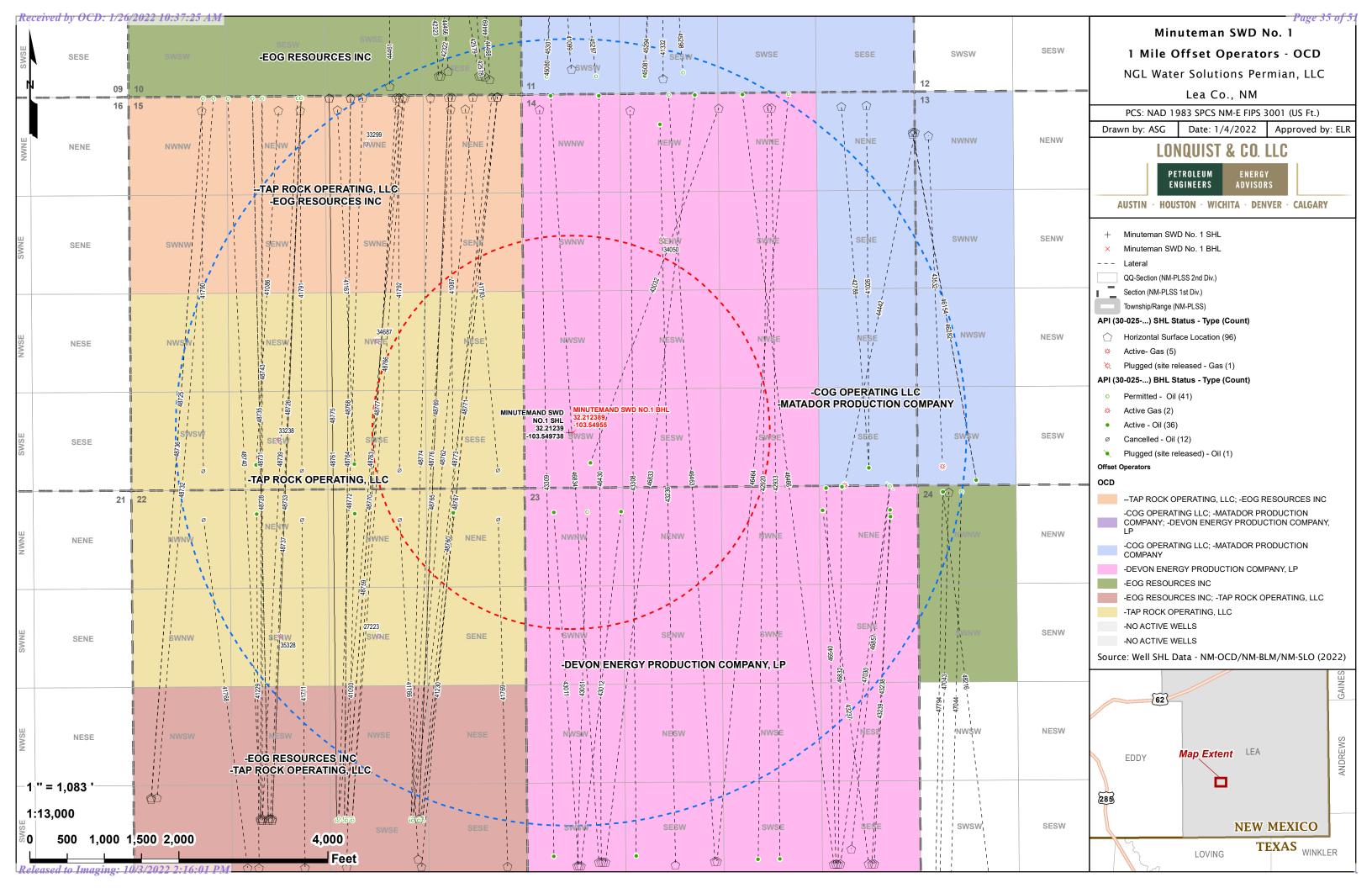
Received by OCD: 1/26/2022 10:37:25 AM

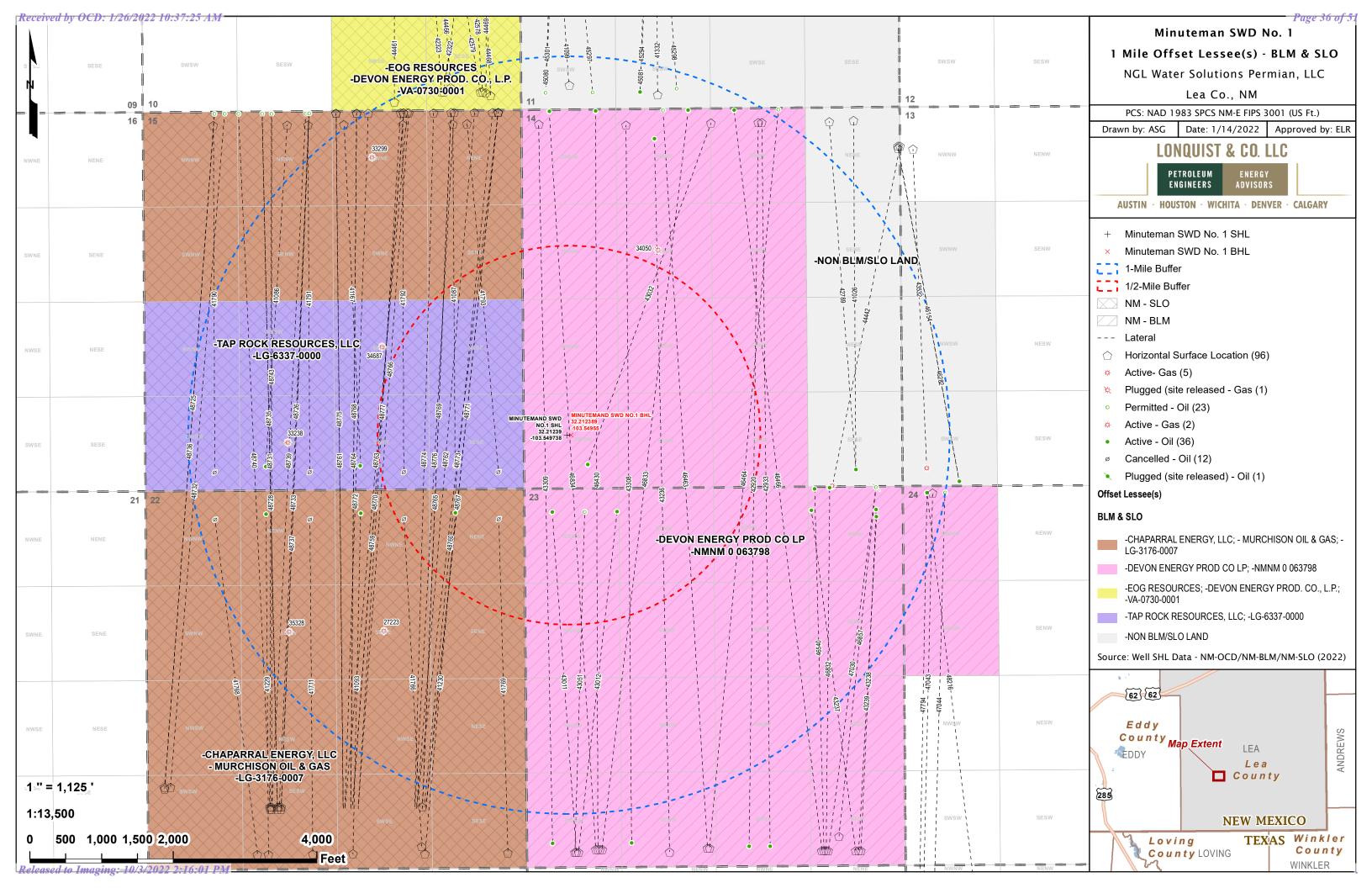
Page 34 of 51

Minuteman SWD No. 1

Minuteman SWD No. 1 1 Mile Area of Review List

| 3002548774 | PROMETHEUS STATE COM #206H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19818770 | -103.55670580 | 12/31/9999 |
|------------|----------------------------|-----|-----|-------------------------|---|-------------|---------------|------------|
| 3002548775 | PROMETHEUS STATE COM #213H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19813870 | -103.55993690 | 10/28/2021 |
| 3002548776 | PROMETHEUS STATE COM #214H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19811900 | -103.55670640 | 12/31/9999 |
| 3002548777 | PROMETHEUS STATE COM #223H | Oil | New | TAP ROCK OPERATING, LLC | 0 | 32.19813460 | -103.55925800 | 12/31/9999 |







www.geoatx.com

January 21, 2022

RE: Application for Fluid Injection or Disposal Permit

NGL Water Solutions Permian, LLC

Minuteman SWD #1

Lea County, New Mexico

FSP Analysis (Fault slip potential)

The FSP software used for this analysis was jointly developed by Stanford University, Exxon

Mobil and XTO Energy as a tool for estimating fault slip potential resulting from fluid injection.

I have reviewed the geology, seismic activity and injection history in the area and the future

proposed injection into the Subject Well and the FSP analysis indicates a low likelihood of fault

slip or induced seismicity. The primary risk reduction factor is that the mapped faults are not

optimally oriented to slip, and significant pressure increases would be necessary to initiate slip on

these faults analyzed. (Note the FSP analysis does not account for any potential unmapped faults

in the area)

Historical earthquakes greater than 2.0 M are noted on **Map 1**.

FSP Analysis

• Map 1 – Shows the Area of Review including the points of past seismicity and possible

mapped faults. Faults were interpreted from well logs in the area and previous published

mapped faults.

• FSP input variables were determined from nearby wells in the review area and published

data. (FSP Exh.1)

Azimuth direction of Shmax was derived from Snee/Zoback 2018. (FSP Exh. 2)

Permeability was estimated

P.O. Box 300388 Austin, Texas 78703 512-791-8521 todd@geoATX.com

Possible faults, existing injection wells and proposed injection wells are shown on FSP
 Exh. 3 and Map 1.

Assumptions

- Historical injection based on actual reported injection volumes (5 deep wells)
- Future injection volumes of existing wells was based on life-time monthly historical average and projected forward at that rate.
- The <u>Subject well</u> was held constant and projected into the future at the maximum daily allowable injection volume.
- FSP Exh .4 shows the geomechanical properties of the mapped faults
- **FSP Exh. 5** shows the pressure to slip, ΔP , at each fault segment.
- **FSP Exh. 6** shows the probability of fault slip for the fault segments and shows that a ΔP 1250 psi increase shows a 10% probability of fault slip.
- **FSP Exh. 7** shows the calculated pressures at the fault segments as of 1/1/2020.
- **FSP Exh. 8** shows the calculated pressures at the fault segments as of 1/1/2030.
- **FSP Exh. 9** shows the calculated pressures at the fault segments as of 1/1/2040.
- **FSP Exh. 10** shows the calculated pressures at the fault segments as of 1/1/2050.

The FSP calculated pressure increases at the fault segments in the year 2050 still remain below the calculated values for fault slip. The fault nearest the Subject Well shows a calculated pressure increase of 409 psi in the year 2050 and this is below the pressure of 5,457 psi which is the calculated pressure for fault slip to occur.

The FSP analysis shows low potential for fault slip and/or induced seismicity along the mapped faults shown on Map 1.



Page 3 of 3

Should you have any questions, please do not hesitate to call me at (512) 791-8521 or email me at twr@geoatx.com

Regards,

Todd W. Reynolds

Managing Partner

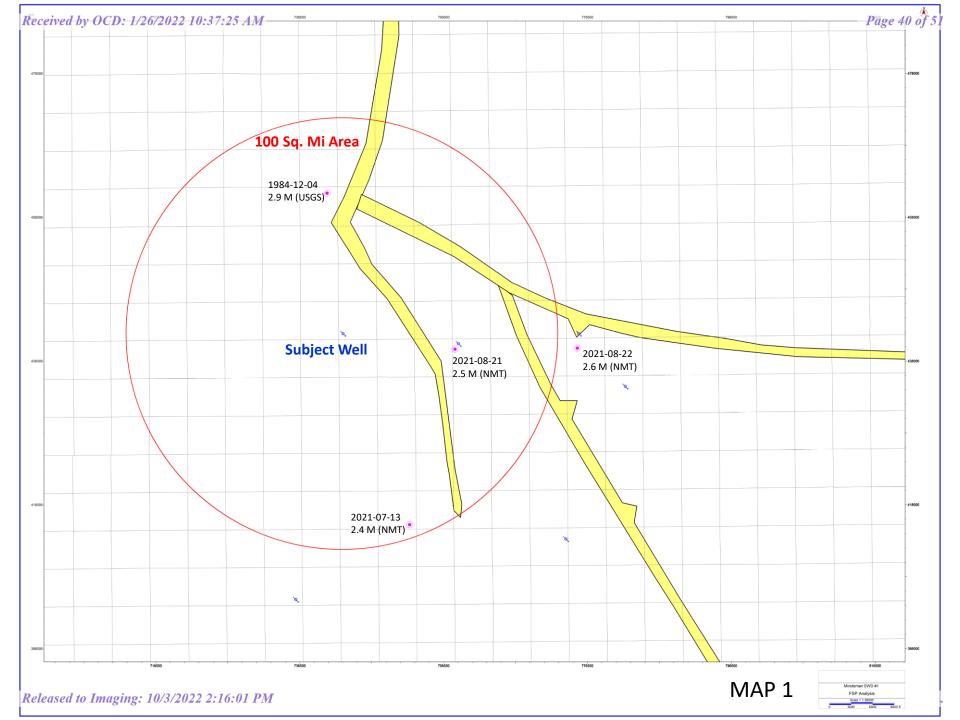
Geologist/Geophysicist

GeoATX, LLC

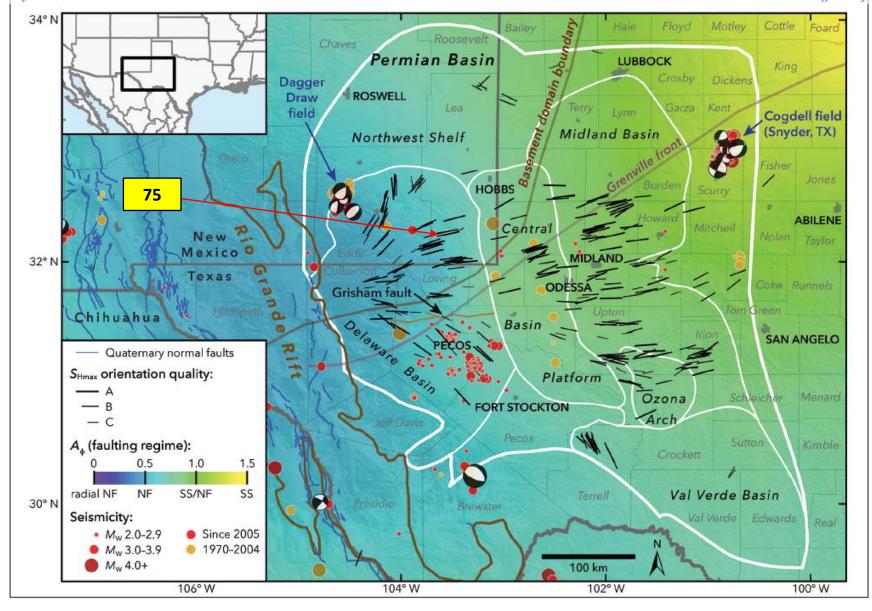
twr@geoatx.com

512-791-8521





| FSP DATA WORKSHEET (General information and Input data) | | | | | |
|---|---|--|----------------|--|--|
| | | <u>Comments</u> | Variance (+/-) | | |
| <u>Well</u> | Minuteman SWD #1 | | | | |
| <u>Operator</u> | NGL Water Solutions Permian, LLC | | | | |
| <u>Location</u> | S-14 T-24S R-33E | 659' FSL & 592' FWL | | | |
| Top Injection Depth (ft) | 16,691 | | | | |
| Base Injection Depth(ft) | 18,326 | | | | |
| Injection Formation(s) | Devonian, Silurian, Fusselman, Montoya (Top 100') | | | | |
| Density (kg/m3) | 1,020 | | 10 | | |
| Viscosity (Pa.s) | 0.0008 | | 0.00005 | | |
| Compressibility-Formation (1/Pa) | 1.08E-09 | | | | |
| Compressibility-Fluid (1/Pa) | 3.60E-10 | | | | |
| Aquifer thickness (ft) | 818 | | 100 | | |
| Porosity (%) | 4.0 | Avg. porosity | 1 | | |
| Perm (mD) | 20 | | 5 | | |
| Vertical stress grad. (psi/ft) | 1.1 | Calculated from density log | 0.03 | | |
| Min. Horiz. Stress grad. (psi/ft) | 0.65 | Determined from A Phi parameter (0.6) | 0.03 | | |
| Max. Horiz. Stress grad. (psi/ft) | 0.92 | Determined from A Phi parameter (0.6) | 0.03 | | |
| Initial Pore Pressure grad. (psi/ft) | 0.44 | | 0.02 | | |
| Azimuth of Max Horiz Stress (deg) | 75 | | 5 | | |
| Fault Orientation (deg) | Dependent on Fault | | 5 | | |
| Fault Dip (deg) | 85 | | 5 | | |
| Friction of Coefficient | 0.6 | typical for pre-existing fault/facture | 0.02 | | |
| Max Injection rate (bbls/day) | 50,000 | | | | |

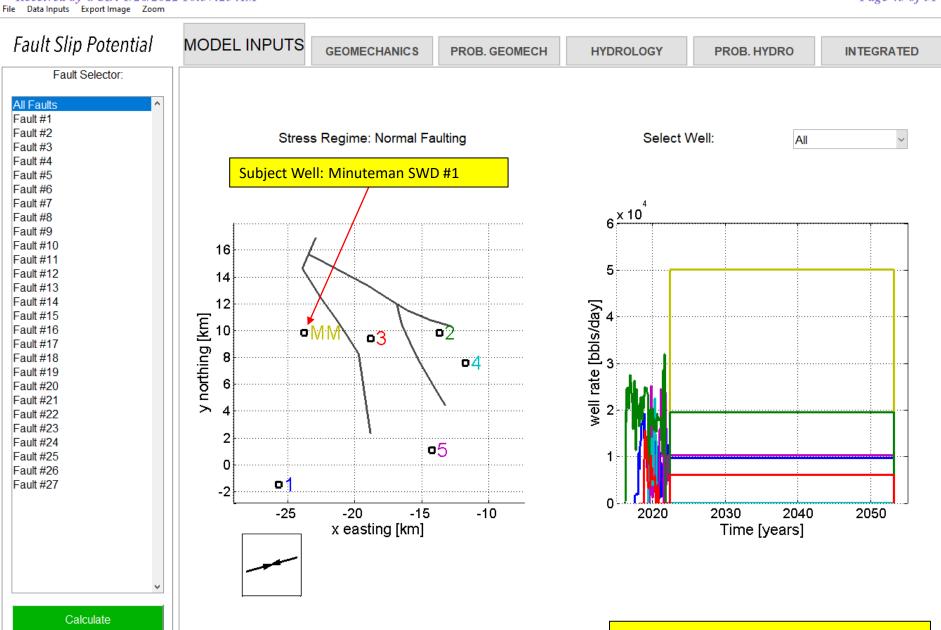




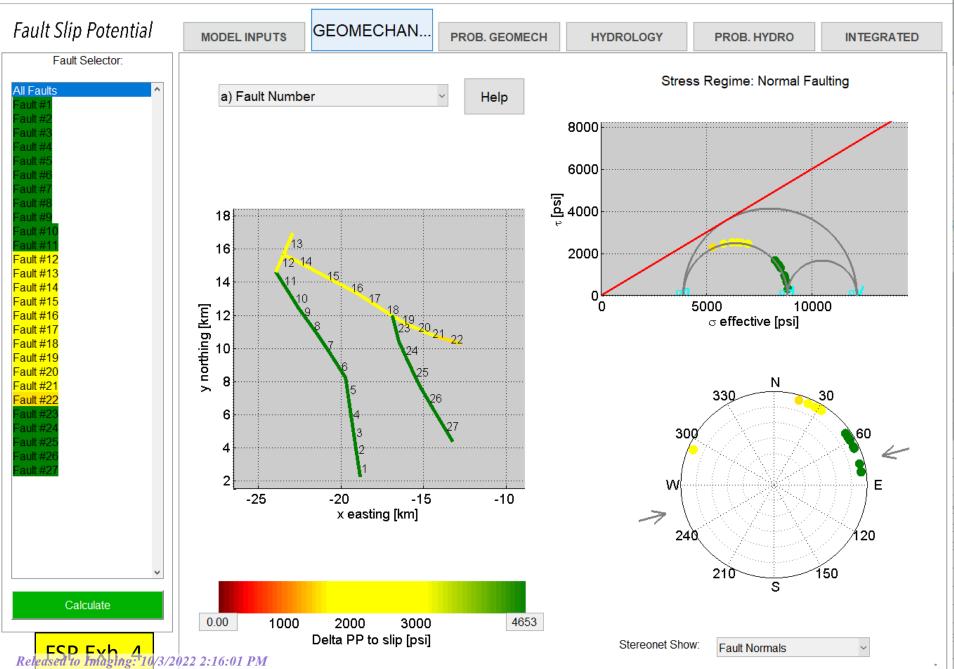
Stress Data Inputs

Azimuth Shmax Subject Area

deased to Ymaging: 10/3/2022 2:16:01 PM



Subject Well input at 50,000 bbls/day 5 other injection wells in area of study

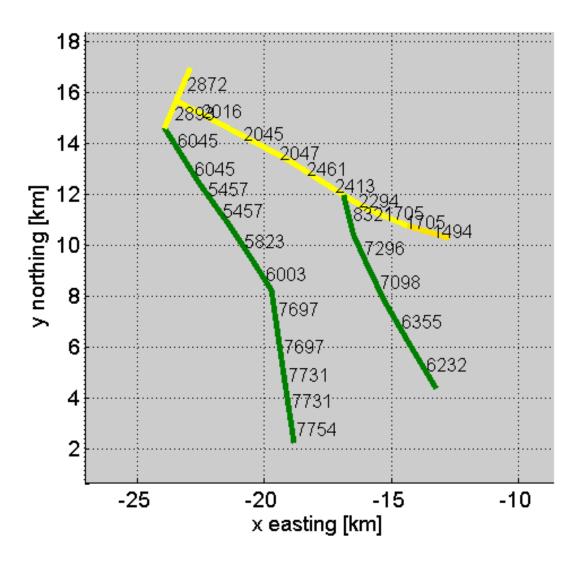


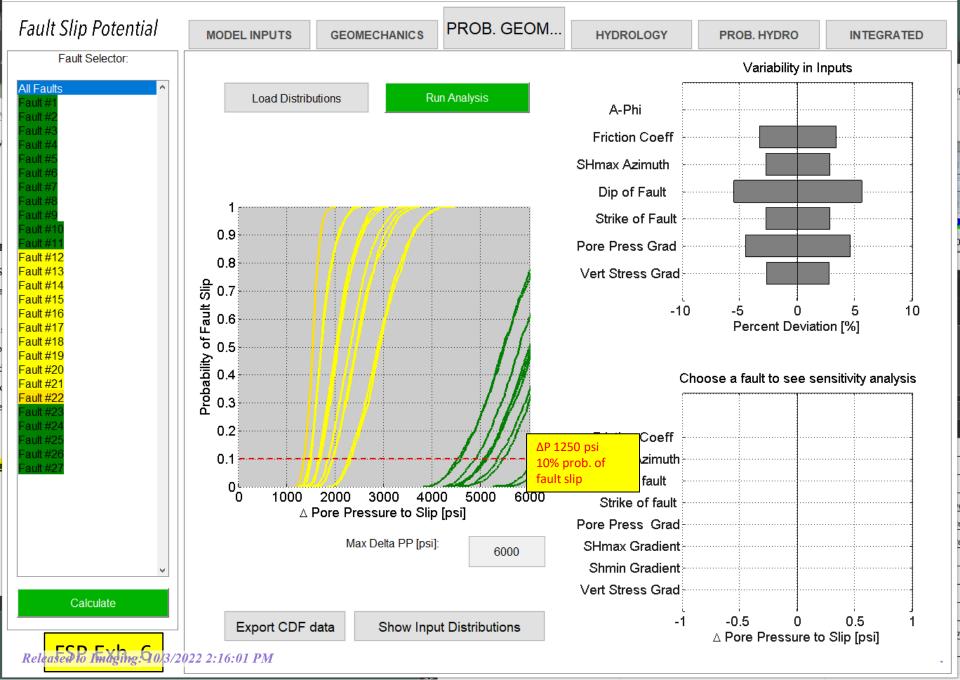
Calculated Pore
Pressure to Slip

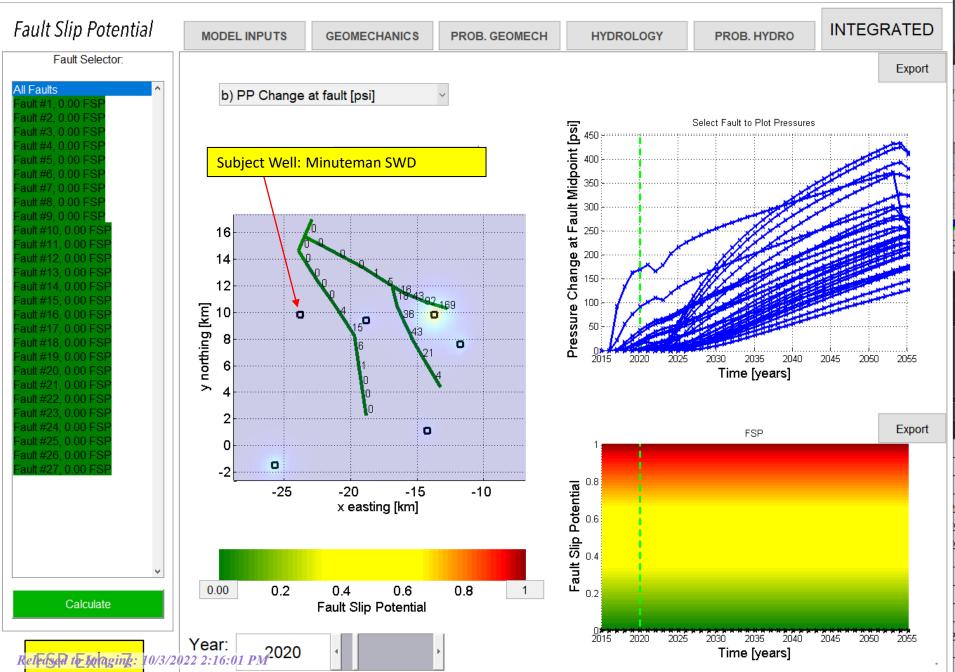
AP

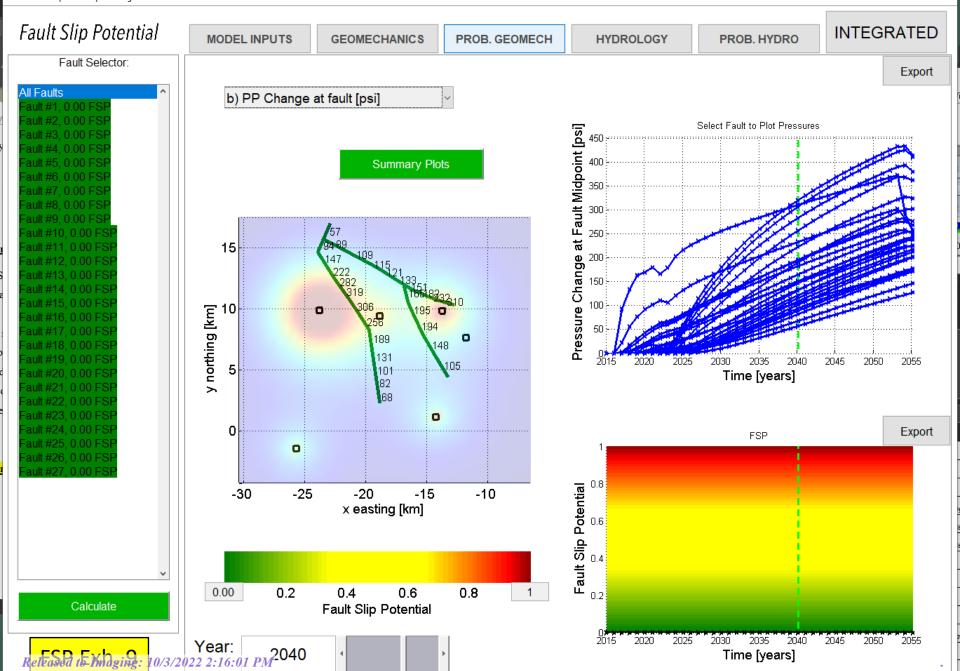
At each fault
segment

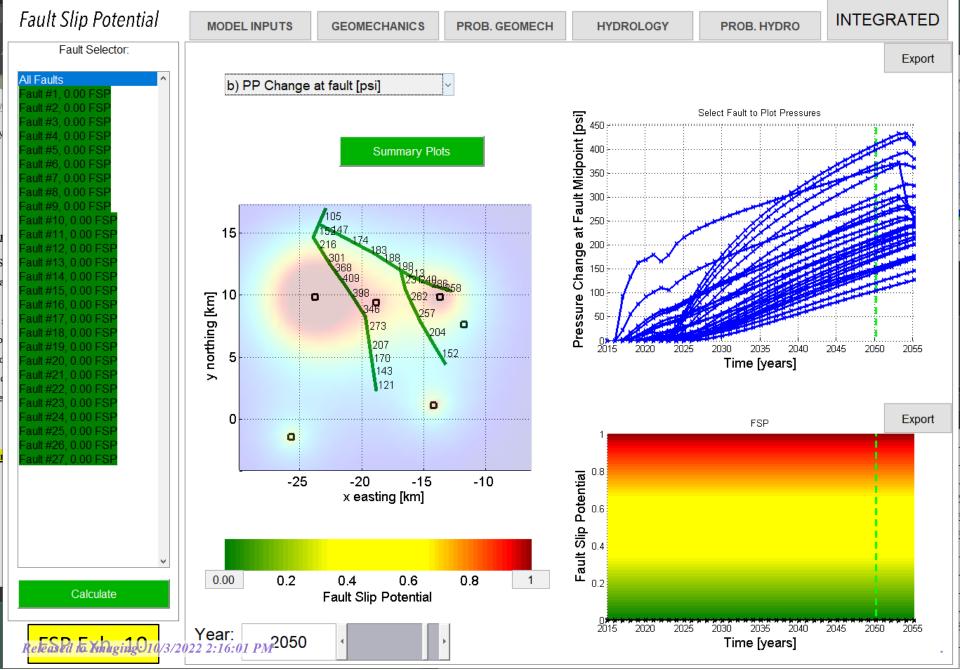
ΔP ranges from 1494 to 8321











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 District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 75360

CONDITIONS

| Operator: | OGRID: |
|----------------------------------|--------------------------------------|
| NGL WATER SOLUTIONS PERMIAN, LLC | 372338 |
| 865 North Albion Street | Action Number: |
| Denver, CO 80220 | 75360 |
| | Action Type: |
| | [C-108] Fluid Injection Well (C-108) |

CONDITIONS

| Created By | Condition | Condition Date |
|------------|-----------|-------------------|
| aschaefe | r None | 10/3/2022 |