

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103  
Revised July 18, 2013

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

|  |  |  |
|--|--|--|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)   |  | WELL API NO.<br>Zia AGI #1 30-025-42208<br>Zia AGI D#2 30-025-42207                                    |
| 1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other: Acid Gas Injection Well <input checked="" type="checkbox"/>  |  | 5. Indicate Type of Lease BLM<br>STATE <input type="checkbox"/> FEE <input type="checkbox"/>           |
| 2. Name of Operator<br>DCP Midstream LP  |  | 6. State Oil & Gas Lease No.<br>NMLC065863   |
| 3. Address of Operator<br>370 17 <sup>th</sup> Street, Suite 2500, Denver, CO 80202  |  | 7. Lease Name or Unit Agreement Name<br>Zia AGI  |
| 4. Well Location Surface<br>Zia AGI#1 Unit Letter <u>L</u> : <u>2,100</u> feet from the SOUTH line and <u>950</u> feet from the WEST line<br>Zia AGI D#2 Unit Letter <u>L</u> : <u>1893</u> feet from the SOUTH line and <u>950</u> feet from the WEST line<br>Section <u>19</u> Township <u>19S</u> Range <u>32E</u> NMPM County <u>Lea</u> |  | 8. Well Number #1 and D#2  |
|  |  | 9. OGRID Number<br>36785   |
|  |  | 10. Pool name or Wildcat<br>#1 AGI: Cherry Canyon/Brushy Canyon<br>D#2 AGI: Devonian/Fusselman/Montoya |
|  |  | 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br>3,550 (GR)                                       |

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

| NOTICE OF INTENTION TO:                        |   | SUBSEQUENT REPORT OF:   |  |
|--|---|---|--|
| PERFORM REMEDIAL WORK <input type="checkbox"/> | PLUG AND ABANDON <input type="checkbox"/> | REMEDIAL WORK <input type="checkbox"/>                                      | ALTERING CASING <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/>   | CHANGE PLANS <input type="checkbox"/>     | COMMENCE DRILLING OPNS. <input type="checkbox"/>                            | P AND A <input type="checkbox"/>         |
| PULL OR ALTER CASING <input type="checkbox"/>  | MULTIPLE COMPL. <input type="checkbox"/>  | CASING/CEMENT JOB <input type="checkbox"/>                                  |  |
| DOWNHOLE COMMINGLE <input type="checkbox"/>    |   |   |  |
| CLOSED-LOOP SYSTEM <input type="checkbox"/>    |   |   |  |
| OTHER: <input type="checkbox"/>                |   | OTHER: Quarterly Injection Data Reports <input checked="" type="checkbox"/> |  |

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. **Well bore Diagrams attached.**

**Zia AGI#1 MAOP 2233 psig NMOCC Order R-13809 / Zia AGI D#2 MAOP 5208 psig NMOCC Order R-14207**

**Quarterly Report for the period from April 1 to June 30, 2022 (Q2) Pursuant to NMOCC Orders 13809 and 14207 for Zia AGI #1 and AGI D#2, respectively.**

This report includes the data and analysis of surface injection pressure, TAG temperature, casing annular pressure as well as downhole injection pressure, temperature and annular pressure for the Zia AGI#1 and for the Zia AGI D#2 for Q2 2022. AGI D#2 is the primary well for this facility with the Zia AGI#1 to be used only as a redundant and backup well. Based on data for surface injection/annular pressure and their current MITs both wells continue to show excellent integrity. MITs were performed in February 2022. For this quarter, the values for injection parameters are generally stable and yielded the following results which are graphed in detail in attached Figures 1 through 10. All of the values presented below are averages for the static conditions in the AGI #1 since the well was not in operation for the entire reporting period. Only AGI D#2 was operated during this quarter and its average values represent the normal operational condition of the well. Average injection rates for AGI D#2 have increased approximately 34% (5.92 vs 4.43 MMSCFD) from the previous quarter.

**AGI#1 Surface Measurements (inactive):** Average TAG Line Pressure: 5 psig, Average Annular Pressure: 315 psig, Average Pressure Differential: -310 psig, Average Tag Line Temperature: 91°F, Average TAG injection rate: 0.00 MMSCFD (not in use this quarter).

**AGI#1 Downhole Measurements (inactive):** Average bottom hole pressure 3274 psig, Average annular bottom hole pressure: 2,285 psig, Average annular bottom hole temperature: 98°F, Average bottom hole TAG Temperature: 98°F. (all unchanged since 2021).

**AGI D#2 Surface Measurements:** Average TAG Injection Pressure: 1,751 psig, Average Annular Pressure: 122 psig, Average Pressure Differential: 1,615 psig, Average Tag Temperature: 120°F, Average TAG injection rate: 3.81 MMSCFD.

**AGI D#2 Downhole Measurements:** Average bottom hole pressure 6,379 psig, Average bottom hole TAG Temperature: 168°F. Only AGI D#2 was operated during this reporting period.

Note that the pattern of injection temperature for AGI D#2 for the second half of the quarter is characterized by rapid swings in temperature followed by relative stability at temperature ranges that differ in average temperature considerably. This is especially visible in Figure 6. Despite the temperature swings, the well is behaving appropriately with concurrent changes in injection pressure and annular pressure. DCP has targeted late Q3 or early Q4 to correct this issue which requires shutting down the well and compression during the scheduled plant turnaround.

The data gathered throughout this quarter demonstrate the correlative behavior of the annular pressure with the flowrate, injection pressure and temperature and also show the sensitive and correlative response of the annular pressure confirming that both wells have good integrity and are functioning appropriately within the requirements of their respective NMOCC orders. No mechanical changes to the either well or wellhead have been made since the last quarterly report. Well AGI D#2 displays excellent reservoir characteristics easily accommodating the required volumes of TAG from the facility. This well will be used as the primary disposal well for the facility with the AGI #1 well being operated as needed to confirm functionality and to allow for any required future maintenance on the AGI D#2 well.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.



SIGNATURE \_\_\_\_\_ TITLE Consultant to DCP Midstream LP DATE 7-5-2022

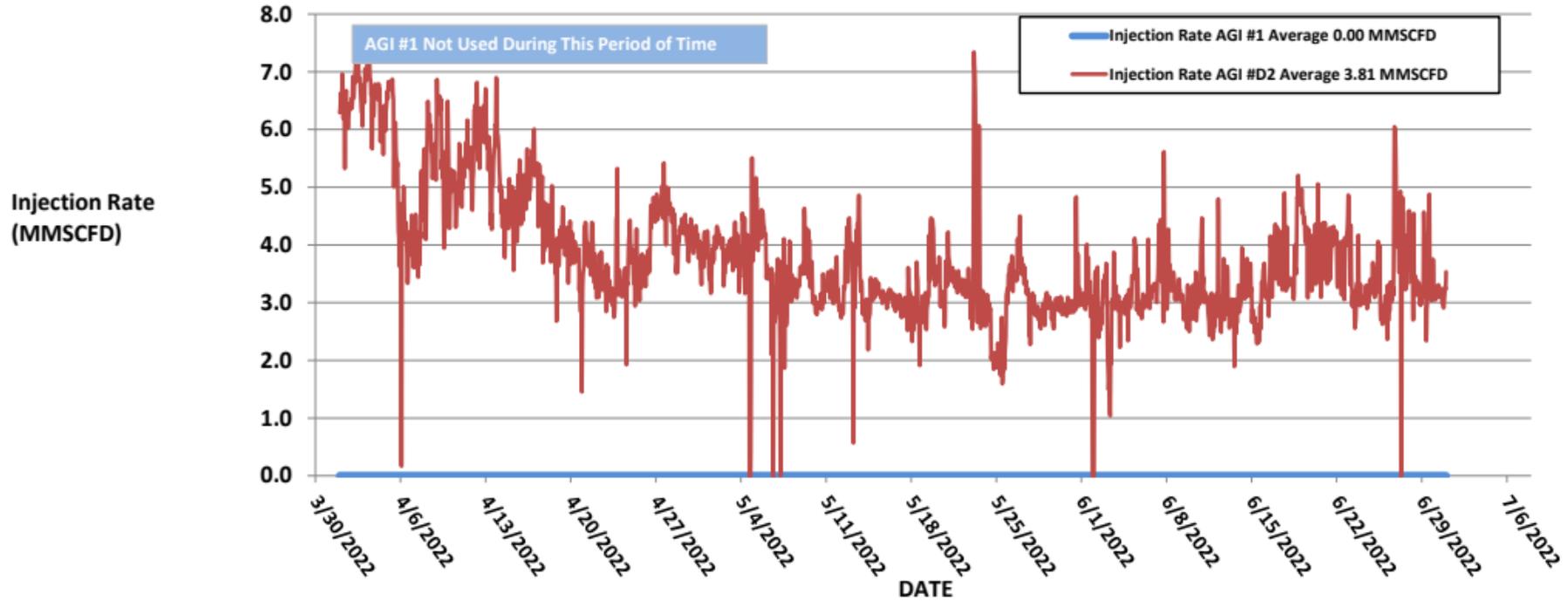
Type or print name: Alberto A Gutiérrez, RG E-mail address: [aag@geolex.com](mailto:aag@geolex.com) PHONE: 505-842-8000

**For State Use Only**

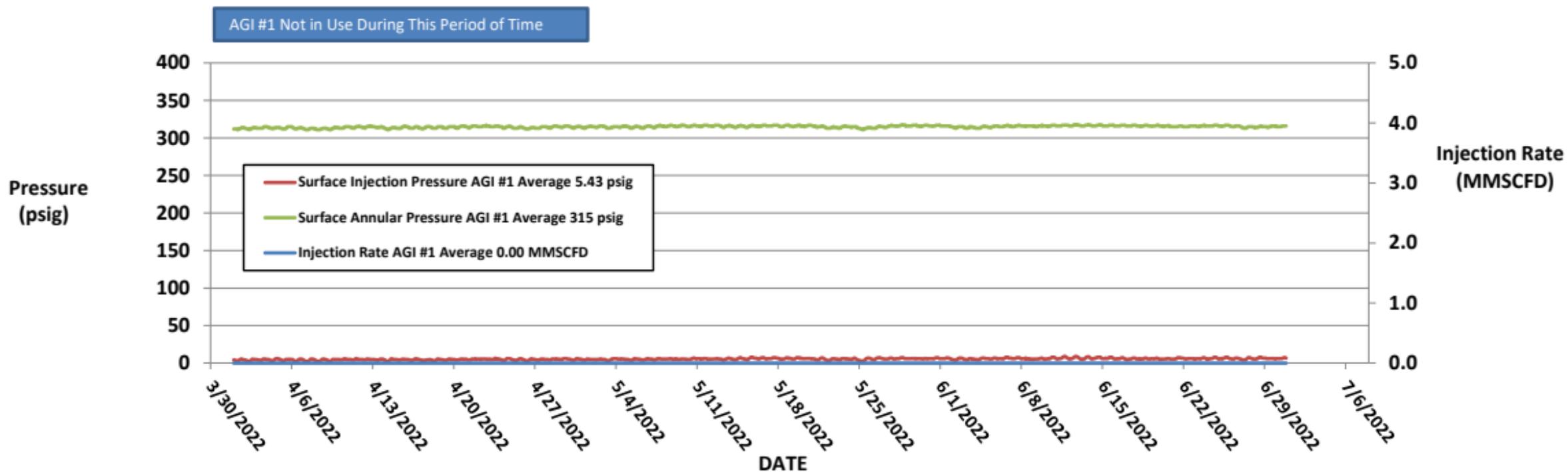
APPROVED BY: \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_

Conditions of Approval (if any):

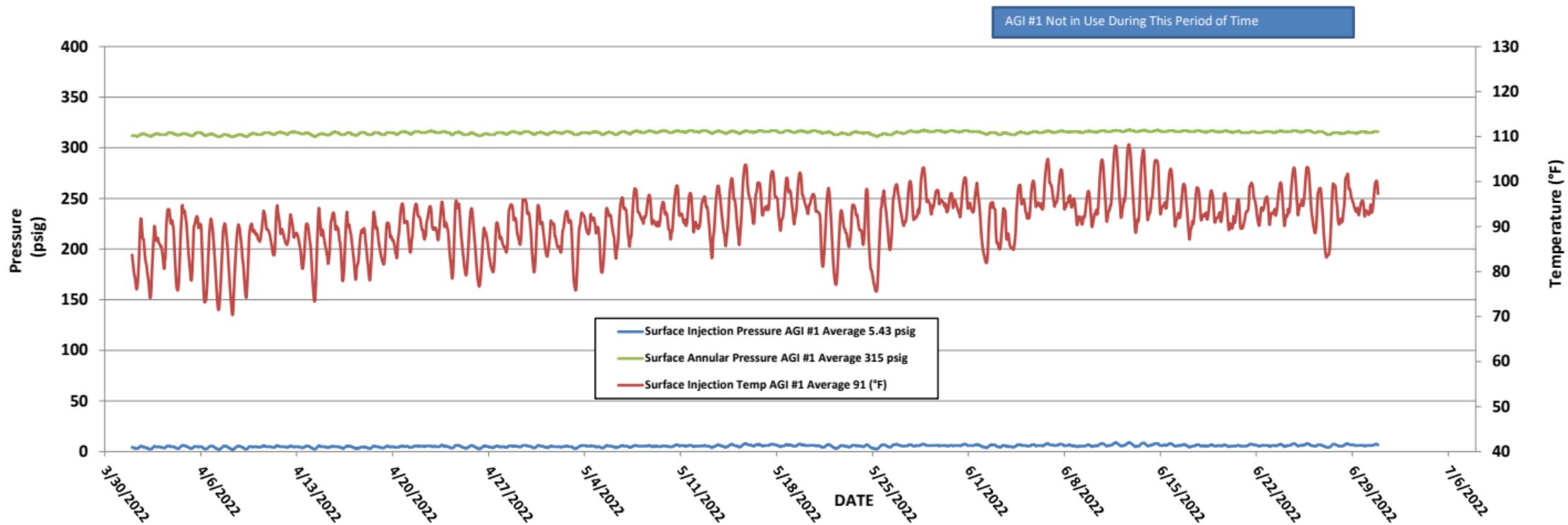
**FIGURE 1: ZIA AGI #1 AND AGI #D2 INJECTION RATES**



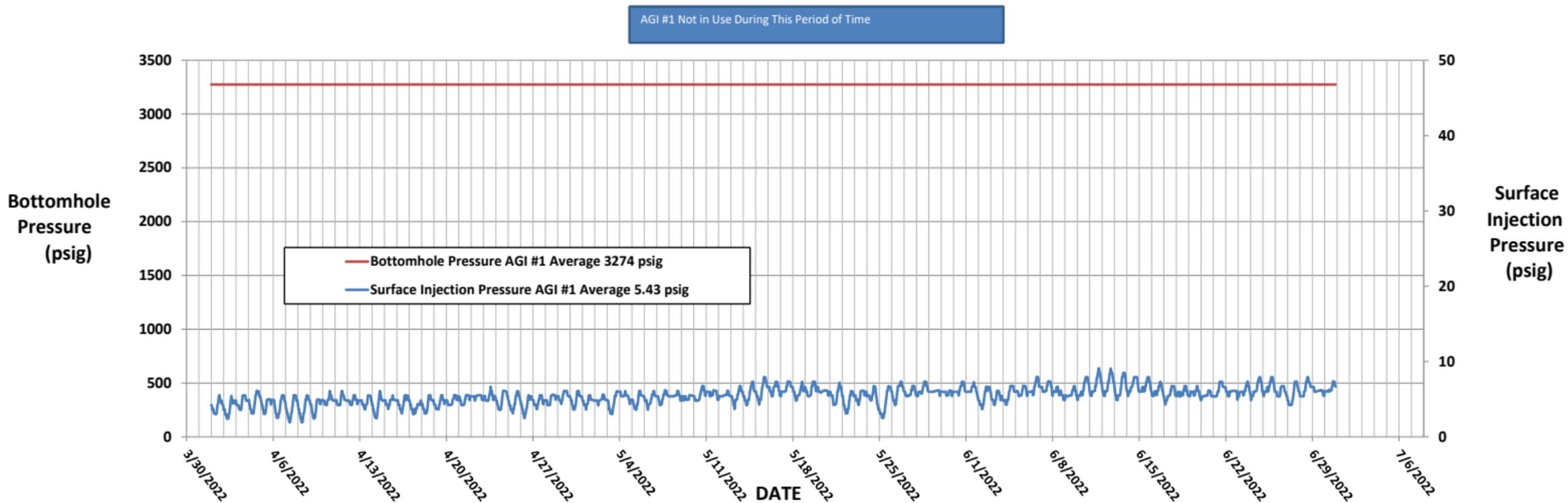
**FIGURE 2: ZIA AGI #1 SURFACE INJECTION PRESSURE, ANNULAR PRESSURE AND INJECTION RATE**



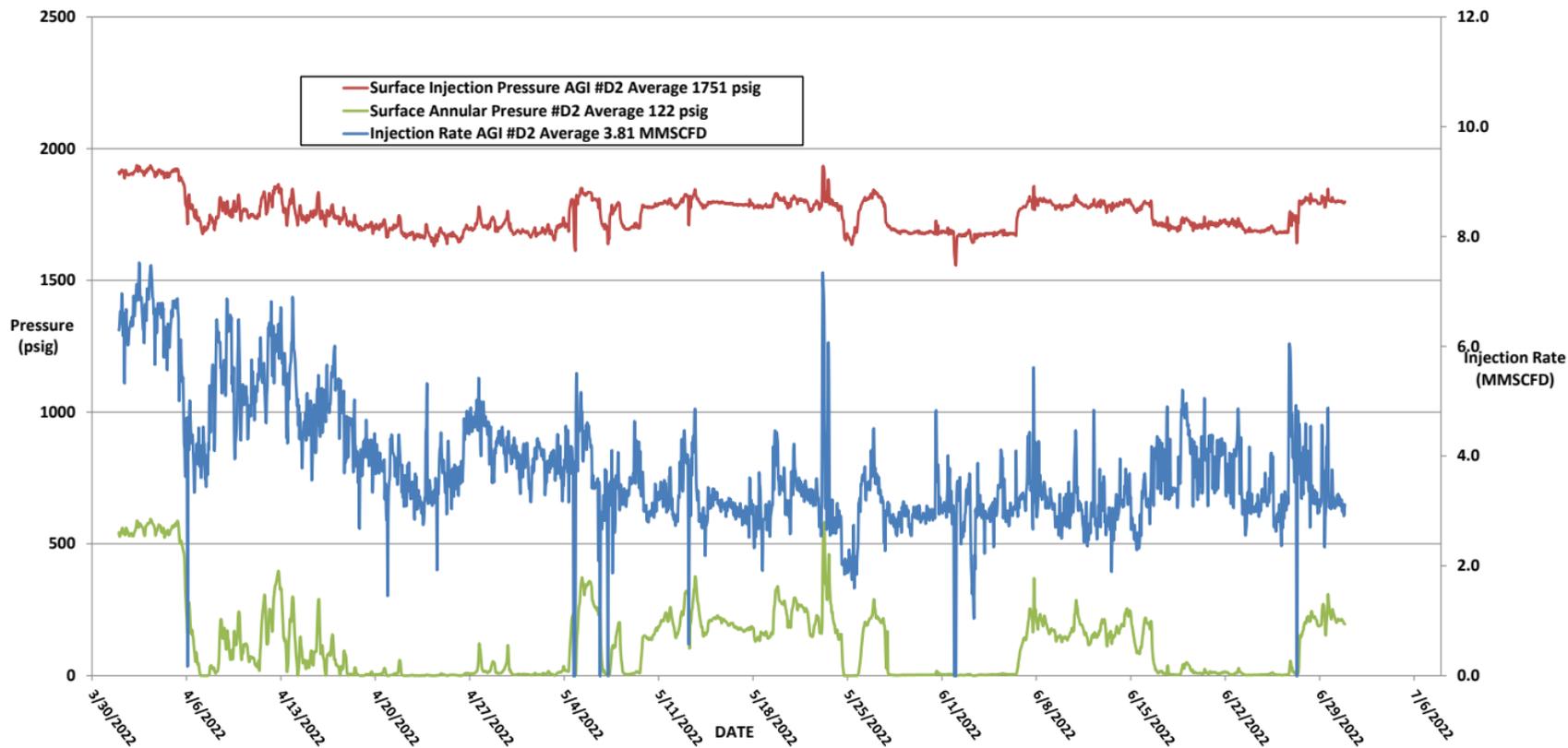
**FIGURE 3: ZIA AGI #1 SURFACE INJECTION PRESSURE, ANNULAR PRESSURE AND INJECTION TEMPERATURE**



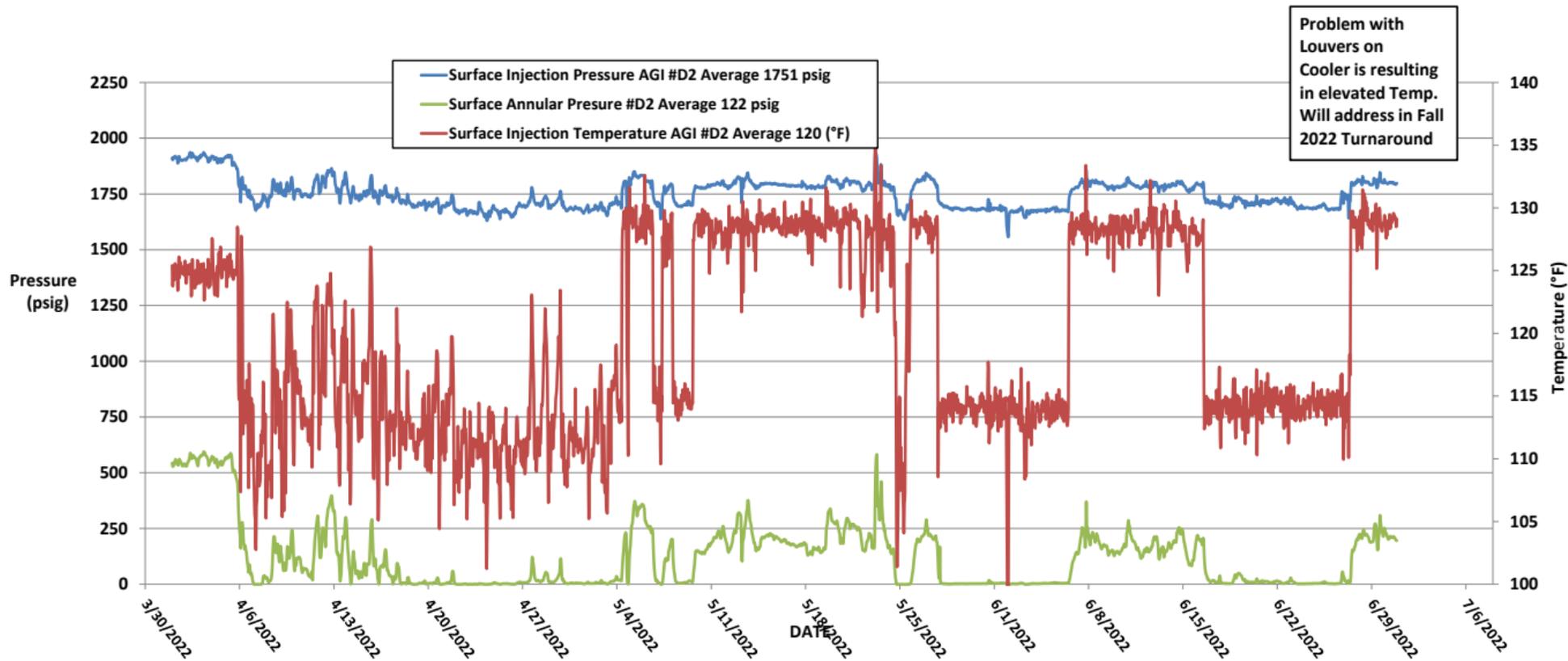
**FIGURE 4: ZIA AGI #1 SURFACE INJECTION PRESSURE AND BOTTOM HOLE PRESSURE**



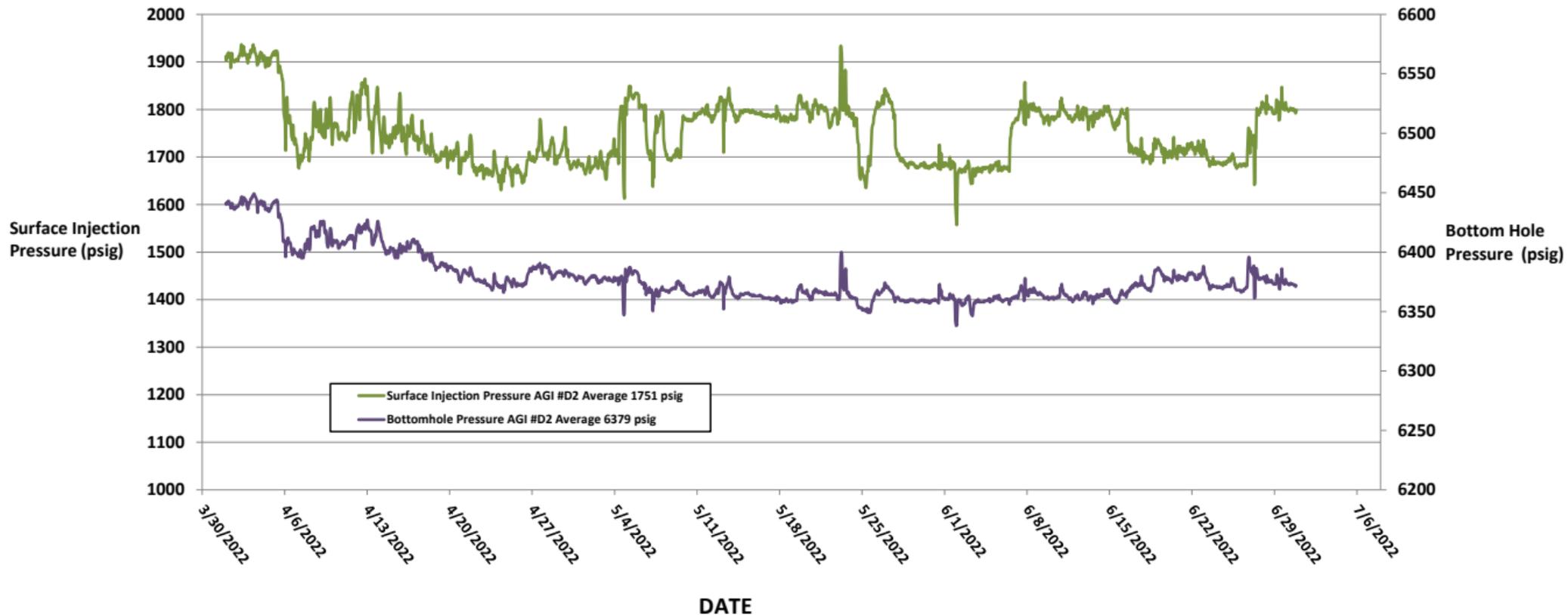
**FIGURE 5: ZIA AGI #D2 SURFACE INJECTION PRESSURE, ANNULAR PRESSURE AND INJECTION RATE**



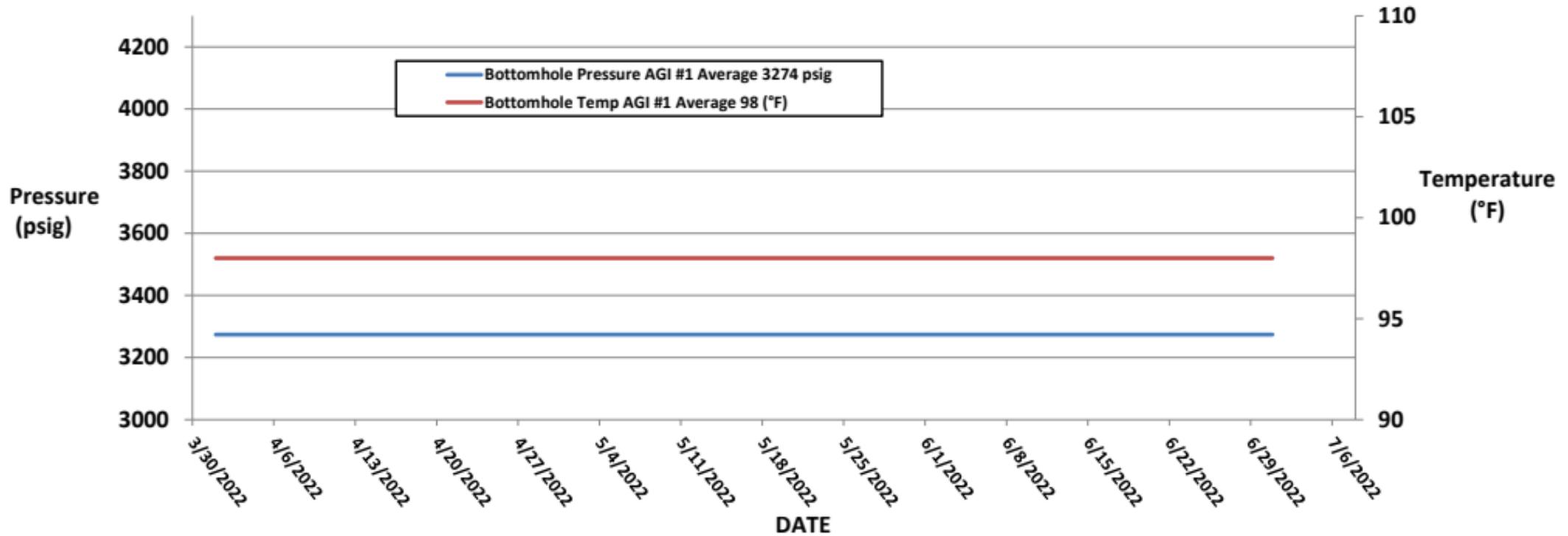
**FIGURE 6: ZIA AGI #D2 SURFACE INJECTION PRESSURE, ANNULAR PRESSURE AND INJECTION TEMPERATURE**



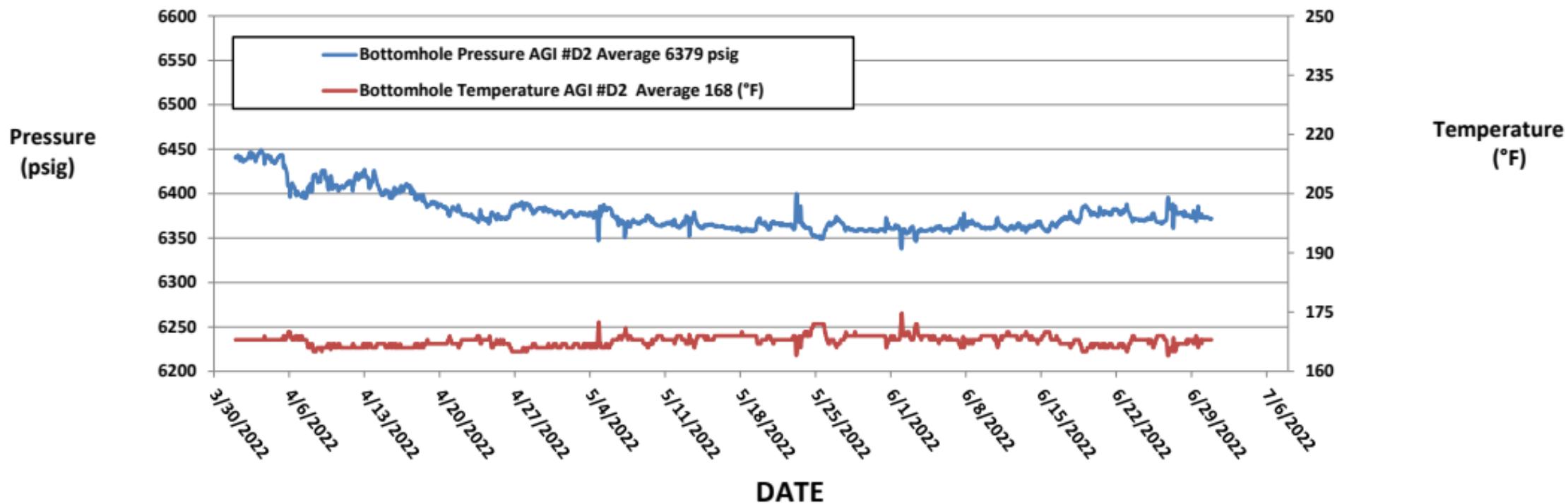
**FIGURE 7: ZIA AGI #D2 SURFACE INJECTION PRESSURE AND BOTTOM HOLE PRESSURE**



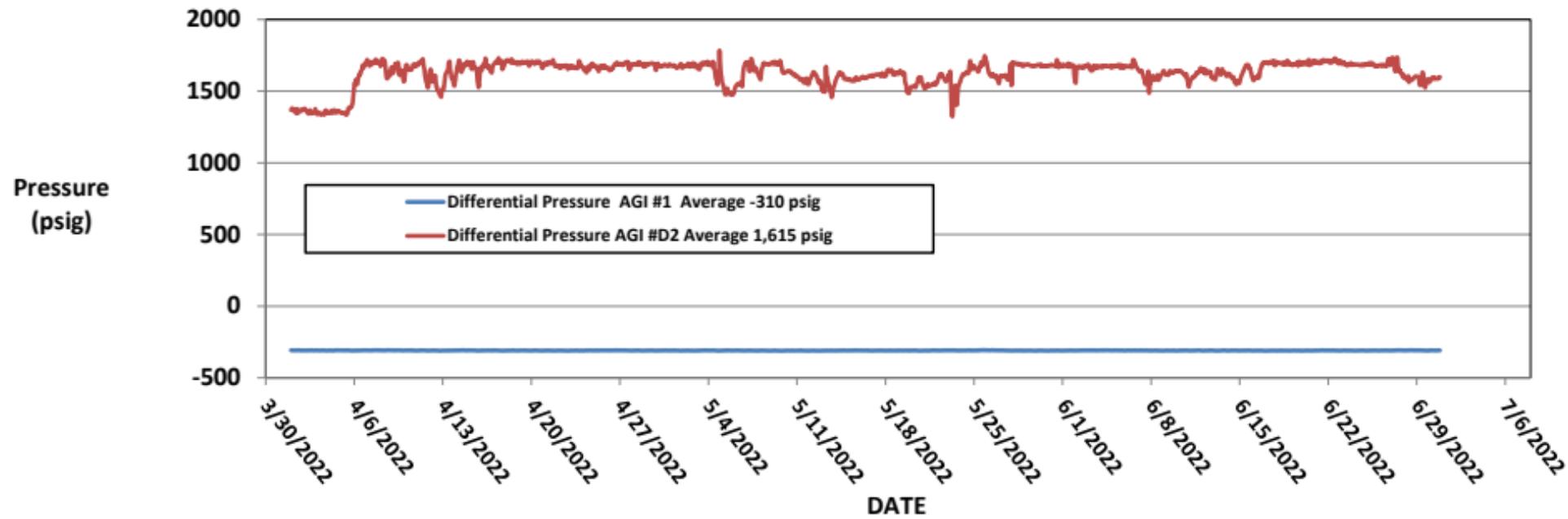
### FIGURE 8: ZIA AGI #1 BOTTOM HOLE PRESSURE AND TEMPERATURE



**FIGURE 9: ZIA AGI #D2 BOTTOM HOLE PRESSURE AND TEMPERATURE**



**FIGURE 10: ZIA AGI #1 AND #D2 DIFFERENTIAL PRESSURE**



**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

**District IV**  
 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 127826

**CONDITIONS**

|  |  |
|--|--|
| Operator:<br>DCP OPERATING COMPANY, LP<br>6900 E. Layton Ave<br>Denver, CO 80237 | OGRID:<br>36785                                      |
|  | Action Number:<br>127826                             |
|  | Action Type:<br>[C-103] Sub. General Sundry (C-103Z) |

**CONDITIONS**

| Created By     | Condition | Condition Date |
|----------------|-----------|----------------|
| anthony.harris | None      | 2/1/2024       |