| RECEIVED: 10/2019 | REVIEWER: | TYPE: S 5 5 5 5 ABOVE THIS TABLE FOR OCD DIVISION | APPNO: DIMAM | 901055813 |
|--|---|--|---------------------------------|---|
| 1 | NEW MEXICO C | OIL CONSERVATION BUT THE BUT T | ON DIVISION ureau – | |
| APRICA CONTRACTOR OF THE PROPERTY OF THE PROPE | ADMINISTRATI\ | VE APPLICATION | CHECKLIST | |
| | T IS MANDATORY FOR ALL ADM REGULATIONS WHICH REQUIRE | | | |
| Applicant: Rosehi Well Name: Nkatat Pool: Devonia | | mpany, LLC | | Number: <u>372320</u> 30~025-49843 ode: <u>9786</u> 5 |
| SUBMIT ACCURATE AN | | MATION REQUIRED | TO PROCESS TH | IE TYPE OF APPLICATION |
| 1) TYPE OF APPLICATION A. Location – Spa | PN: Check those whic cing Unit – Simultane \(\sum NSP_(PROJECT A) | ous Dedication | DRATION UNIT) SE |) |
| DHC | ng – Storage – Measu CTB PLC Disposal – Pressure In | □PC □OLS | □OLM ed Oil Recovery □PPR | FOR OCD ONLY |
| B. Royalty, ove C. Application D. Notification E. Notification F. Surface own | ators or lease holders erriding royalty owner requires published no and/or concurrent of and/or concurrent of above, proof of not | rs, revenue owner otice approval by SLO approval by BLM | | Notice Complete Application Content Complete |
| understand that no | reby certify that the incoval is accurate and action will be taken comitted to the Division | complete to the k on this application | oest of my knov | vledge. I also |
| Note: State | ement must be completed by | y an individual with man | agerial and/or super | visory capacity. |
| AWa Franco Print or Type Name | | | 1/10/2 281/675 | -3420 |
| Olyn Man Signature | (C) | | Phone Number | o rosenillres.com |

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

FORM C-108 Revised June 10, 2003

APPLICATION FOR AUTHORIZATION TO INJECT

| I. | PURPOSE: Secondary Recovery Pressure Maintenance Disposal Storage Application qualifies for administrative approval? Yes No |
|--------|---|
| II. | OPERATOR: Rosehill Operating Company, LLC |
| | ADDRESS: 16200 Park Row, Suite 300, Houston TX 77084 |
| | CONTACT PARTY: <u>Alva Franco</u> <u>PHONE: 281-675-3420</u> |
| 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 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. Suc data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schemation of any plugged well illustrating all plugging detail. |
| VII. | Attach data on the proposed operation, including: |
| | Proposed average and maximum daily rate and volume of fluids to be injected; Whether the system is open or closed; Proposed average and maximum injection pressure; Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and, If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.). |
| *VIII. | Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval. |
| IX. | Describe the proposed stimulation program, if any. |
| *X. | Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted) |
| *XI. | Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken. |
| XII. | Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water. |
| XIII. | Applicants must complete the "Proof of Notice" section on the reverse side of this form. |
| | Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief. |
| | NAME: Alva Franco TITLE: Regulatory Advisor |
| | NAME: Alva Franco TITLE: Regulatory Advisor SIGNATURE: DATE: 9/13/2018 |
| k | E-MAIL ADDRESS:afranco@rosehillres.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: |
| | |

| OPERATOR: Rosehill Operating Company LLC | Company, bb. | | | | |
|--|--|-----------------------|-------------------------------|---|-----------------|
| WELL NAME & NUMBER: | Nkatata Federal SWD 001 | al SWD 001 | | | |
| WELL LOCATION: 2,006 FNL.1,1 | 156 FEL | エ | 11 | 268 | 35E |
| FOOTAGE LOCATION | LOCATION | UNIT LETTER | SECTION | TOWNSHIP | RANGE |
| WELLBORE SCHEMATIC | 4TIC | | WELL CONSTR Surface Casing | WELL CONSTRUCTION DATA Surface Casing | 14 |
| | \-\-\-\-\-\-\-\-\-\-\-\-\-\-\-\-\-\-\- | Hole Size: 17.5" | | Casing Size: | 13.375" |
| 13 3/8" 54.5#, J-55, ST&C 0' - 925' | <u> </u> | with: | SX. | | ft. |
| | | Top of Cement: 0' | | Method Determined: Visual | : Visual |
| | ٤ | | Intermediate Casing | Casing | |
| | | Hole Size: 12.25" | | Casing Size: 9.6 | 9.625" |
| | | Cemented with: 2175 | 75 sx. | or 4800 | ft ³ |
| 9 5/8" 53.5# HCP110 BTC | | Top of Cement: 0' | | Method Determined: Visual | : Visual |
| 00771-0 | | | Production Casing | Casing | |
| | | Hole Size: | | Casing Size: | 7 5/8" |
| | | Cemented with: | 350 sx. | or 440 | ft ³ |
| 7 5/8" 39# P110 FJL | | Top of Cement: 12,500 | 00 | Method Determined: | 1: CBL |
| 12500'-17400' | | Total Depth: 19,200 | | | |
| | | | Injection Interval | nterval | |
| 5 ½" open nove 17400°-19200' | | 17,400 | feet to | to19,200 | |
| | | (Perfc | rated or Open Ho | (Perforated or Open Hole; indicate which) | |

INJECTION WELL DATA SHEET

| Tub | Tubing Size: 4.5" | Lining Material: Fiberglass |
|-----|--|--|
| Тур | Type of Packer: Arrowset | |
| Pac | Packer Setting Depth: 17,200 | |
| Oth | Other Type of Tubing/Casing Seal (if applicable): _ |): NA |
| | Addi | Additional Data |
| Η. | Is this a new well drilled for injection? | ✓ Yes No |
| | If no, for what purpose was the well originally drilled? | lly drilled? |
| 2 | Name of the Injection Formation: | Devonian Silurian |
| 3. | Name of Field or Pool (if applicable): | |
| 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. | ner zone(s)? List all such perforated sof cement or plug(s) used. |
| | | |
| 5. | Give the name and depths of any oil or gas injection zone in this area: | Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area: |
| | | |
| | | |
| | | |

- 1. Proposed average and maximum daily rate and volume of fluids to be injected; Average 20,000 BWPD, Max 30,000
- Whether the system is open or closed; Closed System
- 3. Proposed average and maximum injection pressure; Average 1,800 PSI, Max 3,400
- 4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and, Bone Spring, Delaware, and Wolfcamp produced water there is no known incompatibility exists with injected water is compatible with Devonian formation and is used as a disposal interval though the Delaware Basin for Wolfcamp, Bone Springs, and Delaware produced water. See attached water analysis from Bone Spring, Wolfcamp, and Delaware produced water.
- 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.). See attached Lea County Devonian water samples.
 - *VIII. Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval. The proposed disposal interval is in the Devonian-Silurian Formations 17,400 to 19,200. There are no fresh water zones underlying the proposed injection zone. Devonian is an impermeable Shale at the very top (Woodford Shale) followed by permeable dolomite and lime. Mud logs and Electric logs will be used to confirm the estimate depths of Woodford and Devonian Dolomite along with other significant tops. Usable water depth is from surface to a max of +/-300ft based on data from state Engineers office. No water wells are present in section 11, one well is present in section 30 of T24S, R35E, to a depth of 175". Source rock for a fresh water in this area is Santa Rosa.
- IX. Describe the proposed stimulation program, if any. 6,300 gallons 20% HCL acid job with packer
- *X. Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted). A mud log and Gamma/Neutron log will be run to confirm the estimated depths of the Woodford shale and Devonian Dolomite. These logs and cased hole logs will be filed with the omission following drilling operations.

- *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. No access to producing wells
- 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. Rosehill Operating Company, LLC has reviewed and examined available geologic and engineering data in the area of interest for the Nkatata SWD #001 and have found no evidence of faults or other hydrologic connections between Devonian disposal zones and the underground sources of drinking water

Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.

| NAME: <u>Alva Franco</u> | _TITLE: Regulatory Advisor_DATE: | 9/13/2018 | |
|--------------------------|----------------------------------|-----------|--|
|--------------------------|----------------------------------|-----------|--|

III. WELL DATA

- (1) Lease name; Well No.; Location by Section, Township and Range; and footage location within the section. Nkatata SWD #001, Sec. 11, T26S, R35E, 2006 FNL & 1156' FEL, UL H, Lea County, NM
- (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. Please see attachment
- (3) A description of the tubing to be used including its size, lining material, and setting depth.
- (4) The name, model, model, and setting depth of the packer used or a description of any other seal system or assembly used. 4-1/2" FG Lined set at 17,350' with a 4-1/2" AS1-X Packer @ 17,350'
- 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.

Devonian-Silurian Formations

Pool Name: SWD (Devonian-Silurian)

(2) The injection interval and whether it is perforated or open-hole.

17,400' to 19,200' OH

(3) State if the well was drilled for injection or, if not, the original purpose of the well.

New well to drill for injection

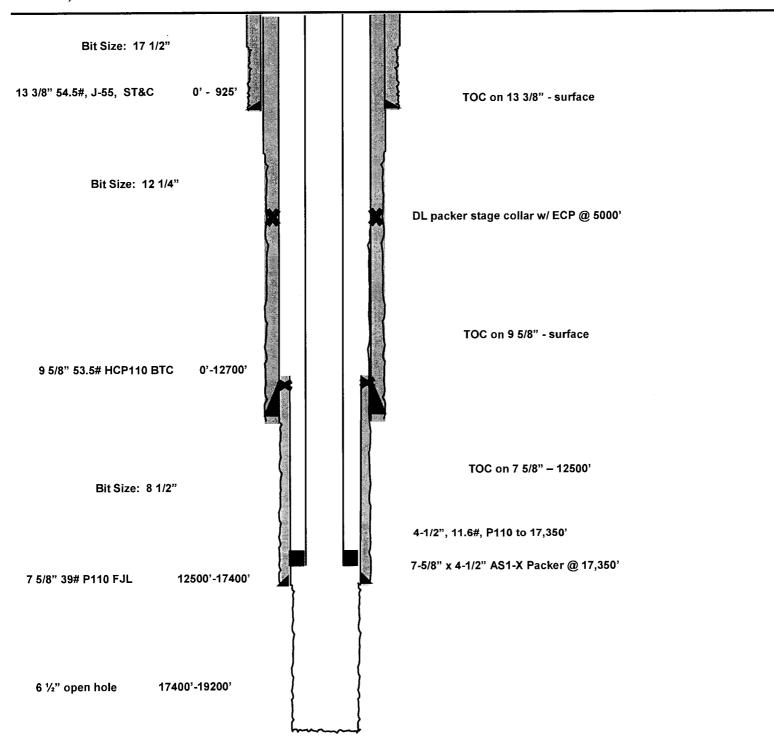
- (4) Give the depths of any other perforated intervals and detail on the sacks of cement or bridge plugs used to seal off such perforations. N/A
- (5) Give the depth to and the name of the next higher and next lower oil or gas zone in the area of the well, if any. Next Higher: Example -Wolfcamp 12,000'-12,500, Morrow 13,500'-13,700', Bone Spring/Avalon 10,800'-12,000', Delaware 9,000'-9,500'

Next Lower: None

Nkatata Federal SWD #001

Lea County, New Mexico Proposed Wellbore API: 30-025-*****

2083' FNL 1753' FEL Section 11 T-26-S, R-35-E



Multi-Chem Analytical Laboratory

1122 S. FM1788 Midland, TX 76706 multi-chem

Units of Measurement: Standard

Water Analysis Report

Production Company: Rosehill

Well Name:

Tatanka Well H1

Sample Point:

Tester Water Leg

Sample Date: Sample ID: 8/9/2018 WA-373143 Sales Rep: **Ti Zhao**Lab Tech: **Julio Garcia**

 ${\bf Scaling\ potential\ predicted\ using\ ScaleSoftPitzer\ from}$

Brine Chemistry Consortium (Rice University)

| Sample Specifics | | | Analysis @ Pro | perties in Sample Specifics | |
|-------------------------------|-----------|-----------------|----------------|--------------------------------|----------|
| Test Date: | 8/10/2018 | Cations | mg/L | Anions | mg/L |
| System Temperature 1 (°F): | 119 | Sodium (Na): | 37383.86 | Chloride (CI): | 63000.00 |
| System Pressure 1 (psig): | 750 | Potassium (K): | 0.01 | Sulfate (SO4): | 1730.00 |
| System Temperature 2 (°F): | 60 | Magnesium (Mg): | 403.55 | Bicarbonate (HCO3): | 360.00 |
| System Pressure 2 (psig): | 120 | Calcium (Ca): | 3103.55 | Carbonate (CO3): | |
| Calculated Density (g/ml): | 1.0678 | Strontium (Sr): | 169.05 | Hydroxide(HO): | |
| pH: | 7.00 | Barium (Ba): | 0.01 | Acetic Acid (CH3COO) | |
| Calculated TDS (mg/L): | 106175.65 | Iron (Fe): | 23.16 | Propionic Acid (C2H5COO) | |
| CO2 in Gas (%): | | Zinc (Zn): | 0.01 | Butanoic Acid (C3H7COO) | |
| Dissolved CO2 (mg/L)): | 200.00 | Lead (Pb): | 1.78 | Isobutyric Acid ((CH3)2CHCOO) | |
| H ₂ S in Gas (%): | | Ammonia NH3: | | Fluoride (F): | |
| H2S in Water (mg/L): | 4.20 | Manganese (Mn): | 0.65 | Bromine (Br): | |
| Tot. SuspendedSolids(mg/L): | | Aluminum (Al): | 0.01 | Silica (SiO2): | 0.02 |
| Corrosivity(LanglierSat.Indx) | 0.00 | Lithium (Li): | 0.01 | Calcium Carbonate (CaCO3): | |
| | | Boron (B): | 43.70 | Phosphates (PO ₄): | 0.03 |
| Alkalinity: | | Silicon (Si): | 0.01 | Oxygen (O2): | |

Notes:

(PTB = Pounds per Thousand Barrels)

Excellence

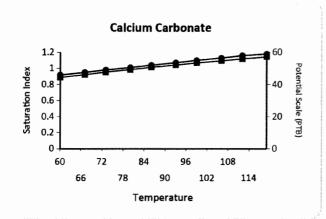
| | | | cium oonate | Bariur | n Sulfate | | ron ılfide | | ron oonate | | psum 4·2H2O | | estite SO4 | | alite IaCl | | Zinc Ilfide |
|-----------|--------|------|----------------|--------|-----------|------|---------------|------|---------------|------|----------------|------|----------------|------|---------------|------|----------------|
| Temp (°F) | PSI | SI | РТВ | SI | РТВ | SI | РТВ | SI | РТВ | SI | РТВ | SI | РТВ | SI | РТВ | SI | РТВ |
| 60.00 | 120.00 | 0.92 | 44.44 | 0.00 | 0.00 | 2.39 | 4.58 | 0.39 | 7.37 | 0.00 | 0.00 | 0.23 | 48.48 | 0.00 | 0.00 | 7.09 | 0.00 |
| 67.00 | 190.00 | 0.95 | 46.12 | 0.00 | 0.00 | 2.36 | 4.58 | 0.45 | 8.23 | 0.00 | 0.00 | 0.22 | 46.23 | 0.00 | 0.00 | 6.97 | 0.00 |
| 73.00 | 260.00 | 0.98 | 47.70 | 0.00 | 0.00 | 2.33 | 4.58 | 0.50 | 9.00 | 0.00 | 0.00 | 0.21 | 44.11 | 0.00 | 0.00 | 6.86 | 0.00 |
| 80.00 | 330.00 | 1.01 | 49.20 | 0.00 | 0.00 | 2.30 | 4.57 | 0.55 | 9.69 | 0.00 | 0.00 | 0.20 | 42.13 | 0.00 | 0.00 | 6.76 | 0.00 |
| 86.00 | 400.00 | 1.04 | 50.64 | 0.00 | 0.00 | 2.28 | 4.57 | 0.60 | 10.32 | 0.00 | 0.00 | 0.19 | 40.30 | 0.00 | 0.00 | 6.65 | 0.00 |
| 93.00 | 470.00 | 1.07 | 52.02 | 0.00 | 0.00 | 2.25 | 4.57 | 0.65 | 10.88 | 0.00 | 0.00 | 0.18 | 38.60 | 0.00 | 0.00 | 6.55 | 0.00 |
| 99.00 | 540.00 | 1.10 | 53.37 | 0.00 | 0.00 | 2.23 | 4.57 | 0.70 | 11.37 | 0.00 | 0.00 | 0.17 | 37.06 | 0.00 | 0.00 | 6.45 | 0.00 |
| 106.00 | 610.00 | 1.13 | 54.68 | 0.00 | 0.00 | 2.21 | 4.57 | 0.74 | 11.82 | 0.00 | 0.00 | 0.16 | 35 <i>.</i> 68 | 0.00 | 0.00 | 6.36 | 0.00 |
| 112.00 | 680.00 | 1.16 | 55.95 | 0.00 | 0.00 | 2.19 | 4.56 | 0.78 | 12.22 | 0.00 | 0.00 | 0.15 | 34.45 | 0.00 | 0.00 | 6.27 | 0.00 |
| 119.00 | 750.00 | 1.18 | 57.20 | 0.00 | 0.00 | 2.18 | 4.56 | 0.82 | 12.58 | 0.00 | 0.00 | 0.15 | 33.39 | 0.00 | 0.00 | 6.18 | 0.00 |

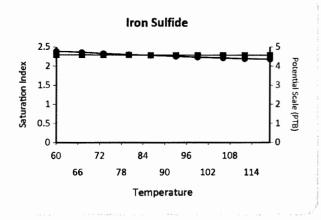
Water Analysis Report

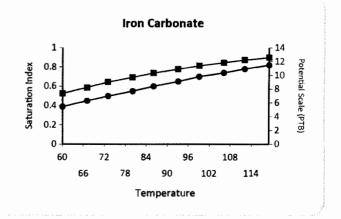
| | The state of the s | | hydrate ~0.5H2O | | ydrate ISO4 | | cium oride | | inc oonate | | ead Ifide | | Mg icate | | Mg icate | | Fe cate |
|--------------|--|------|--------------------|------|----------------|------|---------------|------|---------------|-------|--------------|------|-------------|------|-------------|------|------------|
| Temp (°F) | PSI | SI | РТВ | SI | РТВ | SI | РТВ | SI | РТВ | SI | РТВ | SI | РТВ | SI | РТВ | SI | РТВ |
| 60.00 | 120.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 11.88 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 67.00 | 190.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 11.67 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 73.00 | 260.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 11.47 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 80.00 | 330.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 11.28 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 86.00 | 400.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 11.09 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 93.00 | 470.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 10.91 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 99.00 | 540.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 10.74 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 106.00 | 610.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 10.57 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 112.00 | 680.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 10.41 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 119.00 | 750.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 10.25 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |

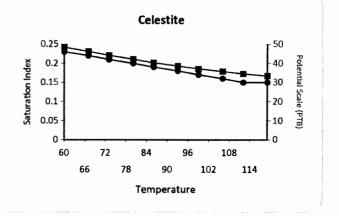
These scales have positive scaling potential under initial temperature and pressure: Calcium Carbonate Iron Sulfide Iron Carbonate Celestite Zinc Sulfide Lead Sulfide

These scales have positive scaling potential under final temperature and pressure: Calcium Carbonate Iron Sulfide Iron Carbonate Celestite Zinc Sulfide Lead Sulfide





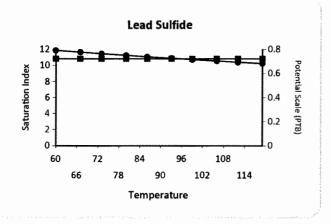


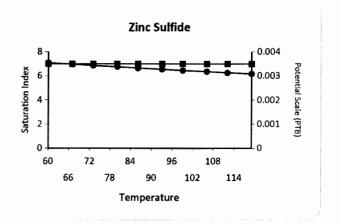


Excellence

Ethics

Water Analysis Report





Excellence

Nkatata Federal SWD Well No. 001

Location: Sec 11, T26S, R35E, Lea County, NM

Estimated Pre-Drill Formation Tops

Rustler:

757'

Lamar:

5094'

Bell Canyon:

5151'

Cherry Canyon: 6362'

Brushy Canyon: 7604'

Bonespring Lime: 8862'

Avalon:

8876'

1st Bonespring: 10066'

2nd Bonespring: 10448'

3rd Bonespring: 11857'

Wolfcamp A: 12108'

Wolfcamp B:

12446'

Wolfcamp C:

12917'

Strawn:

13575'

Atoka:

14254'

Morrow:

14920'

Barnett:

15435'

Mississippian: 16760'

Woodford:

17224'

Devonian:

17585'

Silurain

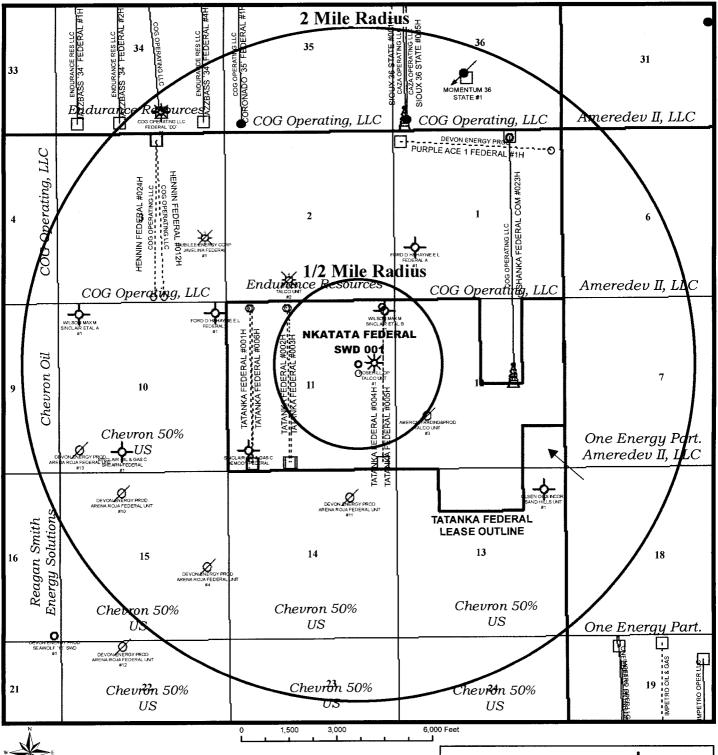
17950'

Simpson:

19771'

Ellen:

20514'





Sec. 11, 12 & 13 - T26S - R36E Lea County, New Mexico

Tatanka Federal Lease Nkatata Federal SWD 001 Injection Application

BAK 1" = 3,000' May 30, 2018



Rosehill Operating Company LLC 16200 Park Row, Suite 300 Houston, TX 77084

July 9, 2018

VIA CERTIFIED RETURN RECEIPT

ATTACHED LIST OF INTERESTED PARTIES

SUBJECT: APPLICATION FOR AUTHORIZATION TO INJECT INTO TALCO UNIT WELL (API 30-025-44863)

Dear Sir or Madam:

Rosehill Operating Company is seeking administrative approval from the New Mexico Oil Conservation Division to inject produced water into a new vertical well in the Talco Unit, in the Devonian-Silurian formation. You are receiving this package because you have been identified as having past or current interest in acreage near the vicinity of our proposed activity.

The well is located in Section 11, Township 26S, Range 35E of Lea County, NM at 2006' FNL & 1156' FEL.

According to Rule 701C the State of New Mexico, Oil Conservation Division, Engineering Bureau (1220 South St. Francis Drive, Santa Fe, NM 87505) can make a decision on our application after 15 days, if no objection is received.

If you have any questions regarding the enclosed application, I can be reached at the address above, phone (281-675-3420), or email (afranco@rosehillres.com).

Sincerely,

Alva Franco

Alva Franco

Regulatory and Production Advisor Rosehill Operating Company LLC

Enclosures



List Interested of Parties:

Endurance Resources 203 W Wall St #1000 Midland, TX 79701

Ameredev II, LLC 5707 Southwest Pkwy Bldg. 1, Ste. 275 Austin, TX 78735

Crown Oil Partners LP 303 Veterans Airpark Lane #6101 Midland, TX 79705

Devon Energy Production 333 West Sheridan Avenue Oklahoma City, OK 73102

Max M. Wilson, Sinclair et al.

Address Not Found

COG Operating LLC One Concho Center 600 West Illinois Avenue Midland, TX 79701

One Energy Partners, LLC 2929 Allen Parkway, Suite 200 Houston, TX 77019

> Caza Operating LLC 200 N Loraine St Midland, TX 79701

Olsen Energy Inc 3512 Paesanos Parkway # 102 San Antonio, TX 78231

Ford, D. H. and Hayne, E. L. Address Not Found Chevron Corporation 1400 Smith St. Houston, TX 77002

Sinclair Oil Corporation CT Corp System 811 Dallas Ave Houston, TX

Reagan Smith Energy Solutions, Inc. 1219 Classen Drive Oklahoma City, OK 73103

Jubilee Energy Corps Thomas B Garber 3100 North A St, Bldg 3, Ste 103 Midland, TX 79701

Legal Notice

Rosehill Operating Company, is seeking administrative approval from the New Mexico Oil Conservation Division to inject produced water in the Nkatata Federal SWD 001, in the Devonian-Silurian formation.

Nkatata Federal SWD 001 well is located in Township 26S, Range 35E, Sec. 11, 2006' FNL & 1156' FEL Lea County, NM. Injection interval will be 17,400' to 19,200' TVD.

Affected parties were notified via certified letter. Addresses for parties listed below could not be located: Max M. Wilson, Sinclair et al., D.H. Ford, and E.L. Hayne.

Interested parties must file objections or requests for hearing with the New Mexico Oil Conservation Division, 1220 South Saint Francis Dr., Santa Fe, NM 87505 within 15 days. Additional information can be obtained by contacting Alva Franco, Rosehill Operating Company, 16200 Park Row, Ste 300, Houston, TX 77084. Phone number (281) 365-3420.

Rosehill Operating Nkatata SWD #1

1. GEOLOGIC NAME OF SURFACE FORMATION:

Permian

2. ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:

| Formation | TVD | <u>MD</u> |
|-----------------|--------|-----------|
| Rustler | 760′ | 760' |
| Top salt | 1140' | 1140' |
| Lamar | 5,096' | 5096' |
| Top Delaware | 5,967' | 5967' |
| Top Bone Spring | 9980' | 9980' |
| Top Wolfcamp | 12109' | 12109' |

3. ESTIMATED DEPTHS OF ANTICIPATED FRESH WATER, OIL OR GAS:

Upper Permian Sands

0-400'

Fresh Water

No other Formations are expected to give up oil, gas or fresh water in measurable quantities. Surface fresh water sands will be protected by setting 13.375" casing at 925' and circulating cement back to surface.

Rosehill Operating Well Control Plan

A. Component and Preventer Compatibility Table

The tables below outline the tubulars and compatible well control devices used in each hole section. A minimum of two barriers for well control will be in place at all times during the drilling of each hole section.

1st Intermediate Hole Section (12 1/4"): (<5M MASP)

| Component | OD | Preventer | RWP |
|---------------------|-----------|------------------|-----|
| Drillpipe | 5" | Upper 4.5-7" VBR | 10M |
| | | Lower 4.5-7" VBR | |
| HWDP | 5" | Upper 4.5-7" VBR | 10M |
| | | Upper 4.5-7" VBR | |
| Drill collars | 6.5" | Upper 4.5-7" VBR | 10M |
| | | Upper 4.5-7" VBR | |
| Drill collars | 8" | Annular | 5M |
| Mud Motor/NMDC | 8" | Annular | 5M |
| Intermediate Casing | 9.625" | Annular | 5M |
| ALL | 0-13-5/8" | Annular | 5M |
| Open-hole | - | Blind Rams | 10M |

2nd Intermediate Hole Section (8 1/2"): (<10M MASP)

| Component | OD | Preventer | RWP |
|----------------|-----------|------------------|-----|
| Drillpipe | 5" | Upper 4.5-7" VBR | 10M |
| | | Lower 4.5-7" VBR | |
| HWDP | 5" | Upper 4.5-7" VBR | 10M |
| | | Lower 4.5-7" VBR | |
| Drill collars | 6.5" | Upper 4.5-7" VBR | 10M |
| | | Lower 4.5-7" VBR | |
| Mud Motor/NMDC | 6 3/4" | Upper 4.5-7" VBR | 10M |
| | | Lower 4.5-7" VBR | |
| Drilling Liner | 7 5/8" | Annular | 5M |
| ALL | 0-13-5/8" | Annular | 5M |
| Open-hole | - | Blind Rams | 10M |

Production Hole Section (6 ½"): (<10M MASP)

| Component | OD | Preventer | RWP |
|----------------|-----------|------------------|-----|
| Drillpipe | 4 1/2" | Upper 4.5-7" VBR | 10M |
| | | Lower 4.5-7" VBR | |
| HWDP | 4 1/2" | Upper 4.5-7" VBR | 10M |
| | | Lower 4.5-7" VBR | |
| Drill collars | 4 3/4" | Upper 4.5-7" VBR | 10M |
| | | Lower 4.5-7" VBR | |
| Mud Motor/NMDC | 4 3/4" | Upper 4.5-7" VBR | 10M |
| | | Lower 4.5-7" VBR | |
| ALL | 0-13-5/8" | Annular | 5M |
| Open-hole | - | Blind Rams | 10M |

VBR = Variable Bore Ram. Compatible range listed in chart.

HWDP = Heavy Weight Drill Pipe

NMDC = Non magnetic drill collar

B. Well Control Procedures

These steps outline the proper method for shutting the well in during a well control event, based on the current activity.

General Procedure While Drilling

- 1. Space out drill string.
- 2. Shut down pumps and rotary.
- 3. Open HCR.
- 4. Close annular preventer. (choke already closed)
- 5. Confirm shut-in.
- 6. Notify tool pusher/company representative.
- 7. Read and record the following:
 - a. SIDPP and SICP
 - b. Pit gain
 - c. Time
- 8. Regroup and identify forward plan.
- 9. If pressure has built or is anticipated during the kill to reach 3500 psi, confirm spacing and swap to the upper pipe ram.

General Procedure While Tripping

- 1. Space out (get closest available tool joint to floor).
- 2. Stab full opening safety valve and close same.

- 3. Open HCR.
- 4. Close annular preventer. (choke already closed.)
- 5. Confirm shut-in.
- 6. Notify tool pusher/company representative.
- 7. Read and record the following
 - a. SIDPP and SICP
 - b. Pit gain
 - c. Time
 - d. Regroup and identify forward plan.
 - e. If pressure has built or is anticipated during the kill to reach 3500 psi, confirm spacing and swap to the upper pipe ram.

General Procedure While Running Casing

- 1. Space out (get closest available tool joint to floor).
- 2. Stab crossover and safety valve and close same.
- 3. Open HCR
- 4. Close annular preventer. (choke already closed)
- 5. Confirm shut-in.
- 6. Notify tool pusher/company representative.
- 7. Read and record the following:
 - a. SIDPP and SICP
 - b. Pit gain
 - c. Time
 - d. Regroup and identify forward plan.

General Procedure With No Pipe In Hole (Open Hole)

- 1. Open HCR
- 2. Shut-in with blind rams. (choke already closed)
- 3. Confirm shut-in
- 4. Notify tool pusher/company representative
- 5. Read and record the following:
 - a. SICP
 - b. Pit gain
 - c. Time
- 6. Regroup and identify forward plan

General Procedures While Pulling BHA thru Stack

- 1. PRIOR to pulling last joint of drill pipe thru the stack.
 - a. Perform flow check, if flowing:
 - b. Stab full opening safety valve and close same.
 - c. Open HCR.
 - d. Space out drill string with tool joint just beneath the upper pipe ram.
 - e. Shut-in using upper pipe ram. (choke already closed)
 - f. Confirm shut-in.
 - g. Notify tool pusher/company representative.
 - h. Read and record the following:
 - i. SIDPP and SICP

- ii. Pit gain
- iii. Time
- iv. Regroup and identify forward plan
- 2. With BHA in the stack and compatible ram preventer and pipe combo immediately available.
 - a. Stab crossover and full opening safety valve and close
 - b. Space out drill string with upset just beneath the compatible pipe ram.
 - c. Open HCR
 - d. Shut-in using compatible pipe ram. (choke already closed)
 - e. Confirm shut-in.
 - f. Notify tool pusher/company representative
 - g. Read and record the following:
 - i. SIDPP and SICP
 - ii. Pit gain
 - iii. Time
 - iv. Regroup and identify forward plan
- 3. With BHA in the stack and NO compatible ram preventer and pipe combo immediately available.
 - a. If possible to pick up high enough, pull string clear of the stack and follow "Open Hole" scenario.
 - b. If impossible to pick up high enough to pull the string clear of the stack.
 - c. Stab crossover, make up one joint/stand of drill pipe, and full opening safety valve and close.
 - d. Space out drill string with tool joint just beneath the upper pipe ram.
 - e. Open HCR
 - f. Shut-in using upper pipe ram. (choke already closed).
 - g. Confirm shut-in.
 - h. Notify tool pusher/company representative.
 - i. Read and record the following:
 - i. SIDPP and SICP
 - ii. Pit gain
 - iii. Time
- j. Regroup and identify forward plan

Casing Assumptions Worksheet

The below table illustrates the proposed casing design, as well as the minimum acceptable design factors for casing loads per Rosehill Operating Standards.

| Csg Type | Hole | | Csg | | | | $\mathbf{DF}_{\mathbf{min}}$ | DFmin | DFmin | DFmin |
|----------|--------|---------------|---------|--------|--------|------|------------------------------|-------|---------|----------|
| | Size | Interval | OD | Weight | Grade | Conn | Collapse | Burst | Tension | Coupling |
| Surface | 17.5" | 0 – 925' | 13.375" | 54.5# | J55 | STC | 1.125 | 1.25 | 1.6 | 1.6 |
| Inter | 12.25" | 0 – 12700' | 9.625" | 53.5# | HCP110 | BTC | 1.125 | 1.25 | 1.6 | 1.6 |
| Liner | 8.5" | 12500'-17400' | 7.625" | 39# | P110 | FJL | 1.125 | 1.25 | 1.6 | 1.6 |

The actual safety factors specific to the Nkatata #1 well are listed in the table below.

| Csg Type | DF _{min} Collapse | DF _{min} Burst | DF _{min} Tension | DF _{min} Coupling |
|--------------|-------------------------------|----------------------------|------------------------------|-------------------------------|
| Surface | 2.8 | 1.8 | 9.2 | 5.5 |
| Intermediate | 1.3 | 1.25 | 2.5 | 2.5 |
| Liner | 1.16 | 1.25 | 4.7 | 4.7 |

These design factors are derived based on the following assumptions:

Surface:

Collapse - full evacuation

Burst - 1500 psi casing test

Tension – buoyant weight of casing at depth + 50,000 lb allowable overpull

Coupling-buoyant weight of casing at depth + 50,000 lb allowable overpull

Intermediate(0-12700'):

Collapse – half evacuation with minimum mud weight of 10#

Burst – max expected pore pressure minus gas column to surface

Tension – buoyant weight of casing at depth + 100,000 lb allowable overpull

Coupling-buoyant weight of casing at depth + 100,000 lb allowable overpull

Liner (12500'-17400'):

Collapse - half evacuation with minimum mud weight of 8.4#

Burst - max expected pore pressure minus gas column to surface

Tension – buoyant weight of casing at depth + 100,000 lb allowable overpull

Coupling - buoyant weight of casing at depth + 100,000 lb allowable overpull

DISTRICT I

1825 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) 478-3460 Fax: (505) 478-3462

State of New Mexico

Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Frances Dr. Santa Fe, NM 87505 Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

☐ AMENDED REPORT

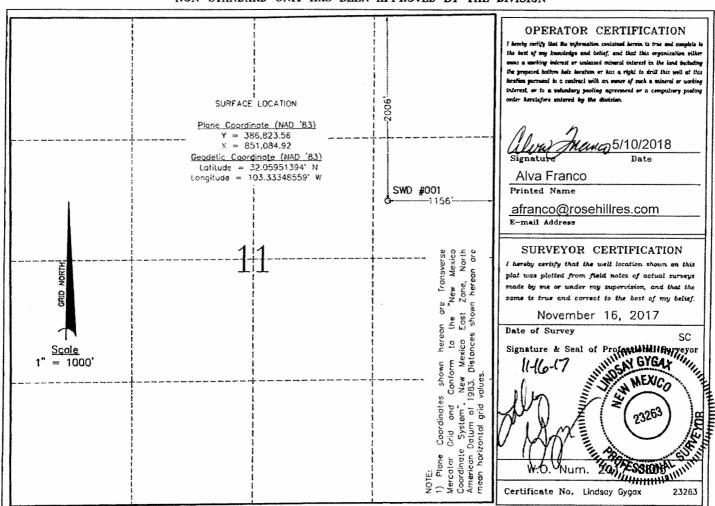
WELL LOCATION AND ACREAGE DEDICATION PLAT

| API Number | | | Pool Code | | Pool Name | | | | | |
|-----------------------|------------------|---|-----------|---------------|------------------|---------------|----------------|--------|--|--|
| | | ١. | | | Devonian | -Siluriar |) | | | |
| Property Code | | | | Property Nam | ne | | Well Nun | aber | | |
| 319944 | | | | NKATATA FE | DERAL SWD | | | 001 | | |
| OGRID No. | | *************************************** | | Operator Nau | 1e | | Elevation | מס | | |
| 372320 | | RO | SEHILL | OPERATING (| COMPANY, LLC | | 305 | 2' | | |
| | Surface Location | | | | | | | | | |
| UL or lot No. Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County | | |
| H 11 | 26 S | 35 E | | 2,006 | NORTH | 1,156 | EAST | LEA | | |

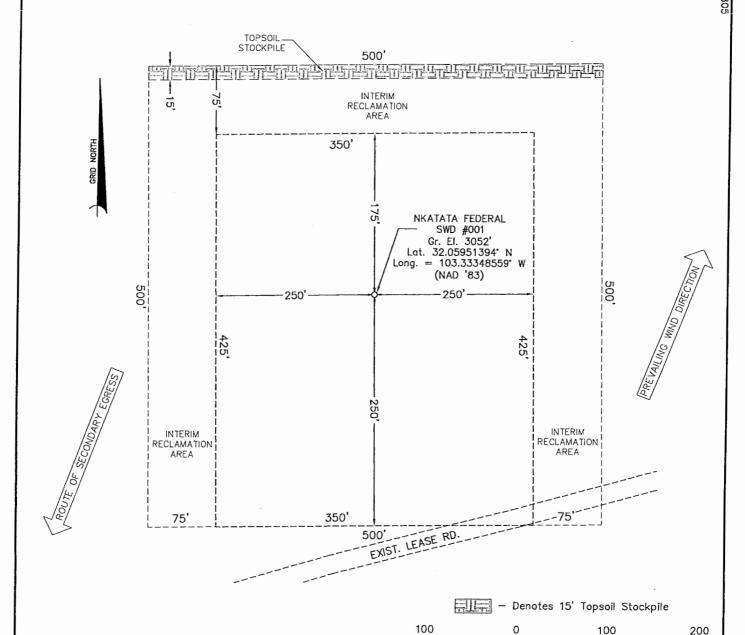
Bottom Hole Location If Different From Surface

| I | L or lot | No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---|----------|-------|----------|-----------|---------------|----------|---------------|------------------|---------------|----------------|--------|
| I | edicated | Acres | Joint or | Infill Co | nsolidation (| Code Ord | ler No. | | | | |

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



SECTION 11, TOWNSHIP 26 SOUTH, RANGE 35 EAST, N.M.P.M. SILEA COUNTY NEW MEXICO



DRIVING DIRECTIONS

FROM THE INTERSECTION OF NM-205 S AND ANTHONY RD., GO WEST ON ANTHONY RD. 1.7 MILES, STAY LEFT ONTO ANTHONY RD./J-3 RD AND CONTINUE 2.6 MILES, STAY LEFT ONTO ANTHONY RD./J-3 RD AND CONTINUE 2.4 MILES, TURN LEFT AND CONTINUE SOUTH ON A LEASE ROAD 0.5 MILES, TURN LEFT AND CONTINUE EAST AN A LEASE ROAD 0.2 MILES DO A POINT 250 FEET SOUTH OF THE PROPOSED LOCATION.



SURVEYORS - ENGINEERS - PLANNERS 110 W. LOUISIANA AVE., SUITE 110 MIDLAND, TEXAS 79701 (432) 687-0865 - FAX (432)687-0868

ROSEHILL OPERATING COMPANY, LLC

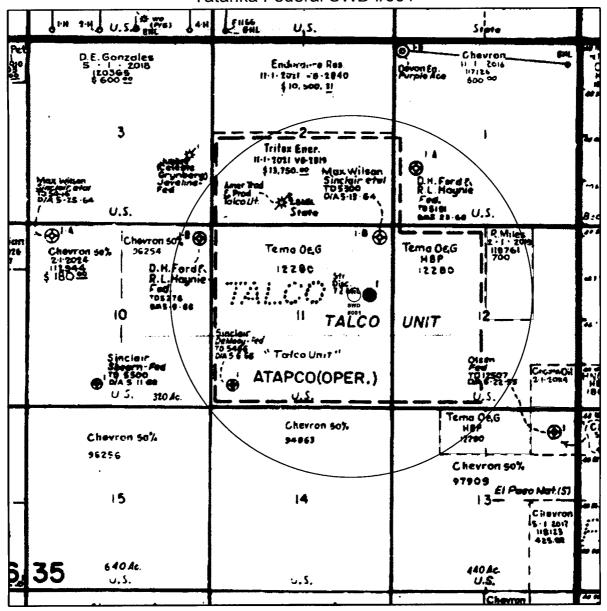
Graphic Scale in Feet

WELL SITE LAYOUT DIAGRAM NKATATA FEDERAL SWD #1

Located 2006' FNL & 1156' FEL, Section 11
Township 26 South, Range 35 East, N.M.P.M.
Lea County, New Mexico

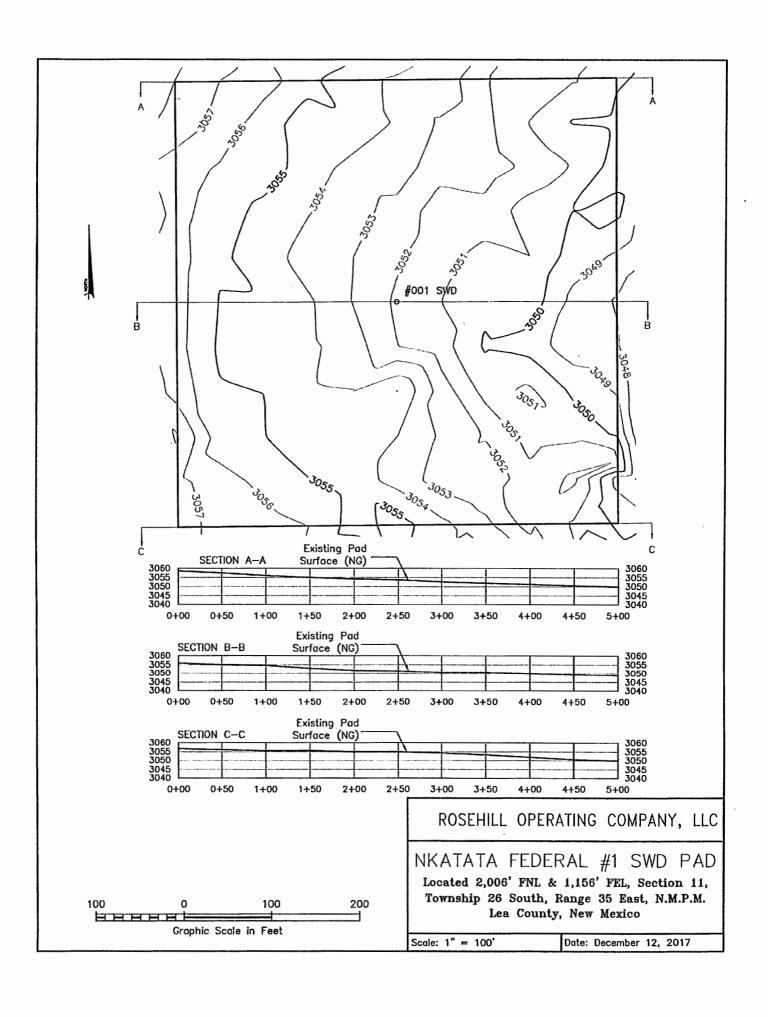
| Drawn By: SC/LRG | Date: Nov. 14, 2017 | | | | |
|--------------------|-------------------------|--|--|--|--|
| Scale: 1" = 100' | Surveyed: Nov. 13, 2017 | | | | |
| Revision Date: | Quadrangle: Lea | | | | |
| W.O. No: 2017-0805 | Dwg. No.: 2017-0805 | | | | |

1 MILE RADIUS MAP Tatanka Federal SWD #001



Rosehill Operating, LLC Tatanka Federal Lease Sec. 11, 12, 13-26S-35E Tatanka Federal SWD #001 Surf Lat: 32.05951394 N Surf Long: 103.33348559 W

NAD 83



TATANKA FEDERAL
*a Frederal SWD 0011 Application for Injection

*or Wells Within the Area of Review (1/2 Mi. Radius)

May 2018

| | OTO7 KBIA | | | | | | | | | | | | | |
|------|-----------|---|-----------|-----|----------|----------|---|-----------------------|-------|----------|-----------|------|-------------------|-------------|
| | | | | | | | | | | | SURF | | INTER INTER INTER | INTER |
| | | | | | | | | | | SURF | SURF CSG- | CSG. | csg- csg- csg- | CSG- |
| ğ | Surf Lat | BH Long | BH Lat | CO | ELEV_KB_ | ELEV_GR_ | ELEV_KB_ ELEV_GR_ SPUD_DATE_ PLUG_DATE TD_ CSG-SIZE DEPTH SIZE DEPTH TOC | PLUG_DATE | 5 | CSG-SIZE | DEPTH | SIZE | DEPTH | T 0C |
| 305 | 32.064034 | | | LEA | 3016 | 3005 | 4/30/1964 | 5/13/1964 5300 8 5/8" | 5300 | 8 5/8" | 340, | | | |
| .437 | 32.059503 | | | LEA | 3074 | 3047 | 4/15/1980 | | 19600 | | | | | |
| 1169 | 32.051063 | 169 32.051063 -103.340325 32.064369 LEA | 32.064369 | LEA | | 3066 | 3066 TBD | | | | | | | |
| 1972 | 32.051063 | 972 32.051063 -103.340128 32.06437 LEA | 32.06437 | LEA | | 3066 | 001 | | | | | | | |
| 715 | 32.051025 | 715 32.051025 -103.330654 32.064363 LEA | 32.064363 | LEA | | 3030 | 984 | | | | | | | |
|)634 | 32.051025 | 32.051025 -103.330573 32.064363 LEA | 32.064363 | LEA | | 3030 | 3030 7 R D | | | | | | | |

- *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. No access to producing wells
- 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. Rosehill Operating Company, LLC has reviewed and examined available geologic and engineering data in the area of interest for the Nkatata SWD #001 and have found no evidence of faults or other hydrologic connections between Devonian disposal zones and the underground sources of drinking water

Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.

NAME: TITLE: VP of Operations_DATE: 12/05/2018

- (1) Lease name; Well No.; Location by Section, Township and Range; and footage location within the section. Nkatata SWD #001, Sec. 11, T26S, R35E, 2006 FNL & 1156' FEL, UL H, Lea County, NM
- (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. Please see attachment
- (3) A description of the tubing to be used including its size, lining material, and setting depth.
- (4) The name, model, model, and setting depth of the packer used or a description of any other seal system or assembly used. 4-1/2" FG Lined set at 17,350' with a 4-1/2" AS1-X Packer @ 17,350'
- 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.

Devonian-Silurian Formations

Pool Name: SWD (Devonian-Silurian)

(2) The injection interval and whether it is perforated or open-hole.

17,400' to 19,200' OH

(3) State if the well was drilled for injection or, if not, the original purpose of the well.

New well to drill for injection

- (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. N/A
- (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. Next Higher: Example -Wolfcamp 12,000'-12,500, Morrow 13,500'-13,700', Bone Spring/Avalon 10,800'-12,000', Delaware 9,000'-9,500'

Next Lower: None

- 1. Proposed average and maximum daily rate and volume of fluids to be injected; Average 20,000 BWPD, Max 30,000
- 2. Whether the system is open or closed; Closed System
- 3. Proposed average and maximum injection pressure; Average 1,800 PSI, Max 3,400
- 4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than re-injected produced water; and, Wolfcamp produced water there is no known incompatibility exists with injected water is compatible with Devonian formation and is used as a disposal interval though the Delaware Basin for Wolfcamp produced water. See attached water analysis from Wolfcamp produced water.
- 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.). See attached Lea County Devonian water samples.
 - *VIII. Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval. The proposed disposal interval is in the Devonian-Silurian Formations 17,400 to 19,200. There are no fresh water zones underlying the proposed injection zone. Devonian is an impermeable Shale at the very top (Woodford Shale) followed by permeable dolomite and lime. Mud logs and Electric logs will be used to confirm the estimate depths of Woodford and Devonian Dolomite along with other significant tops. Usable water depth is from surface to a max of +/-300ft based on data from state Engineers office. No water wells are present in section 11, one well is present in section 30 of T24S, R35E, to a depth of 175". Source rock for a fresh water in this area is Santa Rosa.
- 6. Describe the proposed stimulation program, if any. 6,300 gallons 20% HCL acid job with packer
- *X. Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted). A mud log and Gamma/Neutron log will be run to confirm the estimated depths of the Woodford shale and Devonian Dolomite. These logs and cased hole logs will be filed with the omission following drilling operations.



Oilfield Labs of America 3302 Pilot Ave. Midland, Texas 79706 432-789-1860

Report Date:

12/4/2018

| | Compl | ete Water Analysis | |
|---------------|-------------------------|--------------------|-------------|
| Customer: | Multi-chem | Account Rep: | Ti Zhao |
| Operator: | Rosehill Resources | Sample ID: | 01181130157 |
| Lease: | Tatanka Fed Fresh Water | Sample Date: | 11/29/2018 |
| Sample Point: | NP | Received Date: | 11/30/2018 |
| Region: | Pecos | Log Out Date: | 12/4/2018 |
| | | | |

Multi-chem, Rosehill Resources, Tatanka Fed Fresh Water, NP

| | | Anions: | mg/L | meq/L | Cations: | ∞ mg/L | meq/L |
|---|--------|---|------|-------|--------------------------------|-------------|-------|
| Initial Temperature (°F): | 190 | Chloride (Cl'): | 150 | 4.2 | Sodium (Na ⁺): | 155 | 6. |
| Final Temperature (°F): | 80 | Sulfate (SO ₄ 2-): | 250 | 5.2 | Potassium (K*): | 8.6 | 0. |
| Initial Pressure (psi): | 1250 | Bicarbonate (HCO ₃ -): | 234 | 3.8 | Magnesium (Mg ²⁺): | 41.8 | 3. |
| Final Pressure (psi): | 15 | Carbonate (CO ₃ ²⁻): | ND | | Calcium (Ca ²⁺): | 112 | 5. |
| | | Hydroxide (OH'): | ND | | Strontium (Sr ²⁺): | 2.4 | 0. |
| Dissolved Gases | | | | | Barium (Ba ²⁺): | ND | |
| Dissolved CO ₂ (ppm): | ND | Phosphate (PO ₄ 3-): | 0.3 | 0.0 | Iron (Fe, Total): | ND | |
| Dissolved H₂S (ppm): | 0.7 | Borate (H ₃ BO ₃): | 12.3 | 0.2 | Manganese (Mn ²⁺): | ND | |
| | | Silica (SiO ₂): | 46.9 | 0.8 | Lead (Pb ²⁺): | 0.2 | 0. |
| | | | | | Zinc (Zn ²⁺): | 0.3 | 0. |
| Sample Parameters | | 1 | | | Lithium (Li [†]): | 0.1 | 0. |
| | 8.2 | 1 | | | Aluminum (Al ³⁺): | ND | |
| Calculated TDS (mg/L): | 1188 | | | | | | |
| Calculated Density (g/cm³): | 0.9979 | | | | | | |
| Total Hardness (mg/L CaCO ₃): | 454 | | | | | | |
| Total Alkalinity (mg/L CaCO ₃): | 192 | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | Anion EPM Total: | | 14 | Cation EPM Total: | | 1 |
| N/A - Not Analyzed | | % RPD of Cations/Anion | | 12.0% | AID - No | ot Detected | |

| Conc | ditions | Barite | (Ba5O ₄) | Calcite | e (CaCO ₃) | Gypsum (| CaSO ₄ ·2H ₂ O) | Anhydri | te (CaSO ₄) |
|-------|----------|--------|----------------------|---------|------------------------|----------|---------------------------------------|---------|-------------------------|
| Temp | Press. | Index | Amt (ptb) | Index | Amt (ptb) | Index | Amt (ptb) | Index | Amt (ptb) |
| 80°F | 15 psi | 0.00 | 0.000 | 0.98 | 11.946 | -1.18 | 0.000 | -1.54 | 0.000 |
| 92°F | 152 psi | 0.00 | 0.000 | 1.00 | 12.709 | -1.18 | 0.000 | -1.46 | 0.000 |
| 104°F | 289 psi | 0.00 | 0.000 | 1.02 | 13.630 | -1.18 | 0.000 | -1.37 | 0.000 |
| 117°F | 427 psi | 0.00 | 0.000 | 1.05 | 14.715 | -1.17 | 0.000 | -1.29 | 0.000 |
| 129°F | 564 psi | 0.00 | 0.000 | 1.08 | 15.966 | -1.15 | 0.000 | -1.21 | 0.000 |
| 141°F | 701 psi | 0.00 | 0.000 | 1.11 | 17.386 | -1.14 | 0.000 | -1.13 | 0.000 |
| 153°F | 838 psi | 0.00 | 0.000 | 1.15 | 18.972 | -1.12 | 0.000 | -1.05 | 0.000 |
| 166°F | 976 psi | 0.00 | 0.000 | 1.19 | 20.719 | -1.11 | 0.000 | -0.97 | 0.000 |
| 178°F | 1113 psi | 0.00 | 0.000 | 1.24 | 22.616 | -1.09 | 0.000 | -0.88 | 0.000 |
| 190°F | 1250 psi | 0.00 | 0.000 | 1.29 | 24.648 | -1.08 | 0.000 | -0.80 | 0.000 |

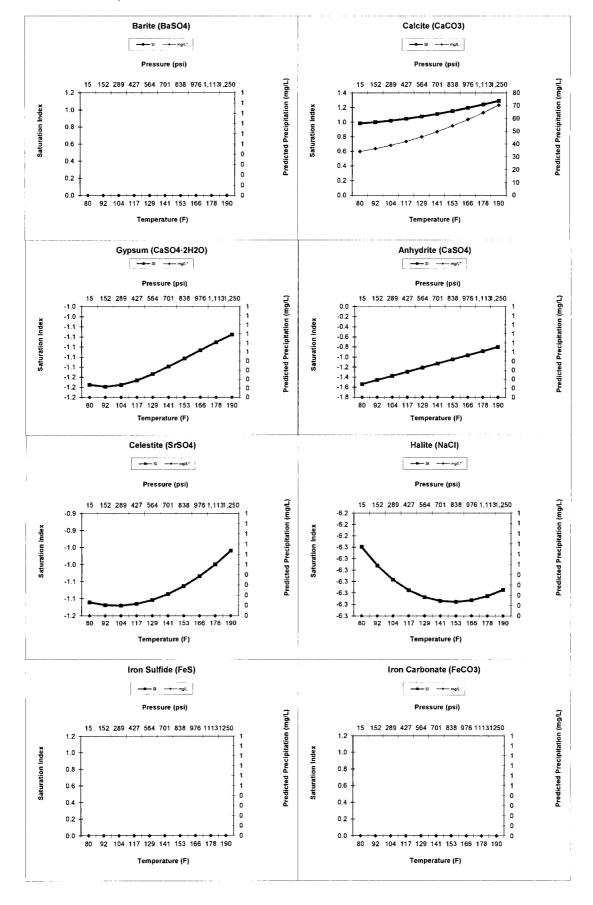
| Conc | litions | Celestit | e (SrSO ₄) | Halit | e (NaCl) | Iron Su | lfide (Fe5) | Iron Carbo | nate (FeCO ₃) |
|-------|----------|----------|------------------------|-------|-----------|---------|-------------|------------|---------------------------|
| Temp | Press. | Index | Amt (ptb) | Index | Amt (ptb) | Index | Amt (ptb) | Index | Amt (ptb) |
| 80°F | 15 psi | -1.11 | 0.000 | -6.25 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |
| 92°F | 152 psi | -1.12 | 0.000 | -6.27 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |
| 104°F | 289 psi | -1.12 | 0.000 | -6.28 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |
| 117°F | 427 psi | -1.12 | 0.000 | -6.29 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |
| 129°F | 564 psi | -1.10 | 0.000 | -6.29 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |
| 141°F | 701 psi | -1.09 | 0.000 | -6.30 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |
| 153°F | 838 psi | -1.06 | 0.000 | -6.30 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |
| 166°F | 976 psi | -1.03 | 0.000 | -6.30 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |
| 178°F | 1113 psi | -1.00 | 0.000 | -6.29 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |
| 190°F | 1250 psi | -0.96 | 0.000 | -6.29 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |

Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the eight (8) scales

 $\textbf{Note 3: Saturation Index predictions on this sheet use pH and alkalinity; \%CO$_2$ is not included in the calculations.}$

Sample ID: 01181130157 Multi-chem, Rosehill Resources, Tatanka Fed Fresh Water,NP



McMillan, Michael, EMNRD

From: Sent: Alva Franco <afranco@rosehillres.com> Wednesday, January 9, 2019 12:40 PM

To:

McMillan, Michael, EMNRD

Subject:

[EXT] FW: Nkatata Federal SWD Well 30-025-44863

Attachments:

Form 3160-5. Final Report. 9-6-2018.pdf; 201808141600.pdf; Nkatata Fed SWD 001 WBS.PDF

Good afternoon,

Please see attached WBD attached with the 3160 form filed and approved.

Also, the updated Nkatata WBD.

Still waiting on the newspaper ad, and green cards.

Thank you!

Alva

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

Sent: Wednesday, December 5, 2018 5:37 PM **To:** Alva Franco afranco@rosehillres.com

Subject: RE: Nkatata Federal SWD Well 30-025-44863

Your WBD diagram shows an open-hole interval from the Straw through the Devonian

Your application is for the Devonian only

The Talco Well has been Plugged and Abandoned. You will need a wellbore diagram for this well

Mike

From: Alva Franco <a franco@rosehillres.com > Sent: Wednesday, December 5, 2018 1:35 PM

To: McMillan, Michael, EMNRD < Michael.McMillan@state.nm.us Subject: [EXT] FW: Nkatata Federal SWD Well 30-025-44863

Mike,

Please see attachments:

Water analysis for the fresh water.

Revised ½ mile radius tabulation including the Tatanka Federal 001H well (producing).

Produced water from Halliburton.

Signed statement from C-108 questions by an Engineer.

After running the ad for the offset operators I will forward you green cards and published newspaper ad. Yes, the surface owner was notified and it will be with the green cards when I submit them to you.

Thank you,



October 02, 2018

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

RE: Nkatata Federal SWD 001 Newspaper Ad for C-108 Form Lea County, NM

Mr. Goetz,

Please see attached original newspaper ads for the above referenced well to attach to the C-108 form submitted on September 13, 2018.

Should you have any questions please feel free to contact me @281/675-3420 or you can email me at afranco@rosehillres.com.

Sincerely,

Alva Franco,

Regulatory Advisor

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 December 09, 2018 and ending with the issue dated December 09, 2018.

Publisher

Sworn and subscribed to before me this 9th day of December 2018.

Business Manager

My commission expires

(Seal)

OFFICIAL SEAL
GUSSIE BLACK
Notary Public
State of New Mexics

My Commission Expires 1-29-1

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

LEGALS

LEGAL NOTICE DECEMBER 9, 2018

Rosehill Operating Company (16200 Park Row, Ste 300, Houston, TX 77084 Contact Alva Franco at 281-365-3420) its seeking administrative approval from the New Mexico OII Conservation Division to inject produced water in the Nikatata-Federal SWD 001, in the Devonlan-Silurlan formation.

The well is located in Township 26S, Range 35E, Sec. 11, Lea County, NM NKatala SWD well will be located 2006' FNL and 1156' FEL, with an injection interval 17.400' to 19.200' TVD The maximum injection rate will be 30,000 barrels of produced water per day. Maximum injection pressure will be 3400 psi for produced water at the surface for the well.

Lease holders within a one-mile radius of the injection well were sent letters notifying them of the proposed project Rosehill was unable to contact the following opp. Cisen Energy Inc. Jubis Corps, Sinclair Energy Corporation and One Energy Partners. Interested parties must file objections or request for hearing with the New Mexico Oil Conservation Division, 1220 South Saint Francis Driver, Sainta Fe, New Mexico 87504 within 15 days of this notice.

67113387

00222081

SHANNON MANFREDI SWCA ENVIRONMENTAL CONSULTANTS 130 ROCK POINT DRIVE, STE A DURANGO, CO 81301

Affidavit of Publication

STATE OF NEW MEXICO **COUNTY OF LEA**

I, Todd Bailey, Editor 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 June 30, 2018 and ending with the issue dated June 30, 2018.

Sworn and subscribed to before me this 30th day of June 2018.

Business Manager

My commission expires

My commission expires

January 29, 20 19

OFFICIAL SEAL

GUSSIE BLACK

Notary Public

State of New Mexico

My Commission Expires 29-19

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 June 30, 2018

Rosehill Operating Company, 16200 Park Row, Ste 300, Houston, TX 77084, Contact: Alva Franco (281) 365-3420 is seeking (281) 305-3420 is seeming administrative approval from the New Mexico Oil Conservation Division to inject produced water in the Nkatata Federal SWD 001, in the Devonian-Silurian formation.

The well is located in Township 26S, Range 35E, Lea County, NM:

Nkatata Federal SWD 001, Sec. 11, 2006' FNL & 1156' FEL injection interval 17,400' to 19,200' TVD.

The maximum injection rate will be 30.000 barrels of produced water per day. Maximum injection pressure will be 3400 psi for produced water at the surface for the well mentioned above. Interested parties must file objections or request for hearing with the New Mexico Oil Conservation Division, 1220 South Saint Francis The maximum injection rate 1220 South Saint Francis Drive; Santa Fe, New Mexico 87504 within 15 days of this notice. #32967

67113387

00214441

SHANNON MANFREDI SWCA ENVIRONMENTAL CONSULTANTS 130 ROCK POINT DRIVE, STE A **DURANGO, CO 81301**

Affidavit of Publication

STATE OF NEW MEXICO COUNTY OF LEA

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

> Beginning with the issue dated July 13, 2018 and ending with the issue dated July 13, 2018.

Editor Editor

Sworn and subscribed to before me this 13th day of July 2018.

Business Manager

My commission expires

January 29, 2019

(Seal)

OFFICIAL SEAL
GUSSIE BLACK
Notary Public
State of New Mexico
Commission Expires

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

LEGALS

LEGAL NOTICE July 13, 2018

Rosehill Operating Company, is seeking administrative approval from the New Mexico Oil Conservation Division to inject produced water in the Nkatata Federal SWD 001, in the Devonian-Silurian formation.

Nkatata Federal SWD 001 well is located in Township 26S, Range 35E, Sec. 11, 2006' FNL & 1156' FEL Lea County, NM. Injection interval will be 17,400' to 19,200' TVD.

Affected parties were notified via certified letter. Addresses for parties listed below could not be located. Max M. Wilson, Sinclair et al., D.H. Ford, and E.L. Hayne.

Interested parties must file objections or requests for hearing with the New Mexico Oil Conservation Division, 1220 South Saint Francis Dr., Santa Fe, NM 87505 within 15 days. Additional information can be obtained by contacting Alva Franco, Rosehill Operating Company, 16200 Park Row, Ste 300, Houston, TX 77084. Phone number (281) 365-3420.

67113387

00214968

SHANNON MANFREDI SWCA ENVIRONMENTAL CONSULTANTS 130 ROCK POINT DRIVE, STE A DURANGO, CO 81301

Alva Franco 281/675-3420

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

Sent: Monday, October 15, 2018 5:17 PM

To: Alva Franco <afranco@rosehillres.com>
Subject: Nkatata Federal SWD Well 30-025-44863

Alva:

The OCD cannot process your application, because of the excessive number of unlocatables.

Get an updated mailing addresses for the affected parties (At least 2 of them have send administrative proposals to the OCD) or publish their names in a newspaper of general circulation in the county of the proposed SWD. You published a few of them; however, there were other unlocatables.

The OCD requires the green cards that shows proof of mailing to the affected parties

Further, I cannot determine who the surface owner is-Did you notice them-was it the BLM?

Get either a geologist or engineer to sign a statement about no connection to the injection interval and underground sources of drinking water. Regulatory Advisors lack technical expertise to sign the statement.

What is the status of the 19,600 foot well? You will be required to have a Well Bore Diagram before the application is recommended for signature.

You will need produced water samples for the different formations.

When you get the required information then the OCD will put your application into the system.

Mike

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

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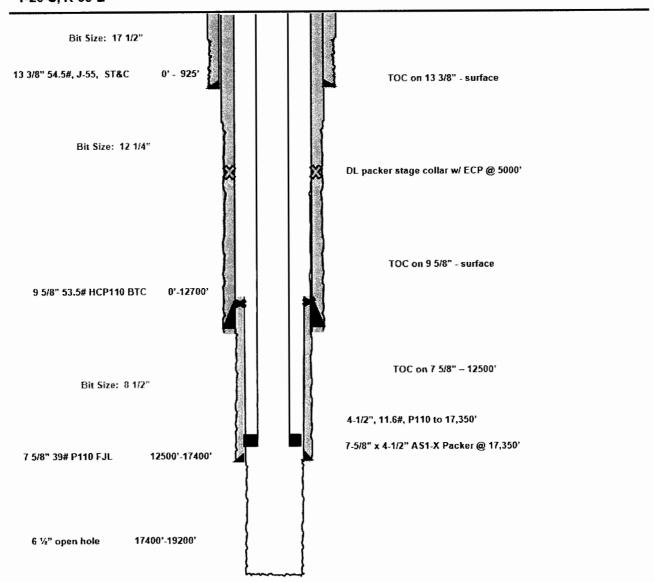
Notice: The information transmitted by this email is intended only for the person or entity to which it is addressed. This email may contain proprietary, business-confidential and/or privileged material. If you are not the intended recipient of this message, be aware that any use, review, retransmission, distribution, reproduction or any action taken in reliance upon this message is strictly prohibited. If you received this in error, please contact the sender and delete the material from all computers. Further, any contract terms proposed or purportedly accepted in this email are not binding and are subject to management's final approval as memorialized in a separate written instrument.

Nkatata Federal SWD #001

2083' FNL 1753' FEL Section 11 T-26-S, R-35-E

Lea County, New Mexico Proposed Wellbore

API: 30-025-****



TATANKA FEDERAL.

Nikatuta #5WD/D / Application for Injection
Tabulation of Well Data for Wells Within the Area of Review (1/2 Mi. Radius)
May 2018

| | SURF CSG. | SIZE | | 5/8* | | | | | | |
|-------------|-----------|------|---------------------------|-------------------|-------------------------|------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| | | S | Ω | 2300 | 19600 | 17163 | | | | |
| | | | PLUG DATE | 5/13/1964 | 3/14/2018 | | | | | |
| | | | | 4/30/1964 | 4/15/1980 | 5/28/2018-producing | | | | |
| | | | LEV GR S | 3005 | 3047 | 3047 5 | 3064 | 3066 | 3030 | 3030 |
| | | | ELEV KB ELEV GR SPUD DATE | 3016 | 3074 | 3064 | | | | |
| | | 9 | _ | LEA | LEA | rey | ΕĀ | LEA | LEA | LEA |
| | | | BH Lat | | | 32.064489 | 32.064466 | | 32.064363 | 32.064363 |
| | | | BH Long | - | | -103.344303 | -103.340564 | -103.340128 | -103.330654 | -103.330573 |
| INIGN TO LO | | | Surf Lat | 32.064034 | 32.059503 | 32.051159 | 32.051063 | 32,051063 | 32,051025 | 32.051025 |
| | | | Surf Long | -103.330305 | -103.331437 | -103,344890 | -103.340169 | -103.339972 | -10 3.330715 | -103,330634 |
| | | | EWFTG | 330 FEL | 660 FEL | 790 FWL | 1923FWL | 1984 FWL | 436 FEL | 411 FEL |
| | | | 3 NSFTG | 330 FNL | 12 | 35E 230 FSL | 35E 230 FSL | | 230 FSL | 230 FSL |
| | | | NP RN | 26S 35E | 26S 35E | 265 356 | 26S 35E | 26S 35E | 26S 35E 2 | 26S 35E |
| | | | SEC TWP RNG | 11 2 | 11 2 | 11 2 | 11 2 | 11 2 | 11 2 | 11 2 |
| | | | OPERATOR | WILSON MAX M | ROSEHILL OPER. CO, I.LC | ROSEHILL OPER. CO, LLC | ROSEHILL OPER. CO, LLC | ROSEHILL OPER. CO, LLC | ROSEHILL OPER. CO, LLC | ROSEHILL OPER. CO, LLC |
| | | | WELL# | - | - | 001H | 002H | 003H | 004H | H\$00 |
| | | | STATUS DIR LEASE NAME | V SINCLAIR ETAL B | V TALCO UNIT | H TATANKA FEDERAL | PERMIT H TATANKA FEDERAL | PERMIT H TATANKA FEDERAL | PERMIT H TATANKA FEDERAL | PERMIT H TATANKA FEDERAL |
| | | | TATUS | DRY | GAS | Ö | PERMIT | ERMIT | PERMIT | PERMIT |
| | | | APIS | 300252100000 | 300252674700 | 300254456900 | 300254458200 P | 300254458300 P | 300254457000 P | 300254457100 P |

Multi-Chem Analytical Laboratory

1122 S. FM1788 Midland, TX 76706



A HALLIBURTON SERVICE

Units of Measurement: Standard

Water Analysis Report

Production Company: Rosehill Tatanka Well H1 Well Name: Sample Point:

Tester Water Leg

8/9/2018 Sample Date: Sample ID: WA-373143

Ti Zhao Sales Rep: Lab Tech: Julio Garcia

> Scaling potential predicted using ScaleSoftPitzer from Brine Chemistry Consortium (Rice University)

| Sample Specifics | | |
|--|-----|------|
| Test Date: 8/10/2018 | ı | |
| System Temperature 1 (°F): 119 | ı | So |
| System Pressure 1 (psig): 750 | ı | Ро |
| System Temperature 2 (°F): 60 | I | Ma |
| System Pressure 2 (psig): 120 | I | Ca |
| Calculated Density (g/ml): 1.0678 | ı | Str |
| pH: 7.00 | I | Ва |
| Calculated TDS (mg/L): 106175.65 | ı | Iro |
| CO2 in Gas (%): | I | Zir |
| Dissolved CO ₂ (mg/L)): 200.00 | I | Lea |
| H ₂ S in Gas (%): | ı | An |
| H2S in Water (mg/L): 4.20 | I | M |
| Tot. SuspendedSolids(mg/L): | il | Αlι |
| Corrosivity(LanglierSat.Indx) 0.00 | I | Lit |
| | I | Во |
| Alkalinity: | I | Sili |
| A SECTION AND A SECTION ASSESSMENT AND A SECTION ASSESSMENT ASSESS | 4 I | |

| | Analysis @ Prop | perties in Sample Specifics | |
|-----------------|-----------------|-------------------------------|----------|
| Cations | mg/L | Anions | mg/L |
| Sodium (Na): | 37383.86 | Chloride (CI): | 63000.00 |
| Potassium (K): | 0.01 | Sulfate (SO4): | 1730.00 |
| Magnesium (Mg): | 403.55 | Bicarbonate (HCO3): | 360.00 |
| Calcium (Ca): | 3103.55 | Carbonate (CO3): | |
| Strontium (Sr): | 169.05 | Hydroxide(HO): | |
| Barium (Ba): | 0.01 | Acetic Acid (CH3COO) | |
| Iron (Fe): | 23.16 | Propionic Acid (C2H5COO) | |
| Zinc (Zn): | 0.01 | Butanoic Acid (C3H7COO) | |
| Lead (Pb): | 1.78 | Isobutyric Acid ((CH3)2CHCOO) | |
| Ammonia NH3: | | Fluoride (F): | |
| Manganese (Mn): | 0.65 | Bromine (Br): | |
| Aluminum (Al): | 0.01 | Silica (SiO2): | 0.02 |
| Lithium (Li): | 0.01 | Calcium Carbonate (CaCO3): | |
| Boron (B): | 43.70 | Phosphates (PO4): | 0.03 |
| Silicon (Si): | 0.01 | Oxygen (O2): | |

Notes:

(PTB = Pounds per Thousand Barrels)

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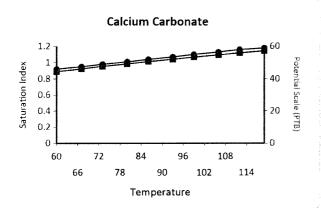
| | | | cium oonate | Bariun | n Sulfate | | ron Ifide | | ron bonate | | psum 4·2H2O | | estite ·SO4 | | alite VaCl | | Zinc Ilfide |
|-----------|--------|------|----------------|--------|-----------|------|--------------|------|---------------|------|----------------|------|----------------|------|---------------|------|----------------|
| Temp (°F) | PSI | SI | PTB | SI | РТВ | SI | РТВ | SI | PTB | SI | РТВ | SI | РТВ | SI | РТВ | SI | РТВ |
| 60.00 | 120.00 | 0.92 | 44.44 | 0.00 | 0.00 | 2.39 | 4.58 | 0.39 | 7.37 | 0.00 | 0.00 | 0.23 | 48.48 | 0.00 | 0.00 | 7.09 | 0.00 |
| 67.00 | 190.00 | 0.95 | 46.12 | 0.00 | 0.00 | 2.36 | 4.58 | 0.45 | 8.23 | 0.00 | 0.00 | 0.22 | 46.23 | 0.00 | 0.00 | 6.97 | 0.00 |
| 73.00 | 260.00 | 0.98 | 47.70 | 0.00 | 0.00 | 2.33 | 4.58 | 0.50 | 9.00 | 0.00 | 0.00 | 0.21 | 44.11 | 0.00 | 0.00 | 6.86 | 0.00 |
| 80.00 | 330.00 | 1.01 | 49.20 | 0.00 | 0.00 | 2.30 | 4.57 | 0.55 | 9.69 | 0.00 | 0.00 | 0.20 | 42.13 | 0.00 | 0.00 | 6.76 | 0.00 |
| 86.00 | 400.00 | 1.04 | 50.64 | 0.00 | 0.00 | 2.28 | 4.57 | 0.60 | 10.32 | 0.00 | 0.00 | 0.19 | 40.30 | 0.00 | 0.00 | 6.65 | 0.00 |
| 93.00 | 470.00 | 1.07 | 52.02 | 0.00 | 0.00 | 2.25 | 4.57 | 0.65 | 10.88 | 0.00 | 0.00 | 0.18 | 38.60 | 0.00 | 0.00 | 6.55 | 0.00 |
| 99.00 | 540.00 | 1.10 | 53.37 | 0.00 | 0.00 | 2.23 | 4.57 | 0.70 | 11.37 | 0.00 | 0.00 | 0.17 | 37.06 | 0.00 | 0.00 | 6.45 | 0.00 |
| 106.00 | 610.00 | 1.13 | 54.68 | 0.00 | 0.00 | 2.21 | 4.57 | 0.74 | 11.82 | 0.00 | 0.00 | 0.16 | 35.68 | 0.00 | 0.00 | 6.36 | 0.00 |
| 112.00 | 680.00 | 1.16 | 55.95 | 0.00 | 0.00 | 2.19 | 4.56 | 0.78 | 12.22 | 0.00 | 0.00 | 0.15 | 34.45 | 0.00 | 0.00 | 6.27 | 0.00 |
| 119.00 | 750.00 | 1.18 | 57.20 | 0.00 | 0.00 | 2.18 | 4.56 | 0.82 | 12.58 | 0.00 | 0.00 | 0.15 | 33.39 | 0.00 | 0.00 | 6.18 | 0.00 |

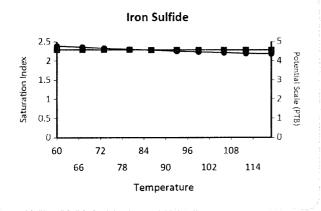
Water Analysis Report

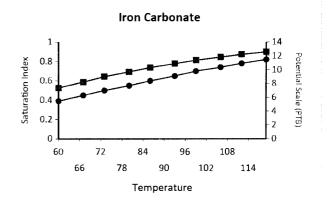
| | | | nydrate ~0.5H2O | | ydrate SO4 | | cium oride | | inc oonate | | ead Ilfide | | ∕Ig cate | | ı Mg icate | | Fe cate |
|--------------|--------|------|--------------------|------|---------------|------|---------------|------|---------------|-------|---------------|------|-------------|------|---------------|------|------------|
| Temp (°F) | PSI | SI | РТВ | SI | РТВ | SI | РТВ | SI | РТВ | SI | РТВ | SI | РТВ | SI | РТВ | SI | РТВ |
| 60.00 | 120.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 11.88 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 67.00 | 190.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 11.67 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 73.00 | 260.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 11.47 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 80.00 | 330.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 11.28 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 86.00 | 400.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 11.09 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 93.00 | 470.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 10.91 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 99.00 | 540.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 10.74 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 106.00 | 610.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 10.57 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 112.00 | 680.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 10.41 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 119.00 | 750.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 10.25 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |

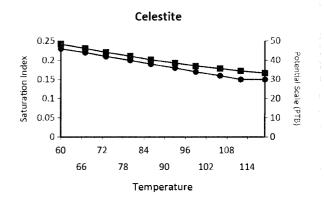
These scales have positive scaling potential under initial temperature and pressure: Calcium Carbonate Iron Sulfide Iron Carbonate Celestite Zinc Sulfide Lead Sulfide

These scales have positive scaling potential under final temperature and pressure: Calcium Carbonate Iron Sulfide Iron Carbonate Celestite Zinc Sulfide Lead Sulfide



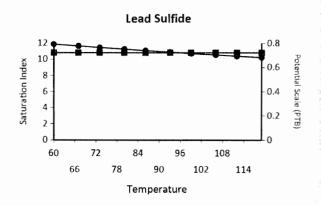


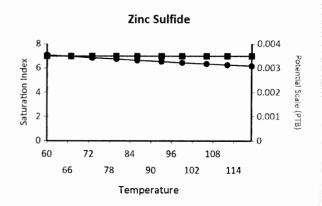




Excellence

Water Analysis Report





McMillan, Michael, EMNRD

From: Alva Franco <afranco@rosehillres.com>
Sent: Thursday, January 10, 2019 3:02 PM

To: McMillan, Michael, EMNRD

Subject: [EXT] RE: Nkatata Federal SWD Well 30-025-44863

Attachments: 201901101547.pdf

Hi Mike,

Do you need the original newspaper ad for this well or will a scan copy work?

Thanks,

Alva Franco

Regulatory & Production Accounting Advisor

Phone: (281) 675-3420 Cell: (432) 352-1610 16200 Park Row, Suite 300 Houston, Texas 77084 afranco@rosehillres.com

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

Sent: Thursday, December 6, 2018 8:57 AM **To:** Alva Franco afranco@rosehillres.com

Subject: RE: Nkatata Federal SWD Well 30-025-44863

So your WBD states that it is a proposed schematic-is it proposed or actual wellbore diagram.

If the WBD is not plugged and abandoned, before your application can be approved, the well must be approved subject to Hobbs District Office approval

Mike

From: Alva Franco <a franco@rosehillres.com > Sent: Thursday, December 6, 2018 6:10 AM

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

Subject: [EXT] RE: Nkatata Federal SWD Well 30-025-44863

Good moring,

Please see attached Talco WBD.

I'll get you an updated Nkatata Federal SWD 1 WBD.

Thank you,

Alva

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

Sent: Wednesday, December 5, 2018 5:37 PM **To:** Alva Franco afranco@rosehillres.com

Subject: RE: Nkatata Federal SWD Well 30-025-44863

Your WBD diagram shows an open-hole interval from the Straw through the Devonian Your application is for the Devonian only The Talco Well has been Plugged and Abandoned. You will need a wellbore diagram for this well

Mike

From: Alva Franco <a franco@rosehillres.com > Sent: Wednesday, December 5, 2018 1:35 PM

To: McMillan, Michael, EMNRD < Michael.McMillan@state.nm.us Subject: [EXT] FW: Nkatata Federal SWD Well 30-025-44863

Mike,

Please see attachments:

Water analysis for the fresh water.

Revised ½ mile radius tabulation including the Tatanka Federal 001H well (producing).

Produced water from Halliburton.

Signed statement from C-108 questions by an Engineer.

After running the ad for the offset operators I will forward you green cards and published newspaper ad. Yes, the surface owner was notified and it will be with the green cards when I submit them to you.

Thank you, Alva Franco 281/675-3420

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

Sent: Monday, October 15, 2018 5:17 PM

To: Alva Franco <a franco@rosehillres.com>
Subject: Nkatata Federal SWD Well 30-025-44863

Alva:

The OCD cannot process your application, because of the excessive number of unlocatables.

Get an updated mailing addresses for the affected parties (At least 2 of them have send administrative proposals to the OCD) or publish their names in a newspaper of general circulation in the county of the proposed SWD. You published a few of them; however, there were other unlocatables.

The OCD requires the green cards that shows proof of mailing to the affected parties

Further, I cannot determine who the surface owner is-Did you notice them-was it the BLM?

Get either a geologist or engineer to sign a statement about no connection to the injection interval and underground sources of drinking water. Regulatory Advisors lack technical expertise to sign the statement.

What is the status of the 19,600 foot well? You will be required to have a Well Bore Diagram before the application is recommended for signature.

You will need produced water samples for the different formations.

When you get the required information then the OCD will put your application into the system.

Mike

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

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- Proposed average and maximum daily rate and volume of fluids to be injected; Average 20,000 BWPD, Max 30,000
- 2. Whether the system is open or closed; Closed System
- 3. Proposed average and maximum injection pressure; Average 1,800 PSI, Max 3,400
- 4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than re-injected produced water; and, Wolfcamp produced water there is no known incompatibility exists with injected water is compatible with Devonian formation and is used as a disposal interval though the Delaware Basin for Wolfcamp produced water. See attached water analysis from Wolfcamp produced water.
- 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.). See attached Lea County Devonian water samples.
 - *VIII. Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval. The proposed disposal interval is in the Devonian-Silurian Formations 17,400 to 19,200. There are no fresh water zones underlying the proposed injection zone. Devonian is an impermeable Shale at the very top (Woodford Shale) followed by permeable dolomite and lime. Mud logs and Electric logs will be used to confirm the estimate depths of Woodford and Devonian Dolomite along with other significant tops. Usable water depth is from surface to a max of +/-300ft based on data from state Engineers office. No water wells are present in section 11, one well is present in section 30 of T24S, R35E, to a depth of 175". Source rock for a fresh water in this area is Santa Rosa.
- 6. Describe the proposed stimulation program, if any. 6,300 gallons 20% HCL acid job with packer
- *X. Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted). A mud log and Gamma/Neutron log will be run to confirm the estimated depths of the Woodford shale and Devonian Dolomite. These logs and cased hole logs will be filed with the omission following drilling operations.

- *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. No access to producing wells
- 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. Rosehill Operating Company, LLC has reviewed and examined available geologic and engineering data in the area of interest for the Nkatata SWD #001 and have found no evidence of faults or other hydrologic connections between Devonian disposal zones and the underground sources of drinking water

Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.

NAME: TITLE: <u>VP of Operations</u> DATE: <u>12/05/2018</u>

III. WELL PATA

- (1) Lease name; Well No.; Location by Section, Township and Range; and footage location within the section. Nkatata SWD #001, Sec. 11, T26S, R35E, 2006 FNL & 1156' FEL, UL H, Lea County, NM
- (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. Please see attachment
- (3) A description of the tubing to be used including its size, lining material, and setting depth.
- (4) The name, model, model, and setting depth of the packer used or a description of any other seal system or assembly used. 4-1/2" FG Lined set at 17,350' with a 4-1/2" AS1-X Packer @ 17,350'
- 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.

Devonian-Silurian Formations

Pool Name: SWD (Devonian-Silurian)

(2) The injection interval and whether it is perforated or open-hole.

17,400' to 19,200' OH

(3) State if the well was drilled for injection or, if not, the original purpose of the well.

New well to drill for injection

- (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. N/A
- (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. Next Higher: Example -Wolfcamp 12,000'-12,500, Morrow 13,500'-13,700', Bone Spring/Avalon 10,800'-12,000', Delaware 9,000'-9,500'

Next Lower: None



January 22, 2019

Mr. Mike McMillan
Oil Conservation Division
1220 South St. Francis
Santa Fe, New Mexico 87505

RE: Nkatata Federal SWD 001 Request for Additional Information

Mr. McMillan,

Per you're request listed below are the listed and attached.

- 1. Newspaper ad
- 2. Certified mail (green cards)
- 3. Updated wellbore diagram
- 4. Talco #1 well status (well data)
- 5. Water analysis
- 6. Talco wellbore diagram

Should you have any questions please feel free to contact me @281/675-3420 or you can email me at afranco@rosehillres.com.

Sincerely,

Alva Franco,

Regulatory Advisor

| CERTIFIED MAIL" RECEIPT | SENDER: COMPLETE THIS SECTION | COMPLETE THIS SECTION ON DELIVERY |
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| (Domestic Mail Only; No Insurance Coverage Prov For delivery information visit our website at www.usps.co | ■ Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. ■ Print vour name and address on the reverse | A. Signature |
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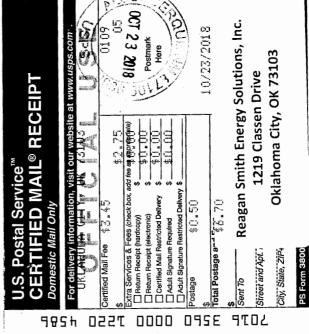
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February 2004

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Rosehill Operating Company LLC 16200 Park Row, Suite 300 Houston, TX 77084

October 23, 2018

VIA CERTIFIED RETURN RECEIPT

ATTACHED LIST OF INTERESTED PARTIES

SUBJECT: APPLICATION FOR AUTHORIZATION TO INJECT INTO NKATATA UNIT WELL (API 30-025-44863)

Dear Sir or Madam:

Rosehill Operating Company,LLC is seeking administrative approval from the New Mexico Oil Conservation Division to inject produced water into Nkatata Federal SWD 001, in the Devonian-Silurian formation. You are receiving this package because you have been identified as having past or current interest in acreage near the vicinity of our proposed activity.

The well is located in Section 11, Township 26S, Range 35E of Lea County, NM at 2006' FNL & 1156' FEL.

According to Rule 701C the State of New Mexico, Oil Conservation Division, Engineering Bureau (1220 South St. Francis Drive, Santa Fe, NM 87505) can make a decision on our application after 15 days, if no objection is received.

If you have any questions regarding the enclosed application, I can be reached at the address above, phone (281-675-3420), or email (afranco@rosehillres.com).

Sincerely,

Alva Franco

Alva Franco

Regulatory and Production Advisor Rosehill Operating Company LLC

Enclosures



List Interested of Parties:

Endurance Resources 15455 Dallas Parkway, Ste. 1050 Midland, TX 79701

Ameredev II, LLC 5707 Southwest Pkwy Bldg. 1, Ste. 275 Austin, TX 78735

Crown Oil Partners LP 4000 North Big Springs St., Ste.310 Midland, TX 79705

Devon Energy Production 333 West Sheridan Avenue Oklahoma City, OK 73102

Max M. Wilson, Sinclair et al.

Address Not Found

COG Operating LLC One Concho Center 600 West Illinois Avenue Midland, TX 79701

One Energy Partners, LLC 2929 Allen Parkway, Suite 200 Houston, TX 77019

> Caza Operating LLC 200 N Loraine St Midland, TX 79701

Olsen Energy Inc 3512 Paesanos Parkway # 102 San Antonio, TX 78231

Ford, D. H. and Hayne, E. L. Address Not Found

Chevron Corporation 1400 Smith St. Houston, TX 77002

Sinclair Energy Corporation 1224 Parkrow Place Irving, TX 75060

Reagan Smith Energy Solutions, Inc. 1219 Classen Drive Oklahoma City, OK 73103

> Jubilee Energy Corps 12129 Up River Road Corpus Christi, TX 78410

Nkatata Federal SWD Well No. 001

Location: Sec 11, T26S, R35E, Lea County, NM

Estimated Pre-Drill Formation Tops

Rustler:

757'

Lamar:

5094'

Bell Canyon:

5151'

Cherry Canyon: 6362'

Brushy Canyon: 7604'

Bonespring Lime: 8862'

Avalon:

8876'

1st Bonespring: 10066'

2nd Bonespring: 10448'

3rd Bonespring: 11857'

12108' Wolfcamp A:

Wolfcamp B: 12446'

Wolfcamp C: 12917'

Strawn:

Atoka:

13575'

14254'

14920' Morrow:

15435' Barnett:

Mississippian: 16760'

Woodford: 17224'

17585' Devonian:

Silurain 17950'

19771' Simpson:

20514' Ellen:

Oilfield Labs of America 3302 Pilot Ave. Midland, Texas 79706 432-789-1860

Report Date:

12/4/2018

| - | Compl | ete Water Analysis | | |
|---------------|-------------------------|--------------------|-------------|--|
| Customer: | Multi-chem | Account Rep: | Ti Zhao | |
| Operator: | Rosehill Resources | Sample ID: | 01181130157 | |
| Lease: | Tatanka Fed Fresh Water | Sample Date: | 11/29/2018 | |
| Sample Point: | NP | Received Date: | 11/30/2018 | |
| Region: | Pecos | Log Out Date: | 12/4/2018 | |
| | | | | |

Multi-chem, Rosehill Resources, Tatanka Fed Fresh Water, NP

| A SECONAL AD | | | | Alkinis | CERTIFICATION OF THE PARTY OF | | ¥.01910 |
|---|--|---|------|---------|--------------------------------|----------|---------|
| | William Street and Street Stre | Anions: | mg/L | meq/L | Cations: | mg/L r | neg/L |
| Initial Temperature (°F): | 190 | Chloride (Cl'): | 150 | 4.2 | Sodium (Na*): | 155 | 6.8 |
| Final Temperature (°F): | 80 | Sulfate (SO ₄ 2·): | 250 | 5.2 | Potassium (K*): | 8.6 | 0.2 |
| Initial Pressure (psi): | 1250 | Bicarbonate (HCO ₃ '): | 234 | 3.8 | Magnesium (Mg ²⁺): | 41.8 | 3.4 |
| Final Pressure (psi): | 15 | Carbonate (CO ₃ 2·): | ND | | Calcium (Ca ²⁺): | 112 | 5.6 |
| | | Hydroxide (OH'): | ND | | Strontium (Sr2+): | 2.4 | 0.1 |
| Dissolved Gases | | | | | Barium (Ba ²⁺): | ND | |
| Dissolved CO ₂ (ppm): | ND | Phosphate (PO ₄ 3-): | 0.3 | 0.0 | Iron (Fe, Total): | ND | |
| Dissolved H₂S (ppm): | 0.7 | Borate (H ₃ BO ₃): | 12.3 | 0.2 | Manganese (Mn2+): | ND | |
| | | Silica (SiO ₂): | 46.9 | 0.8 | Lead (Pb ²⁺): | 0.2 | 0.0 |
| | | | | | Zinc (Zn ²⁺): | 0.3 | 0.0 |
| Sample Parameters | 100 mm | | | | Lithium (Li*): | 0.1 | 0.0 |
| pH: | 8.2 | | | | Aluminum (Al ³⁺): | ND | |
| Calculated TDS (mg/L): | 1188 | | | | , , | | |
| Calculated Density (g/cm³): | 0.9979 | | | | | | |
| Total Hardness (mg/L CaCO ₃): | 454 | | | | | | |
| Total Alkalinity (mg/L CaCO ₃): | 192 | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | Anion EPM Total: | | 14 | Cation EPM Total: | | 16 |
| N/A - Not Analyzed | | % RPD of Cations/Anions | | 12.0% | ND = Not | Detected | |

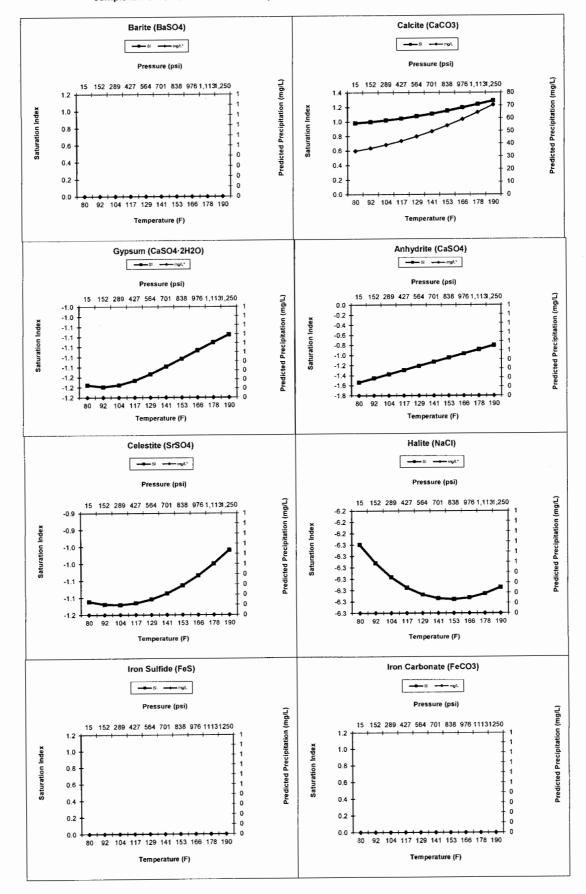
| Conditions | | Barite (BaSO ₄) | | Calcite (CaCO ₃) | | Gypsum (CaSO ₄ ·2H ₂ O) | | Anhydrite (CaSO ₄) | |
|---------------|----------|-----------------------------|-----------|------------------------------|-----------|---|-----------|--------------------------------|-----------|
| Temp | Press. | Index | Amt (ptb) | Index | Amt (ptb) | Index | Amt (ptb) | Index | Amt (ptb) |
| 80°F | 15 psi | 0.00 | 0.000 | 0.98 | 11.946 | -1.18 | 0.000 | -1.54 | 0.000 |
| 92°F | 152 psi | 0.00 | 0.000 | 1.00 | 12.709 | -1.18 | 0.000 | -1.46 | 0.000 |
| 104°F | 289 psi | 0.00 | 0.000 | 1.02 | 13.630 | -1.18 | 0.000 | -1.37 | 0.000 |
| 117°F | 427 psi | 0.00 | 0.000 | 1.05 | 14.715 | -1.17 | 0.000 | -1.29 | 0.000 |
| 129°F | 564 psi | 0.00 | 0.000 | 1.08 | 15.966 | -1.15 | 0.000 | -1.21 | 0.000 |
| 141° F | 701 psi | 0.00 | 0.000 | 1.11 | 17.386 | -1.14 | 0.000 | -1.13 | 0.000 |
| 153°F | 838 psi | 0.00 | 0.000 | 1.15 | 18.972 | -1.12 | 0.000 | -1.05 | 0.000 |
| 166°F | 976 psi | 0.00 | 0.000 | 1.19 | 20.719 | -1.11 | 0.000 | -0.97 | 0.000 |
| 178°F | 1113 psi | 0.00 | 0.000 | 1.24 | 22.616 | -1.09 | 0.000 | -0.88 | 0.000 |
| 190°F | 1250 psi | 0.00 | 0.000 | 1.29 | 24.648 | -1.08 | 0.000 | -0.80 | 0.000 |

| Conc | Conditions | | Celestite (SrSO ₄) | | e (NaCl) | Iron Su | fide (FeS) | Iron Carbonate (FeCO ₃) | |
|-------|------------|-------|--------------------------------|-------|-----------|---------|------------|-------------------------------------|-----------|
| Temp | Press. | Index | Amt (ptb) | Index | Amt (ptb) | Index | Amt (ptb) | Index | Amt (ptb) |
| 80°F | 15 psi | -1.11 | 0.000 | -6.25 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |
| 92°F | 152 psi | -1.12 | 0.000 | -6.27 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |
| 104°F | 289 psi | -1.12 | 0.000 | -6.28 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |
| 117°F | 427 psi | -1.12 | 0.000 | -6.29 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |
| 129°F | 564 psi | -1.10 | 0.000 | -6.29 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |
| 141°F | 701 psi | -1.09 | 0.000 | -6.30 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |
| 153°F | 838 psi | -1.06 | 0.000 | -6.30 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |
| 166°F | 976 psi | -1.03 | 0.000 | -6.30 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |
| 178°F | 1113 psi | -1.00 | 0.000 | -6.29 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |
| 190°F | 1250 psi | -0.96 | 0.000 | -6.29 | 0.000 | 0.00 | 0.000 | 0.00 | 0.000 |

Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the eight (8) scales.

Note 3: Saturation Index predictions on this sheet use pH and alkalinity; %CO2 is not included in the calculations.



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 December 09, 2018 and ending with the issue dated December 09, 2018.

Publisher

Sworn and subscribed to before me this 9th day of December 2018.

Business Manager

My commission expires

January 29, 2019 (Seal)

OFFICIAL SEAL **GUSSIE BLACK** Notary Public State of New Mexico My Commission Expires [-d

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

LEGALS

LEGAL NOTICE DECEMBER 9, 2018

Rosehill Operating Company (16200 Park Row, Ste 300, Houston, TX 77084, Contact: Alva Franco at 281-Contact: Alva Franco at 281-365-3420) is seeking administrative approval from the New Mexico Oil Conservation Division to inject produced water in the Nkatata Federal SWD 001, in the Devonian-Silurian formation formation.

The well is located in Township 26S, Range 35E, Sec. 11, Lea County, NM. Nkatata SWD well will be located 2006' FNL and 1156' FEL, with an injection interval 17,400' to 19,200' TVD. The maximum injection rate will be 30,000 barrels of produced water per day. Maximum injection pressure will be 3400 psi for produced water at the surface for the

Lease holders within a one-mile radius of the injection well were sent letters notifying them of the proposed project. Bosehill was unable to contact the following open Cisen Energy Inc., Jubban-Leagy Corps, Sinclair Energy Corps, Sinclair Energy Partners. Interested parties must file objections or request for hearing with the New Mexico Oil Conservation Division, 1220 South Saint Francis Drive, Santa Fe, New Mexico 87504 within 15 days of this notice.

67113387

00222081

SHANNON MANFREDI SWCA ENVIRONMENTAL CONSULTANTS 130 ROCK POINT DRIVE, STE A DURANGO, CO 81301

Nkatata Federal SWD #001 Lea County, New Mexico Proposed Wellbore API: 30-025-44863

2083' FNL 1753' FEL Section 11 T-26-S, R-35-E

Bit Size: 17 1/2" 13 3/8" 54.5#, J-55, ST&C 0' - 925' TOC on 13 3/8" - surface Bit Size: 12 1/4" DL packer stage collar w/ ECP @ 5000' TOC on 9 5/8" - surface 0'-12700' 9 5/8" 53.5# HCP110 BTC TOC on 7 5/8" - 12500' Bit Size: 8 1/2" 4-1/2", 11.6#, P110 to 17,535' 7-5/8" x 4-1/2" AS1-X Packer @ 17,535' 12500'-17585' 7 5/8" 39# P110 FJL 6 1/2" open hole 17585'-19200'

TATANKA FEDERAL-Nkatata #SWD 1 Application for Injection of Well Data for Wells Within the Area of Review (1/2 Mi. Radius) May 2018

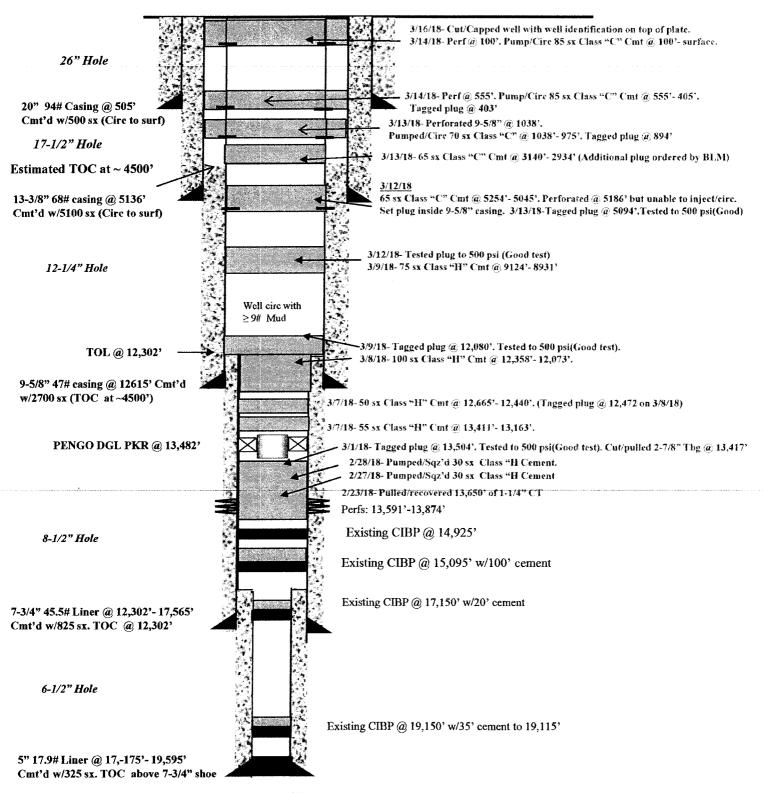
| SIZE | T | 5300 | 19600 | 17163 | | | | | |
|------|-----------------------------|-------------|--------------|--------------------------|-------------|-------------|--------------|-------------|-------------|
| | PLUG DATE | 5/13/1964 | 3/14/2018 | | | | | | |
| | ELEV KB ELEV GR SPUD DATE P | 4/30/1964 | 4/15/1980 | 3047 5/28/2018-producing | TBD | TBD | TBD | TBD | TBD |
| | ELEV GR | 3005 | 3047 | 3047 | 3064 | 3066 | 3030 | 3030 | 3064 |
| | ELEV KB | 3016 | 3074 | 3064 | | | | | |
| 8 | | LEA | LEA | LEA | LEA | EP | LEA | LEA | LEA |
| | BH Lat | | | 32.064489 | 32.064466 | 32.06447 | 32.064363 | 32.064363 | 32.064132 |
| | BH Long | | | -103.344303 | -103.340564 | -103.340128 | -103,330654 | -103.330573 | -103.344837 |
| | Surf Lat | 32.064034 | 32.059503 | 32.051159 | 32.051063 | 32.051063 | 32.051025 | 32.051025 | 32.051159 |
| | Surf Long | -103.330305 | -103.331437 | -103.344890 | -103.340169 | -103.339972 | -10 3.330715 | -103.330634 | -103.344370 |
| | EWFTG | 330 FEL | 960 FEL | 790 FWL | 1923FWL | 1984 FWL | 436 FEL | 411 FEL | 765 FWL |
| | RNG NSFTG | 35E 330 FNL | 35E 1980 FNL | 35E 230 FSL | 35E 230 FSL | 35E 230 FSL | 35E 230 FSL | 35E 230 FSL | 35E 230 FSL |
| | TWP R | 268 | 268 | 268 3 | 265 3 | 265 . 3 | 265 3 | 265 3 | 265 |

ROSEHILL OPERATING COMPANY, LLC

Talco Unit Well No. 1 Talco Strawn NM 12280

API No. 30-025-26747 Final Wellbore Schematic

Prepared By: Tim McGilvray



TD: 19,600' PBTD: 19,525'