

November 14, 2021

State of New Mexico
Energy, Minerals & Natural Resources Department
Oil Conservation Division
1220 S. St. Frances Dr.
Santa Fe, NM 87505

RE: Pressure Maintenance Project
North Hobbs G/SA Unit
Well No. 981
API: New Drill
Letter C, Section 31, T-18S, R-38E
Lea County, NM

To Mr. Richard Ezeanyim, Chief Engineer:

Occidental Permian Ltd. respectfully request administrative approval, without hearing, to commence injection (water, CO2, and produced gas) per the authorized Order No. R-6199-F. In support of this request please find the following documentation:

- Administrative Application Checklist
- Form C-108 with miscellaneous data attached
- An Injection Well Data Sheet with Wellbore Schematic
- Form C-102
- Map

\*\*\* Per Order No. R-6199-F, this application is eligible for administrative approval without notice or hearing \*\*\*

If you have any questions regarding this application, please contact me at 832-646-4450 or email Jose\_Gago@oxy.com.

Sincerely,

Jose Gago Gago J.

Regulatory Engineer

DATE IN	SUSPENSE	ENGINEER	LOGGED IN	TYPE	APP NO.

ABOVE THIS LINE FOR DIVISION USE ONLY

## NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



## ADMINISTRATIVE APPLICATION CHECKLIST

Т	HIS CHECKLIST IS M	MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGUL WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE	LATIONS
Applic	[DHC-Dow [PC-Pc	Institute of the control of the Country Substitute of the Country Subs	
[1]	TYPE OF AF	PPLICATION - Check Those Which Apply for [A]"  Location - Spacing Unit - Simultaneous Dedication"  NSL NSP SD"	
	Check [B]	k One Only for [B] or [C]"  Commingling - Storage - Measurement"  DHC CTB PLC PC OLS OLM"	
	[C]	Injection - Disposal - Pressure Increase - Enhanced Oil Recovery"  WFX X PMX SWD IPI BOR PPR"	
	[D]	Other: Specify Additional Injector within approved project area (R-6199-F)Á	
[2]	NOTIFICAT [A]	TION REQUIRED TO: - Check Those Which Apply, or Does Not Apply Working, Royalty or Overriding Royalty Interest Owners	
	[B]	Offset Operators, Leaseholders or Surface Owner	
	[C]	Application is One Which Requires Published Legal Notice	
	[D]	Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office	
	[E]	For all of the above, Proof of Notification or Publication is Attached, and/or,	
	[F]	Waivers are Attached	
[3]		CURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE ATION INDICATED ABOVE.	TYPE
	val is <b>accurate</b> a	<b>TION:</b> I hereby certify that the information submitted with this application for administend <b>complete</b> to the best of my knowledge. I also understand that <b>no action</b> will be take equired information and notifications are submitted to the Division.	
	Note:	: Statement must be completed by an individual with managerial and/or supervisory capacity.	
	e L Gago r Type Name		1/14/2021 ate
		jose_gago@oxy.com e-mail Address	

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 X Pressure MaintenanceDisposalStorage Application qualifies for administrative approval? X YesNo
II.	OPERATOR: OCCIDENTAL PERMIAN LTD
	ADDRESS: P.O. Box 4294 Houston, TX 77210-4294
	CONTACT PARTY: Jose L Gago PHONE: 832-646-4450
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? X Yes No  If yes, give the Division order number authorizing the project: R-6199-F
V.	Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.
VI.	Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.
VII.	Attach data on the proposed operation, including:
	<ol> <li>Proposed average and maximum daily rate and volume of fluids to be injected;</li> <li>Whether the system is open or closed;</li> <li>Proposed average and maximum injection pressure;</li> <li>Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and,</li> <li>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.).</li> </ol>
*VIII.	Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.
IX.	Describe the proposed stimulation program, if any.
*X.	Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted).
*XI.	Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.
XII.	Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.
XIII.	Applicants must complete the "Proof of Notice" section on the reverse side of this form.
XIV.	Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.
	NAME: Jose L Gago
	SIGNATURE: DATE: 11/14/2021
*	E-MAIL ADDRESS: Jose_Gago@oxy.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: February 11, 2014 as part of Order No. R-6199-F application

#### III. WELL DATA

- A. The following well data must be submitted for each injection well covered by this application. The data must be both in tabular and schematic form and shall include:
  - (1) Lease name; Well No.; Location by Section, Township and Range; and footage location within the section.
  - (2) Each casing string used with its size, setting depth, sacks of cement used, hole size, top of cement, and how such top was determined.
  - (3) A description of the tubing to be used including its size, lining material, and setting depth.
  - (4) The name, model, and setting depth of the packer used or a description of any other seal system or assembly used.

Division District Offices have supplies of Well Data Sheets which may be used or which may be used as models for this purpose. Applicants for several identical wells may submit a "typical data sheet" rather than submitting the data for each well.

- B. The following must be submitted for each injection well covered by this application. All items must be addressed for the initial well. Responses for additional wells need be shown only when different. Information shown on schematics need not be repeated.
  - (1) The name of the injection formation and, if applicable, the field or pool name.
  - (2) The injection interval and whether it is perforated or open-hole.
  - (3) State if the well was drilled for injection or, if not, the original purpose of the well.
  - (4) Give the depths of any other perforated intervals and detail on the sacks of cement or bridge plugs used to seal off such perforations.
  - (5) Give the depth to and the name of the next higher and next lower oil or gas zone in the area of the well, if any.

#### XIV. PROOF OF NOTICE

All applicants must furnish proof that a copy of the application has been furnished, by certified or registered mail, to the owner of the surface of the land on which the well is to be located and to each leasehold operator within one-half mile of the well location.

Where an application is subject to administrative approval, a proof of publication must be submitted. Such proof shall consist of a copy of the legal advertisement which was published in the county in which the well is located. The contents of such advertisement must include:

- (1) The name, address, phone number, and contact party for the applicant;
- (2) The intended purpose of the injection well; with the exact location of single wells or the Section, Township, and Range location of multiple wells;
- (3) The formation name and depth with expected maximum injection rates and pressures; and,
- (4) A notation that interested parties must file objections or requests for hearing with the Oil Conservation Division, 1220 South St. Francis Dr., Santa Fe, New Mexico 87505, within 15 days.

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

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

## C-108 Application Attachment Occidental Permian Ltd. North Hobbs G/SA Unit No. 981 Lea County, New Mexico

- I. This is a pressure maintenance project. The project qualifies for administrative approval.
- II. OCCIDENTAL PERMIAN Ltd.

P.O. Box 4294 Houston, TX 77210-4294

Contact Party: Jose Gago, 832-646-4450

- III. Injection well data sheet and wellbore schematic has been attached for NORTH HOBBS G/SA UNIT No. 981
- IV. This is an expansion of an existing project authorized under Order No. R-6199-F.
- V. The map with a two mile radius surrounding the injection well and a one half mile radius for area of review is attached.
- VI. In accordance to Order No. R-6199-F Section 4 OCCIDENTAL PERMIAN Ltd certifies that: The area of review for well "NORTH HOBBS G/SA UNIT #981" shows no substantive changes in the information furnished in support of Order No. R-6199-F concerning the status of construction of any well that penetrates the injection interval within the one-half (1/2) mile around the injection well, with the exemption of the wells below:

API	Well Name	Operator	Status after Jan 2014
30-025-07484	STATE LAND SECTION 30 006	OXY USA INC	P & A
30-025-07485	STATE LAND SECTION 30 007	OXY USA INC	P & A

The wellbore diagrams and tabulated well data is attached.

VII. The area of review is attached.

Average Injection Rate
 Maximum Injection Rate
 4,000 BWPD / 15,000 MCFGPD
 9,000 BWPD / 20,000 MCFGPD

2 This will be a closed system.

3. Average Surface Injection Pressure 1,100 PSIG

Maximum Surface Injection Pressure

Produced Water 1,100 PSIG
CO2 1,250 PSIG
CO2 w/produced gas 1,770 PSIG

(In accordance with Order No. R-6199-F, effective 7/18/13)

4. Source Water – San Andres Produced Water (Analysis previously provided at hearing, Case No. 14981)

VIII. The information was previously submitted as part of Order No. R-6199-F application IX.

- a. Well will be perforated using slick gun system, 4- jspf, 90-degree phasing
- b. Acid stimulated using ~ 6000 gals of 15% HCL NEFE, pumped using a straddle packer assembly (PPI Tool)
- c. Acid will be flush with approximately 100 bbls of fresh water
- d. Max injection rate per cluster: 4 to 5 bpm.

- X. Logs will be filed at the time of drilling.
- XI. The information was previously submitted as part of case No. 15103 Order R6199F Effective May 22, 2014.
- XII. N/A. This is a pressure maintenance project, not a disposal well.
- XIII. Section 3 of Order No. R-6199-F allows the administrative approval, from the Division Director, of additional injection wells without notice and hearing. Notices to producers and surface owners for the water/CO2 flood area were provided at the time of the application and hearing for Order No. R-6199-F.

## INJECTION WELL DATA SHEET

OPERATOR: Occident	tal Permian LTD.				
WELL NAME & NUM	<sub>IBER:</sub> NORTH HOBBS G/SA UI	NIT 981			
WELL LOCATION:	980' FNL 1702' FWL	С	31	18 S	38 E
_	FOOTAGE LOCATION	UNIT LETTER	SECTION	TOWNSHIP	RANGE
WELLI	BORE SCHEMATIC		WELL Co Surface	ONSTRUCTION DAT Casing	<u>ra</u>
		Hole Size: 13 1/2"		Casing Size: 9 5/8	n 
		Cemented with: 515	SX.	or	ft <sup>3</sup>
		Top of Cement: Surf	face	Method Determine	d: Circulated
			<u>Intermedia</u>	te Casing	
		Hole Size:		Casing Size:	
		Cemented with:	SX.	or	ft <sup>3</sup>
		Top of Cement:		Method Determine	d:
			<u>Productio</u>	n Casing	
		Hole Size: 8 3/4"		Casing Size: 7"	
		Cemented with: 725	SX.	or	ft <sup>3</sup>
		Top of Cement: Surf	face	Method Determine	d: Circulated
		Total Depth:450	00' TVD / 4529' M	1D	
			<u>Injection</u>	<u>Interval</u>	
		perforated from	3950' TVDfee	to Base of the ur	nit @ 4500' TVD

(Perforated or Open Hole; indicate which)

## **INJECTION WELL DATA SHEET**

Tul	bing Size: 2 - 7/8" Lining Material: Duoline
$Ty_{]}$	pe of Packer: 5-1/2" x 2 3/8" 14-20# AS1-X Double Grip injection Packer
Pac	cker Setting Depth: approx. 3900' TVD or 3935' MD
Otl	her Type of Tubing/Casing Seal (if applicable):
	Additional Data
1.	Is this a new well drilled for injection?XYesNo
	If no, for what purpose was the well originally drilled?
2.	Name of the Injection Formation: San Andres
3.	Name of Field or Pool (if applicable): Hobbs; Grayburg - San Andres
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) usedNo
5.	Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area:
	Queen @ 182' TVDSS or 3482' TVD
	Glorieta @ -1820' TVDSS or 5470' TVD

#### **WELLBORE DIAGRAM**

(updated: 10/07/2021)

Revision 0

Zone: San Andres

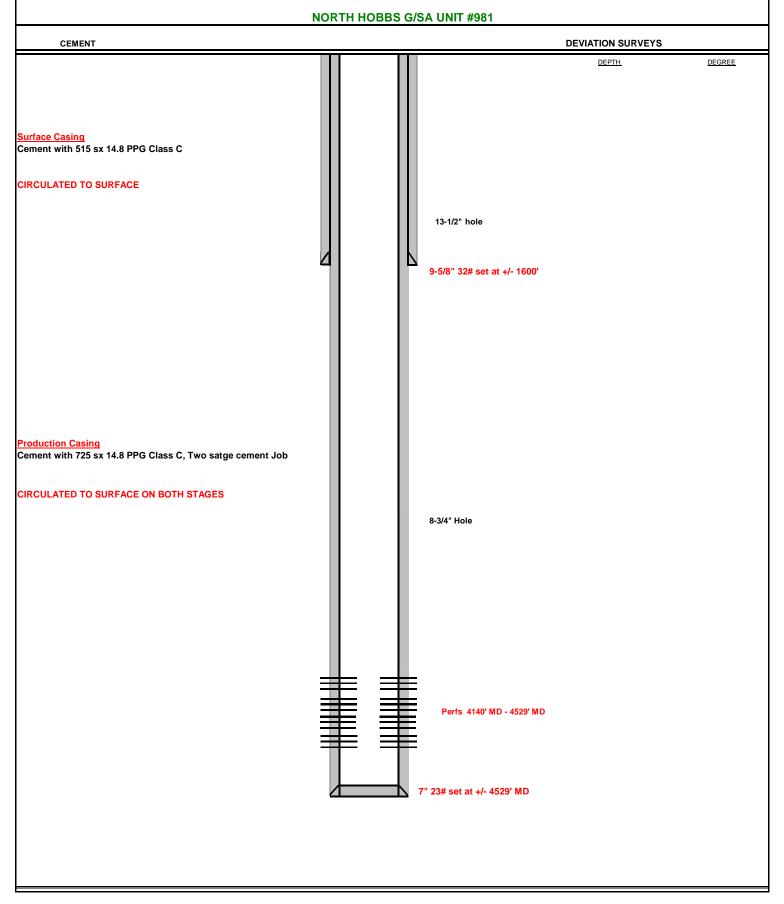
WELL# NORTH HOBBS G/SA UNIT #981

GL elev

3646.40

Spud: TBD

API#



District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

API Number

# State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

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

☐ AMENDED REPORT

WEL	L LOCATION AND A	CREAGE DEDICATION PLAT	
	Pool Code	Pool Name	
			**** #** *

Property Code
Property Name
Well Number
31 - 981
OGRID No.
Operator Name
OCCIDENTAL PERMIAN LTD.
Bellevation
3646.4'

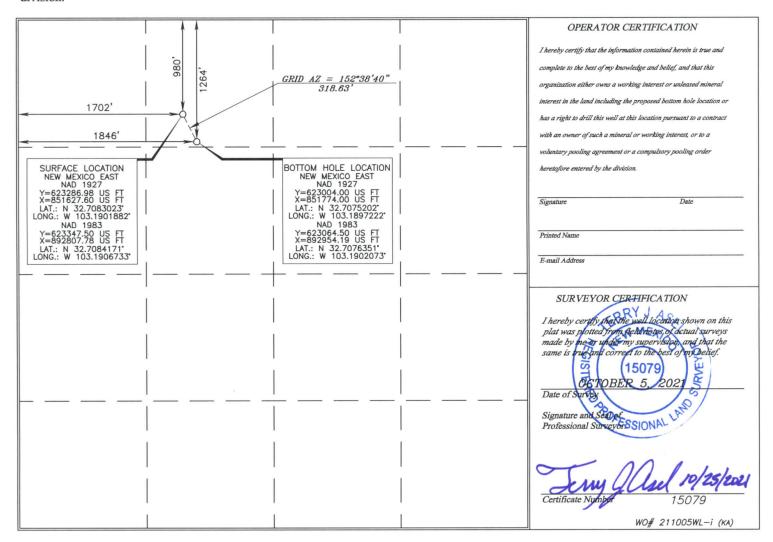
Surface Location

			~						
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	31	18 SOUTH	38 EAST, N.M.P.M.		980'	NORTH	1702'	WEST	LEA

Bottom Hole Location If Different From Surface

				Douom 110	c Locano	шпт		Tom Surfac	C		
l	UL or lot no.	Section	Township	Range		Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	C	31	18 SOUTH	38 EAST, N.	М. Р. М.		1264'	NORTH	1846'	WEST	LEA
	Dedicated Acres		Joint or Infill	Consolidation Code	Order 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.



# North Hobbs G/SA Unit 981 **AOR** Oil and Gas Wells

#### Wells - Large Scale

•	Miscellaneous
*	CO2, Active

- CO2. Cancelled
  - CO<sub>2</sub>, Plugged CO2, Temporarily Abandoned
- Gas, Cancelled
- Gas, Plugged Gas, Temporarily Abandoned
- Injection, Active Injection, Cancelled
- Injection, New Injection, Plugged
- Injection, Temporarily Abandoned
  - Cancelled
- - , Temporarily Abandoned Salt Water Injection, Active
  - Salt Water Injection, Cancelled
- Salt Water Injection, New Salt Water Injection, Plugged
- Salt Water Injection, Temporarily Abandoned
- Water, Active Water, Cancelled
- Water, New
- Water, Plugged
- Water, Temporarily Abandoned
- undefined

# OCD District Offices

OCD Districts and Offices

# **Public Land Survey System**

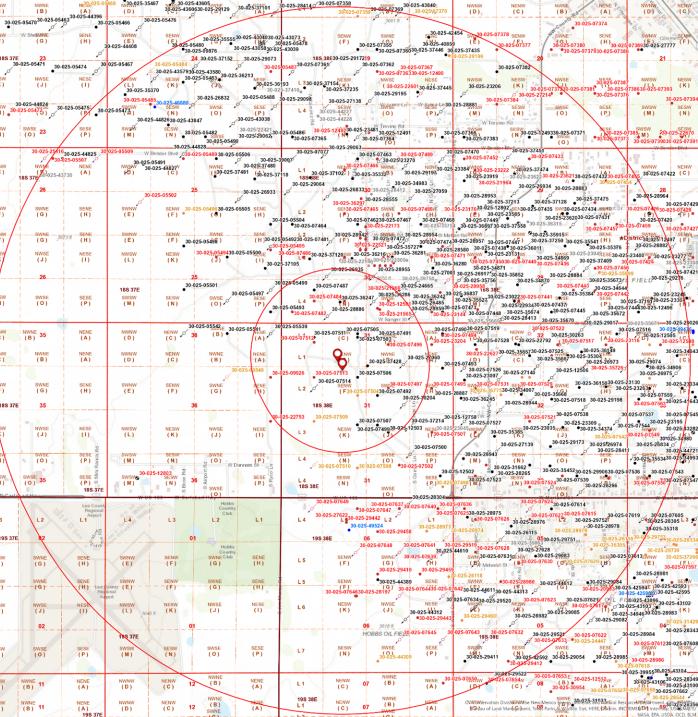
PLSS Second Division





30-025-35467

JE 30-025-43605



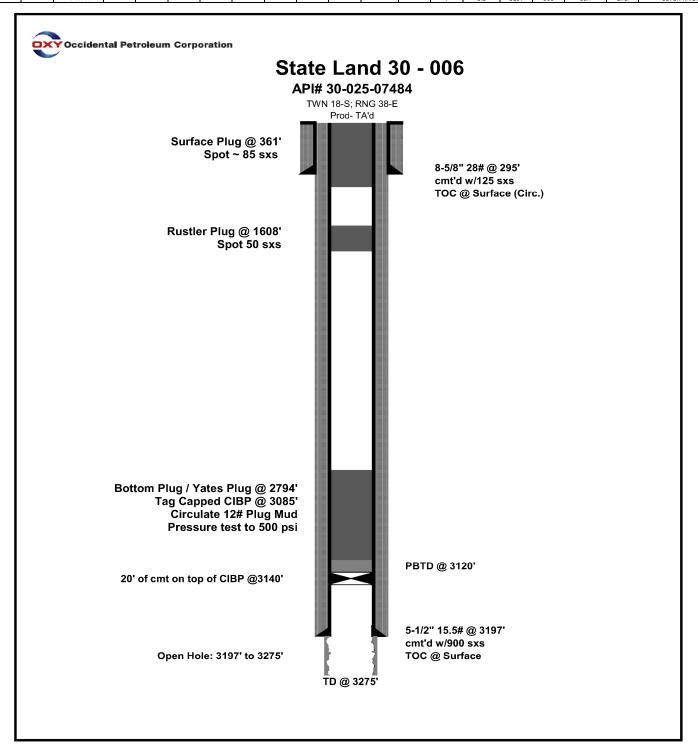
38930-025-27777

30-025-26975

30-025,3553430-025,34993

30-025-0761230-025-07608

API NUMBER	OPERATOR	LEASE NAME	WELL NO.	WELL TYPE	STATUS	FTG. N/S	N/S	FTG. E/W	E/W	UNIT	SEC.	TSHP.	RNG.	DATE DRILLED	TVD (ft)	HOLE SIZE (in)	CSG. SIZE (in)	SET AT (ft)	SX. CMT.	CMT. TOP (ft)	MTD.	COMPLETION	REMARKS
30-025-07484	OXY USA INC	STATE LAND SECTION 30	006	Oil	Plugged, Not Released	660	S	990	W	М	30	185	38E	17593	3240	11 7	8.625 5.5	295 3197	125 900	Surf Surf	Circ.	3197'-3275' SEVEN RIVERS	Well Plugged on 02/24/2020



API NUMBER	OPERATOR	LEASE NAME	WELL NO.	WELL TYPE	STATUS	FTG. N/S	N/S	FTG. E/W	E/W	UNIT	SEC.	TSHP.	RNG.	DATE DRILLED	TVD (ft)	HOLE SIZE (in)	CSG. SIZE (in)	SET AT (ft)	SX. CMT.	CMT. TOP (ft)	MTD.	COMPLETION	REMARKS
30-025-07485	OXY USA INC	STATE LAND	007	Oil	Plugged,	660	·	1914	14/	NI NI	20	185	205	3/29/1948	2254	11	8.625	296	125	Surf	Circ.	3171'-3254'	Well Blugged on 02/02/2020
30-023-07463	OAT USATING	SECTION 30	007	Oll	Not	660	3	1914	VV	.,	30	103	300	3/23/1940	3234	7	5.5	3171	900	Surf	Circ.	SEVEN RIVERS	Well Plugged on 02/03/2020

