Revised March 23, 2017

			-		Revised March 25, 2017
RECEIVED: 10/03/2017	REVIEWER:		YPE: Swij	APP NO: DmAn	172775805
		CO OIL Co Jical & Eng	statle for occ division use ONSERVATIO gineering Burg ve, Santa Fe,	N DIVISION Bau –	
			PPLICATION C		
THIS CHECKLI	ST IS MANDATORY FOR REGULATIONS WHICH				
plicant: LIME ROC		I-A, L.P.	<u></u>		Number: <u>277558</u>
II Name: <u>FEDERAL</u>					0-015-26404
ol: <u>SWD: WOLFCAN</u>	AP-CISCO			Pool C	ode: <u>96136</u>
DHC [II] Injection - WFX NOTIFICATION REQ A. Offset oper B. Royalty, ov C. Application D. Notification	acing Unit – Simu NSP Inly for [1] or [11] ing – Storage – 1 CTB Disposal – Press PMX UIRED TO: Check ators or lease ha erriding royalty of requires publish and/or concur ner e above, proof	Ultaneous E (PROJECT AREA) Measureme PLC P sure Increa SWD If k those whi olders owners, rev ned notice rent appro	edication NSP(PROR NSP(PROR C DOLS ise - Enhanced PI DEOR ich apply. ich apply. venue owners oval by SLO	□OLM d Oil Recovery □PPR	FOR OCD ONLY FOR OCD ONLY Notice Complete Application Content Complete
CERTIFICATION: I he administrative appr understand that no notifications are sub	oval is accurate action will be to	and com aken on thi	plete to the be	est of my know	vledge. I also
Note: Stat	ement must be comp	ieted by an inc	dividual with manag	gerial and/or super	visory capacity.
<u>ke Pippin</u>			De	ate 10/1/17	

1

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Print or Type Name

Mike Puppin

505-327-4573

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Phone Number

e-mail Address mike@pippinllc.com

Signature

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LIME ROCK RESOURCES II-A, L.P. Mike Pippin PE 3104 N. Sullivan Avenue Farmington, NM 87401 505-327-4573 (phone) mike@pippinllc.com

September 30, 2017

Phil Goetze NMOCD 1220 South St. Francis Drive Santa Fe, NM 87505

RE: C-108, SWD APPLICATION <u>FEDERAL T SWD #1</u>- API#: 30-015-26404 Unit Letter "A" Section 12 T18S R27E Eddy County, New Mexico

Dear Mr. Goetze,

LIME ROCK RESOURCES II-A, L.P. as operator of the above-referenced well, is submitting this application to permit the referenced well for produced water disposal in the Lower Wolfcamp and Cisco (96136).

It was recently discovered that errors in Devon's original SWD application caused the State to exclude the Lower Wolfcamp perfs at 6868'-7360' in their subsequent order, SWD-1135. Approval of this application will rectify the problem.

This well is currently open and disposing of produced water in the Lower Wolfcamp 6868'-7360' and Cisco 7685'-8060'. All wells in the area of review that penetrated the proposed disposal interval (2 wells) have good cement throughout.

The Bureau of Land Management BLM as the surface owner and all offsetting operators have been notified.

Attached is the necessary C-108 information, data, maps, and proof of notices for the application.

Should you have any questions, please contact me at 505-327-4573.

Very truly yours,

Mite Piscin

Mike Pippin

Petroleum Engineer

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL
RESOURCES DEPARTMENT

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

APPLICATION FOR AUTHORIZATION TO INJECT

I.	PURPOSE: Secondary Recovery Pressure Maintenance X Disposal Storage Application qualifies for administrative approval? X Yes No
II.	OPERATOR: LIME ROCK RESOURCES II-A, L.P.
	ADDRESS:1111 Bagby Street, Houston, TX 77002
	CONTACT PARTY: <u>Mike Pippin</u> PHONE: <u>505-327-4573</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? X Yes No If yes, give the Division order number authorizing the project: <u>SWD-1135</u>
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. SEE ATTACHED
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. SEE ATTACHED
VII.	Attach data on the proposed operation, including: SEE ATTACHED
	1. Proposed average and maximum daily rate and volume of fluids to be injected;

- 2. Whether the system is open or closed;
- 3. Proposed average and maximum injection pressure;
- 4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and,
- 5. If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).
- *VIII. Attach appropriate 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. <u>SEE ATTACHED</u>
- IX. Describe the proposed stimulation program, if any. NONE
- *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. <u>SEE ATTACHED</u>
- 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. <u>SEE ATTACHED</u>
- 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:	Mike Pippin	TITLE: <u>Petroleum Engineer</u>
SIGNATURE	: Mile Pijspin	DATE: <u>9/30/17</u>

- E-MAIL ADDRESS: <u>mike@pippinllc.com</u>
- 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:

III. WELL DATA

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

(4) The name, model, and setting depth of the packer used or a description of any other seal system or assembly used.

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

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

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

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

- (1) The name, address, phone number, and contact party for the applicant;
- (2) The intended purpose of the injection well; with the exact location of single wells or the Section, Township, and Range location of multiple wells;
- (3) The formation name and depth with expected maximum injection rates and pressures; and,

(4) A notation that interested parties must file objections or requests for hearing with the Oil Conservation Division, 1220 South St. Francis Dr., Santa Fe, New Mexico 87505, within 15 days.

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

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

Side 1		INJECTION WELL DATA SHE	ЕТ		
OPERATOR:	LIME ROCK RESOURCES II-A				
WELL NAME & NUI	MBER: FEDERAL T SW	D #1			
WELL LOCATION:	660' FNL 990' FEL	<u> </u>	12	<u>T18S</u>	<u>R27E</u>
	FOOTAGE LOCATION	UNIT LETTER	SECTION	TOWNSHIP	RANGE
WELLBORE SCHEMA	<u>ATIC</u> (SEE ATTACHED)	· · · · · · · · ·	WELL CONSTR	UCTION DATA	
			Surface		
		Hole Size: 17-1/	/2"	Casing	
		······		Size: <u>13-3/8"</u>	<u></u>
	· · · · · · · · · · · · · · · · · · ·	Cemented with:4	<u>150 </u>	0 r	ft ³
		Top of Cement:	SURFACE	Method Determine	ed: <u>Observation</u>
			Intermedia	te Casing	• •
		Hole Size: <u>12-1/4</u>	1	Casing Size: 8	<u>-5/8"</u>
		Cemented with: <u>90</u>	<u>)0</u> sx.	or	ft ³
		Top of Cement:S	SURFACE	Method Determine	ed: <u>Observation</u>
			Production	n Casing	
		Hole Size:7-7/8"	, ,	Casing Size: 5	-1/2"
	·	Cemented with:	<u>430</u> sx.	0 r	ft ³
		Top of Cement: 4342'		Method Determine	ed:
		Total Depth: <u>10,4</u>	14'		
			Injection Interva	al Perforations	
		<u>6868'</u>	feet	to <u>8060'</u>	
			(Perforated or Open H	ole; indicate which)	

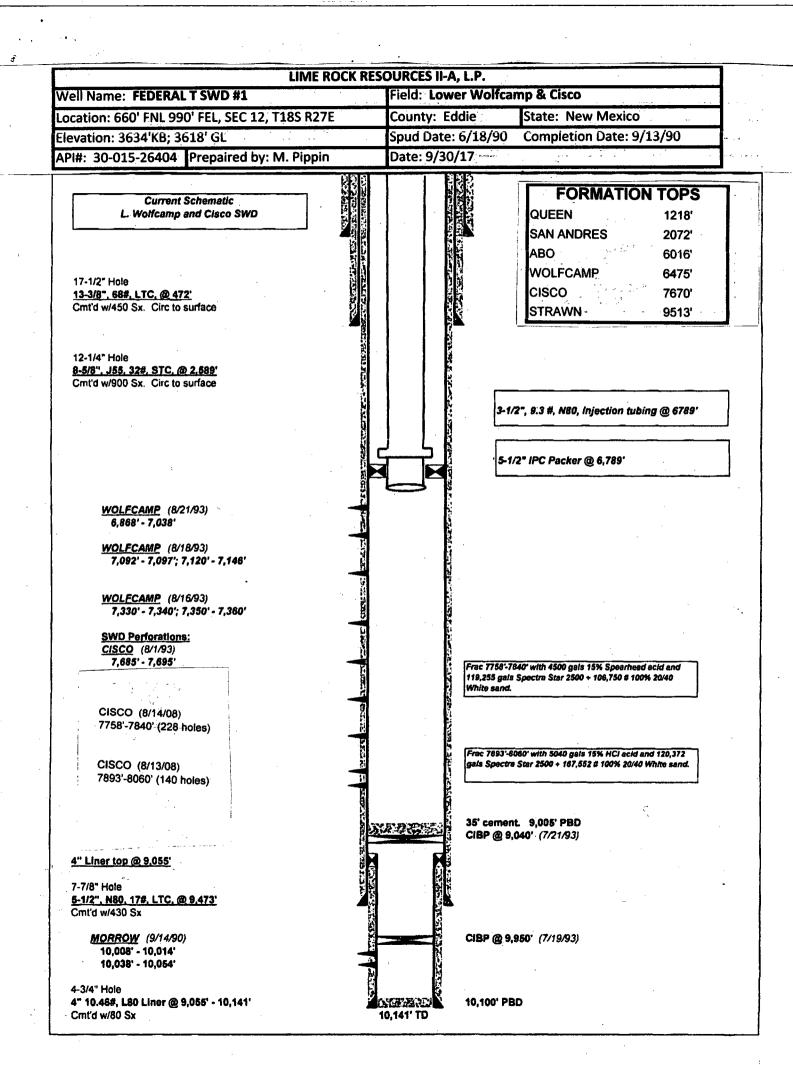
4

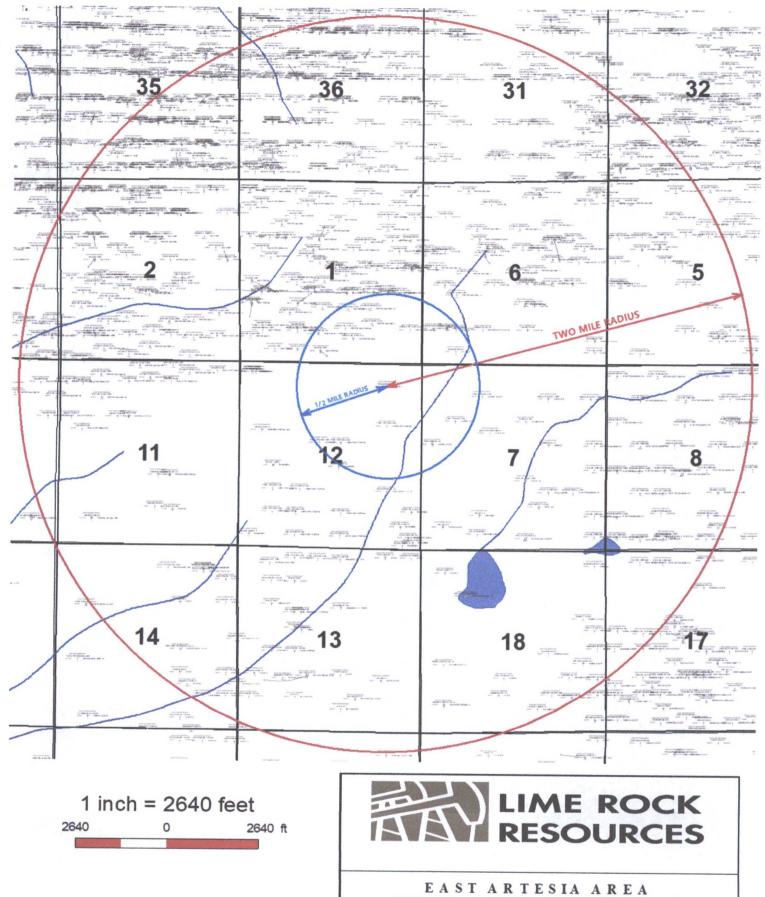
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Tubing Size: 3-1/2" 9.3# Lining Material: IPC	
	<u> </u>
Type of Packer: 5-1/2" IPC	
Packer Setting Depth:6789'	
Other Type of Tubing/Casing Seal (if applicable):	
Additional Data	
1. Is this a new well drilled for injection? Yes <u>No</u>	
If no, for what purpose was the well originally drilled? North Illinois Camp Morrow Gas W	ell
2. Name of the Injection Formation: <u>Lower Wolfcamp & Cisco</u>	
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	
Cisco 7760'-8060' (perfs SQ w/100 sx cmt)	
Cisco 8055'-8060' (perfs SQ w/100 sx cmt)	
Cisco 7832'-7840' (perfs SQ w/100 sx cmt)	
Cisco 7790'-7798' (perfs SQ w/100 sx cmt) Cisco 7760'-7768' (perfs SQ w/100 sx cmt)	
5. Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area:	
injection zone in this area:	
Atoka at 9230'-9700'	
Upper Wolfcamp at 6475'-6800'	
Abo at 6015'-6200'	
Yeso at 3300'-3900' San Andres at 2072'-2800'	
Queen at 1218'-1650'	

44.

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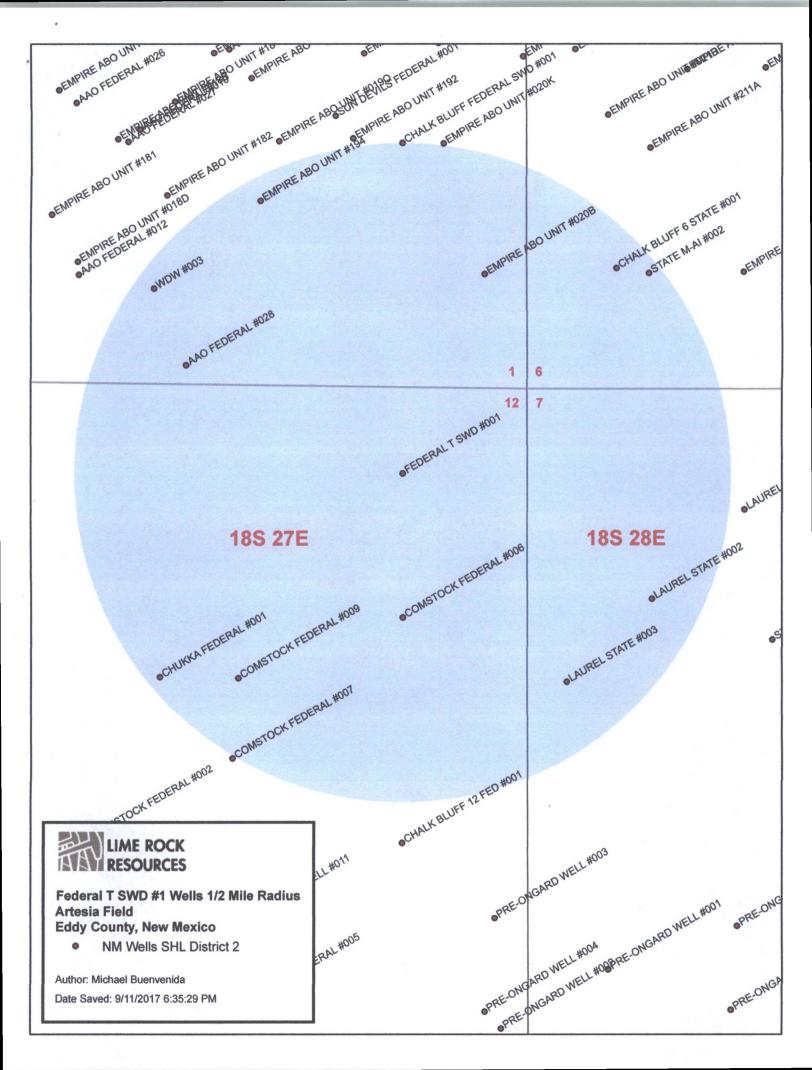
 FEDERAL "T" #1 RADIUS MAP

 Author:

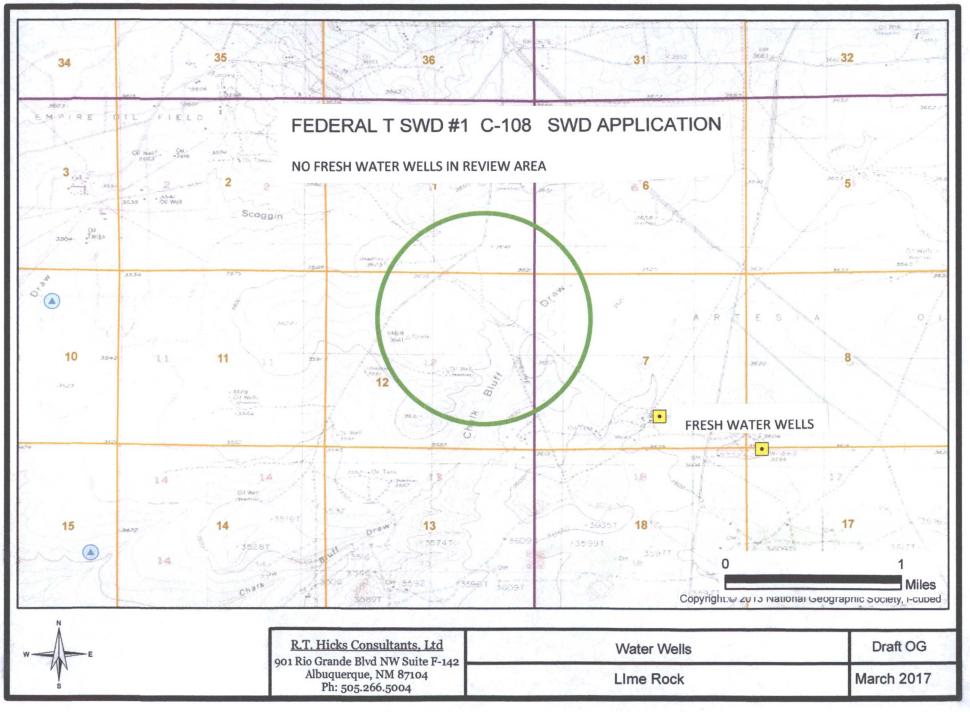
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C-108 Item VI - Well Tabulation Penetrating Injection Zone in Review Area Lime Rock Resources II-A, L.P. Proposed Disposal Well Federal T #1																	
	T	Γ		<u> </u>			Γ			, ·	Comp			Comp	Comp	Casing	
Operator	Well Name	API #	Cty	Footage	Sec	Twn	Rnge	Туре	Status	Date	Date	TD	PBTD	Zone	Interval-Ft	Program	Cement /TOC
							1									13-3/8" 48# & 68# @ 400'	500 sx Circ
																9-5/8" 24# @ 2,600'	11.00 sx Circ
		Ì		730' FWL	١.		1	1	1	1		1		North Illinois	10,044-64'	7" 26# @ 9,445'	1895 sx Circ 1st string
Mewbourne Oil Co.	Chalk Bluff 6 State 1	30-015-26943	Eddy	990' FSL	6	18S	28E	Gas	Active	2/17/92	4/16/92	10,200'	10,151'	Camp Morrow	10,084-10,092'	4-1/2" Liner @ 10,198'	175 sx
							1									13-3/8" 54.5# @ 400'	425 sx Circ
			1													9-5/8" 36# @ 2,604'	1025 sx Circ
		1		790' FSL						[7" 29# & 26# @ 9,450'	1350 sx Circ
Navajo Refining Co.	WDW3	30-015-26575	Eddy	2250' FWL	1	185	27E	Oil	Active	12/22/90	1/29/91	10,119'	9,022'	Cisco Canyon	7660' - 8620'	4-1/2" Liner @ 10,119'	175 sx TOL @ 9051'

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FEDERAL T SWD # 1 APPLICATION FOR INJECTION Form C-108 Section III

III Well Data-On Injection Well

A. Injection Well Information

(1) <u>Lease</u> <u>Weil No</u> <u>Location</u> <u>Sec.Twn.Rnge</u> <u>Cntv, State</u> `	Federal T SWD #1 660' FNL & 990' FEL Sec 12, T18S-R27E, Unit Letter A Eddy County, New Mexico
(2) <u>Casing</u>	13-3/8", 68#, LTC @ 472' in 17-1/2" hole. Cmt'd w/ 450 sx TOC @ surface. Cement circulated.
	8-5/8", 32#, J-55 @ 2,589'. Cmt'd w/ 900 sx. TOC @ surface. Coment circulated.
	5-1/2", 17#, N-80 @ 9,473'. Cmt'd w/430 sx
	4", 10.46#, L-80 Liner @ 9,055'-10,141'. Cmt'd w/80 sx.
(3) Injection Tubing	3-1/2", 9.3#, N80 IPC coated tubing at 6789'.
(4) <u>Packer</u>	5-1/2" IPC Packer set at 6,789'
B. Other Well Information	n
(1) Injection Formation: Field Name:	Lower Wolfcamp and Cisco SWD; WOLFCAMP-CISCO (96136)
(2) Injection Interval:	6868' - 8060'

(3) Original Purpose of Wellbore: Morrow Production 10,008'-10,054',

The Federal T #1 was spud June 28, 1990 and completed as a producer in the North Illinois Camp Morrow zones from 10,008' to 10,054'. Total cumulative production is 137,315 BO, 2,614 BW, and 41,403 MCF. The well was recompleted to the Lower Wolfcamp & Cisco on 9/17/08 as a SWD well using State order SWD-1135.

(4) Other Perforated intervals:

Only open perforated zones are: Wolfcamp from 6,868-7,038'; 7,092'-7,097'; 7,120'-7,146'; 7,330-7,340'; 7,350-7,360' Cisco from 7,685'-7,695'; 7758'-7840', 7893'-8060'

(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. The top of the Atoka zone is noted at 9,230'-9,700'. The depths listed below represent the variation in production depths over a fairly large (3+ mile radius) area with a notable dip. The next lower oil zone top is the Abo at 6015'. The Federal T # 1 was productive in the North Illinois Camp Morrow from 10,008' to 10,054'. The next lower productive oil zone is in the Yeso from 3,300' to 3,900'.

Morrow 9,600-10,250' Atoka 9,230-9,700' Upper Wolfcamp 6475'-6800' Abo 6015'-6,200' Yeso 3,300'-3,900' San Andres 2072'-2,800' Queen 1,218'-1,650

FEDERAL T SWD # 1 APPLICATION FOR PRODUCED WATER DISPOSAL FormC-108 Section VII to XII

VII Attach data on the proposed operation, including:

(1) Proposed average injection rate: 8355 BWPD

Proposed maximum injection rate: 12,000 BWPD

(2) The system will be a closed system.

3) Proposed average injection pressure: 1444 psi

Proposed max injection pressure: 1550 psi (Current Max. Pressure of offset well WDW-3 30-015-26575) (4) The proposed injection fluid is produced water from the San Andres and Yeso that will be re-injected into the Lower Wolfcamp and Cisco perfs (6868'-8060'). Attached is a water analysis of San Andres and Yeso produced water going into this SWD well. No water compatibility issues have occurred since the well initiated SWD operations in 2008.

(5) No disposal zone formation water is submitted since the well has been an active SWD well for 9 years.

VIII Geologic Injection Zone Data

The proposed injection zones are the Lower Wolfcamp perfs (6868'-7360') and Cisco perfs (7685'-8060') formations. The Lower Wolfcamp and Cisco are porous carbonates. The proposed injection interval is 1192' thick. See the attached wellbore diagram.

The proposed saltwater disposal zone, the non-productive Cisco/ Lower Wolfcamp Formations, are present between the vertical depths of 6475' (Top Wolfcamp) and 9170' (base Cisco)in the subject well. The Top of the Cisco is at 7670'. The Cisco/Wolfcamp consists primarily of dolomites with some limestones and occasional shales

intersparsed. The targeted disposal zones are basically all dolomitic porosity with porosities ranging from 4%-12% on a dolomite matrix scaling.

No sources of underground drinking water exist below the Cisco Formation and the deepest potential sources of underground drinking water above the Wolfcamp are less than 450' deep.

The top of the Wolfcamp Formation is approximately 6000' below the lowest possible source of underground drinking water and is separated from that potential underground sources of drinking water by thousands of feet of interbedded shales, sandstones, anhydrites, salts, limestones, and dolomites.

The average depth of water report notes aquifers at an average depth of 90'. Surface casing is set at 472' and cemented to surface in the Federal T #1.

IX Proposed Stimulation

None

X Log Data

Well logs have previously been submitted to the OCD.

XI Fresh Water Analysis

No fresh water wells were indicated within one mile of proposed injection well per New Mexico office of the State Engineer website

XII Geologic / Engineering Statement

An examination of this area has determined there are no open faults or other hydrologic connection between the disposal zone and any underground drinking water. SEE ATTACHED SIGNED AFFIRMATION

XIII Proof of Notice

Proof of notice to surface owner, leasehold operators, and public legal notification is attached



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PERMIAN BASIN AREA LABORATORY 2101 MARKET STREET, MIDLAND, TEXAS 79703

PARTIAL WATER ANALYSIS REPORT

CUSTOMER: DISTRICT: LEASE/AREA: SAMPLE POINT NAME: SITE TYPE: SAMPLE POINT DESCRIPTION: H PUMP

LIMEROCK RESOURCES NEW MEXICO SENM FEDERAL T SWD 1 FACILITY

ACCOUNT REP: SAMPLE ID: SAMPLE DATE: ANALYSIS DATE: ANALYST:

GENE ROGERS 201701048509 9/12/2017 9/25/2017

SVP

LIMEROCK RESOURCES, SENM, FEDERAL T SWD 1

	이야지 않는 것이 같이 있다.				ANALYSIS	OF SAMPLE.		
			ANIONS:	mg/L	meq/L	CATIONS:	mg/L	meq/L
Initial Temperature (°F):		250	Chloride (Cl'):	108921.9	3068.2	Sodium (Na†):	65961.5	2880.
Final Temperature (*F):		80	Sulfate (SO4 ^{2*}):	4149.7	86.4	Potassium (K*):	450.0	11.
Initial Pressure (psi):		100	Borate (H ₃ BO ₃):	52.0	0.8	Magnesium (Mg ²⁺):	564.6	46.
Final Pressure (psi):		15	Fluoride (F`):	ND		Calcium (Ca ²⁺):	2750.3	137.
			Bromide (Br`):	ND		Strontium (Sr ²⁺):	58.6	1.
pH:			Nitrite (NO ₂ ');	ND		Barium (Ba ²⁺):	0.0	0.
pH at time of sampling:		6.1	Nitrate (NO,):	ND		lron (Fe ²⁺):	3.6	0.1
			Phosphate (PO4 ³):	ND		Manganese (Mn ²⁺):	0.0	0.0
Scale Residual:	ChemUsed	Resid. PPM	Silica (SiO ₂):	ND		Lead (Pb ²⁺):	0.0	0.0
•	Total PO4					Zinc (Zn ²⁺):	0.0	0.0
Alkalinity by Titration:	mg/L	meq/L						
Bicarbonate (HCO3):	537.0	8.8				Aluminum (Al ³⁺):	0.0	0.0
Carbonate (CO ₃ ²):	ND					Chromium (Cr ³⁺):	ND	
Hydroxide (OH`):	ND					Cobalt (Co ²⁺):	ND	
-			Organic Acids:	mg/L	meq/L	Copper (Cu ²⁺):	0.0	0.0
aqueous CO ₂ (ppm):		60.0	Formic Acid:	ND		Molybdenum (Mo ²⁺);	0.0	0.0
aqueous H ₂ S (ppm):		680.0	Acetic Acid:	ND		Nickel (Ni ²⁺):	ND	
aqueous O2 (ppb):		ND	Propionic Acid:	ND		Tin (Sn ²⁺):	ND	
			Butyric Acid:	ND		Titanium (Ti ²⁺):	ND	
			Valeric Acid:	ND		Vanadium (V ²⁺):	ND	
Calculated TDS (mg/L):		183449				Zirconium (Zr2*):	ND	
Measured Density/Speci	fic Gravity	1.1248						
Conductivity (mmhos):	-	ND				Total Hardness:	9269	

Anion/Cation Ratio:

1.03

ND = NOT DETERMINED

Comments:

PRODUCED WATER GOING TO SWD.

REPORT DATE: 9/28/2017



Statement of Affirmation

I, Stan Bishop, affirm that Lime Rock Resources has examined available geologic and engineering data, and find no evidence of open faults or any other hydrologic connection between disposal zones and any underground sources of drinking water.

Signed: 2017 Date:

LIME ROCK RESOURCES II-A, L.P.

c/o Mike Pippin LLC 505-327-4573 (phone) Email: mike@ pippinllc.com

LEGAL NOTICE

FEDERAL T SWD #1 -- SWD Application - Form C-108

LIME ROCK RESOURCES II-A, L.P., 1111 Bagby St, Suite 4600, Houston, TX 77002, contact: Mike Pippin 505-327-4573 is seeking administrative approval from the NMOCD for produced water disposal: FEDERAL T SWD #1 is located in Sec 12, T18S, R27E, 660' FNL & 990' FEL, Eddy County, NM. Proposed injection interval is the Lower Wolfcamp and Cisco formations with perforations from about 6868'-8060' with an estimated maximum daily injection volume of produced formation water of 12,000 bbls per day and a maximum injection pressure of 1550 psi. Any objections regarding this application must file their objections or request for hearing with the NMOCD, 1220 South St. Frances Drive, Santa Fe, NM 87505 within 15 days.

Legal Notice

FEDERAL T SWD #1 -- SWD Application - Form C-108

LIME ROCK RESOURCES II-A, L.P., 1111 Bagby St, Suite 4600, Houston, TX 77002, contact: Mike Pippin 505-327-4573 is seeking administrative approval from the NMOCD for produced water disposal: FEDERAL T SWD #1 is located in Sec 12, T18S, R27E, 660' FNL & 990' FEL, Eddy County, NM. Proposed injection interval is the Lower Wolfcamp and Cisco formations with perforations from about 6868'-8060' with an estimated maximum daily injection volume of produced formation water of 12,000 bbls per day and a maximum injection pressure of 1550 psi. Any objections regarding this application must file their objections or request for hearing with the NMOCD, 1220 South St. Frances Drive, Santa Fe, NM 87505 within 15 days.

Published in the Artesia Daily Press, Artesia, N.M., Oct. 3, 2017 Legal No. 24440.

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LIME ROCK RESOURCES II-A, L.P. Mike Pippin 3104 N. Sullivan Avenue Farmington, NM 87401 505-327-4573 (phone) mike@pippinllc.com

September 30, 2017

RE: C-108 Application for SWD Well FEDERAL T SWD #1– API#: 30-015-26404 Unit Letter A Section 12 T18S R27E Eddy County, New Mexico

VIA CERTIFIED MAIL To all Interest Owners:

In accordance with the New Mexico Oil Conservation Division Rule 19.15.26 governing water disposal wells, you are hereby notified that LIME ROCK RESOURCES II-A, L.P. as operator of the above-referenced well, has submitted an application to permit the referenced well for produced water disposal in the Lower Wolfcamp and Cisco.

It was recently discovered that errors in previous operator's original SWD application dated June 10, 2008 caused the State to exclude the Lower Wolfcamp perfs at 6868'-7360' in their subsequent order, SWD-1135. Approval of this application will rectify the problem.

This well is currently open and disposing of produced water in the Lower Wolfcamp 6868'-7360' and Cisco 7685'-8060'. All wells in the area of review that penetrated the proposed disposal interval (2 wells) have good cement throughout.

Any objections or requests that a hearing be held regarding this application must be submitted within 15 days to the NMOCD at 1220 South St. Frances Drive, Santa Fe, NM 87505.

Should you have any questions or concerns, please contact me at 505-327-4573 and/or the NMOCD at 505-476-3467.

Sincerely, LIME ROCK RESOURCES II-A, L.P.

Mike Pippin PE Petroleum Engineer

Enclosures

FEDERAL T SWD #1 APPLICATION FOR SWD OFFSET OPERATORS SURFACE OWNER IS THE BUREAU OF LAND MANAGEMENT

T18S-R27E-Section 1

AAO Federal #28 API: 30-015-42358 Empire Abo Unit #20B API: 30-015-00699 Empire Abo Unit #194 API: 30-015-22658 Apache Corporation 2000 Post Oak BLVD, Suite 100 Houston, TX 77056-4400

WDW #3 API: 30-015-26575 Navajo Refining Company, LLC 501 E. Main Artesia, NM 88210

Chalk Bluff Federal SWD #1 API: 30-015-27163 Lime Rock Resources II-A, LP 1111 Bagby Street, Suite 4600 Houston, TX 77002

T18S-R27E-Section 12

Comstock Federal #6 API: 30-015-25099 Comstock Federal #9 API: 30-015-25738 Harlow Enterprises LLC #26 Chalk Bluff Road Artesia, NM 88210

Chukka Federal #1 API: 30-015-25270 Bill L. Miller PO Box 3396 Evergreen, CO 80437

T18S-R28E-Section 6

Chalk Bluff 6 State #1 API: 30-015-26943 Mewbourne Oil Company PO Box 7698 Tyler, TX 75711

State M-AI #2 API: 30-015-02627 Ruth Oil Company, LLC PO Box 1212 Eunice, NM 88231

T18S-R28E-Section 7

Laurel State #2 API: 30-015-25675 Laurel State #3 API: 30-015-31319 M&M Oil, LLC 1902 West Hermosa Drive Artesia, NM 88210

CERTIFIED MAIL® RECEIPT PELS Domestic Mail Only 40 510 For delivery S S. O Real of ு ᆈ STUN, ; Certified Mail Fee Certified Mail Fee ЗР 29. J.S. ШП 'n īŪ Extra Services & Fees (check Extra Services & Fees (check box. appropriate add for Return Receipt (hardcopy) Return Receipt (hardcopy) 3 Return Receipt (electronic) -7 Return Receipt (electronic) Postmark Postmark 000 Certified Mail Restricted Deli 0 2 2017 Certified Mail Restricted Deli Here Here <u>D</u> Adult Signature Required Adult Signature Required ß 2 2011 19 Adult Signature Restricted De Adult Signature Restricted C 0160 0110 Postage Postage Total Postage and Fees Total Postage and Fees 2016 7016 Sent ï bache IU/ ak Blud Ste 100 Tx 11056-4400 JOOU POAT OAL B5L 3396 Ô gh OOM 80437 OUSTOM 0 U.S. Postal Service U.S. Postal Service™ CERTIFIED MAIL® RECEIPT **CERTIFIED MAIL® RECEIPT** Domestic Mail Only ம 5146 stic Mail Only 511 For delivery informa os.com?. livery information, visit our website at www.usps.com 9 \bigcirc ilean Tana \bigcirc Gaz 100 2003 S ۵. ட Certified Mail Fee N. Ninte E. Certified Mail Fee 2365 VETOR 10 3 п Extra Services & Fees (check box Extra Services & Fees (check box, Ĉ, Return Receipt (hardcopy) AS BOOLODD Postmark^C -7 Return Receipt (electronic) 1000 Return Receipt (electronic) Certified Mail Restricted D Herè age of the second secon Postmark Certified Mail Restricted Deli Here Aduit Signature Regulaed Adult Signature Required Ö 82 Adult Signature Restricted Delivery Adult Signature Restricted Delivery \$ D 2 2017 2017 0160 Postage 0160 Postage Total Postage and Fees **Fotal Postage and Fees** 076 Ke. inny riajo д. Sent To ewbourne 7016 E. Man 501 po 698 88210 thes M 1511 U.S. Postal Service U.S. Postal Service CERTIFIED MAIL® RECEIPT CERTIFIED MAIL® RECEIPT ក្ ស្ Domestic Mail Only m S ក្តីភ្ល For Ľ sps.comº. GTU po \bigcirc O gen . S 100 Ъ Certified Mail Fee Ш Ш Ш Certified Mail Fee ON, NA \hat{V} ⊐ Ē 6 xtra Services & Fees (check box, ru Extra Services & Fees (check be Return Receipt (hardcopy) Return Receipt (hardcopy) Return Receipt (electronic) 63.04 Postmark 1000 8 2 Return Receipt (electronic) 000 55 Postmark Certified Mail Restricted De 2017 Certified Mail Restricted Delivery Here Adult Signature Required Adult Signature Required Adult Signature Restricted De 20:1 02 Adult Signature Restricted Delivery Postage 0120 ostage 0470 Total Postage and Fees Total Postage and Fees Chalk Bluff RA 970 _0 Sent To 5 1212 - 1212 - 12 8823 210 110.29 BD 82 12 м,



McMillan, Michael, EMNRD

From:McMillan, Michael, EMNRDSent:Wednesday, October 4, 2017 4:16 PMTo:Mike PippinCc:Goetze, Phillip, EMNRDSubject:Administrative application: Lime Rock Resources II_A, L.P. Federal T SWD Well No. 1

Mike:

I received the administrative application for the Lime Rock Resources II_A, L.P. Federal T SWD Well No. 1 on October 3, 2017

I need the following information:

- Clarification of the surface owner.
- Affidavit of publication

Your application has been suspended until the OCD receives this information. If the information is not received within 10-days, your application will be cancelled.

1

Thanks

Mike

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

Af	fidavit	of Publ	ication 24440
County o	New Mexico of Eddy: Scott	Ac	/
being du	ly : worn saye:	that she is the	Publisher
of the Ar	tesia Daily Pre	ss, a daily newspa	per of General
circulatio	on, published in	English at Artesi	ia, said county
and state	, and that the he Lega		
was publ	ished in a regu	ilar and entire issu	ie of the said
Artesia I	Daily Press, a da	aily newspaper du	ly qualified
for that p	ourpose within t	the meaning of Cl	hapter 167 of
the 1937	7 Session Laws	of the state of Ne	w Mexico for
1	Consecutive	e weeks/day on th	e same
day as fo	ollows:		
First Pub	lication	Octobe	r 3, 2017
Second I	Publication		· · · · · · · · · · · · · · · · · · ·
Third Pu	blication		
Fourth P	ublication		
Fifth Pul	blication		
Sixth Pu	blication		
Seventh	Publication		
Subscrib	ed and sworn b	before me this	
4th	day of	October	2017
	OFFICIAL SEL Latisha Romi NOTARY PUBL My commissio	ne IC-STATE OF NEW MEX らいつ	12019 MA
	Latisha Ro	omine	

Notary Public, Eddy County, New Mexico

Copy of Publication:

Legal Notice

FEDERAL T SWD #1 -- SWD Application - Form C-108

LIME ROCK RESOURCES II-A, L.P., 1111 Bagby St, Suite 4600, Houston, TX 77002, contact: Mike Pippin 505-327-4573 is seeking administrative approval from the NMOCD for produced water disposal: FEDERAL T SWD #1 is located in Sec 12, T18S, R27E, 660' FNL & 990' FEL, Eddy County, NM. Proposed injection interval is the Lower Wolfcamp and Cisco formations with perforations from about 6868'-8060' with an estimated maximum daily injection volume of produced formation water of 12,000 bbls per day and a maximum injection pressure of 1550 psi. Any objections regarding this application must file their objections or request for hearing with the NMOCD, 1220 South St. Frances Drive, Santa Fe, NM 87505 within 15 days.

Published in the Artesia Daily Press, Artesia, N.M., Oct. 3, 2017 Legal No. 24440.

New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson

Joanna Prukop Cabinet Secretary Reese Fullerton Deputy Cabinet Secretary Mark Fesmire Division Director Oil Conservation Division



Administrative Order SWD-1135 July 16, 2008

APPLICATION OF DEVON ENERGY PRODUCTION COMPANY, L.P. FOR PRODUCED WATER DISPOSAL, EDDY COUNTY, NEW MEXICO

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 701(B), Devon Energy Production Company, L.P. (OGRID No. 6137) made application to the New Mexico Oil Conservation Division for permission to utilize for produced water disposal its Federal T Well No. 1 (API No. 30-015-26404) located 660 feet from the North line and 990 feet from the East line of Section 12, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico.

THE DIVISION DIRECTOR FINDS THAT:

The application has been duly filed under the provisions of Rule 701(B) of the Division Rules. Satisfactory information has been provided that all offset operators and surface owners have been duly notified. The applicant has presented satisfactory evidence that all requirements prescribed in Rule 701 will be met and no objections have been received within the waiting period prescribed by said rule. The applicant is in compliance with Rule 40.

IT IS THEREFORE ORDERED THAT:

Devon Energy Production Company, L.P. ("operator") is hereby authorized to utilize its Federal T Well No. 1 (API No. 30-015-26404) located 660 feet from the North line and 990 feet from the East line of Section 12, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico, in such manner as to permit the injection of produced water for disposal purposes into the Lower Wolfcamp formation and the Cisco formation through perforations from 7,400 feet to 8,200 feet and through plastic-lined tubing set in a packer located within 100 feet of the top of the injection interval.

IT IS FURTHER ORDERED THAT:

Oil Conservation Division * 1220 South St. Francis Drive * Santa Fe, New Mexico 87505 * Phone: (505) 476-3440 * Fax (505) 476-3462* <u>http://www.emnrd.state.nm.us</u> Administrative Order SWD-1135 Devon Energy Production Company, L.P. July 16, 2008 Page 2 of 3

The operator shall take all steps necessary to ensure that the injected water enters only the proposed injection interval and is not permitted to escape to other formations or onto the surface.

After installing injection tubing, the casing shall be pressure tested from the surface to the packer setting depth to assure the integrity of said casing.

The casing-tubing annulus shall be loaded with an inert fluid and equipped with a pressure gauge or an approved *leak detection device* in order to determine leakage in the casing, tubing, or packer.

The injection well or system shall be equipped with a *pressure limiting device* in workable condition which shall, at all times, limit surface injection pressure to the maximum allowable pressure for this well. The wellhead injection pressure on the well shall be limited to <u>no more than 1480 psi</u>.

The Director of the Division may authorize an increase in the maximum injection pressure upon a proper showing by the operator that such higher pressure would not result in migration of the injected fluid from the injection formation. Such proper showing should be supported by a valid step rate test run in accordance with procedures acceptable to the Division.

The operator shall notify the supervisor of the Artesia district office of the Division of the date and time of the installation of disposal equipment and of any mechanical integrity test so that the same may be inspected and witnessed.

The operator shall immediately notify the supervisor of the Artesia district office of the Division of the failure of the tubing, casing, or packer in said well and shall take such steps as may be timely and necessary to correct such failure or leakage.

<u>PROVIDED FURTHER THAT</u>, jurisdiction is retained by the Division for the entry of such further orders as may be necessary for the prevention of waste and/or protection of correlative rights or upon failure of the operator to conduct operations (1) to protect fresh water or (2) consistent with the requirements in this order, whereupon the Division may, after notice and hearing, or without notice and hearing in event of an emergency subject to NMSA 1978 Section 70-2-23, terminate the injection authority granted herein.

The operator shall provide written notice of the date of commencement of injection and the initial reservoir pressure to the Artesia district office of the Division.

The operator shall submit monthly reports of the disposal operations on Division Form C-115, in accordance with Division Rules 706 and 1120.

The injection authority granted herein shall terminate one year after the effective date of this order if the operator has not commenced injection operations into the subject well, provided however, the Division, upon written request by the operator Administrative Order SWD-1135 Devon Energy Production Company, L.P. July 16, 2008 Page 3 of 3

mailed prior to the expiration date, may grant an extension thereof for good cause shown.

1.1

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This order does not relieve the operator of responsibility should its operations cause any actual damage or threat of damage to protectable fresh water, human health or the environment; nor does it relieve the operator of responsibility for complying with applicable Division rules or other state, federal, or local laws or regulations.

MARK E. FESMIRE. P.E.

Director

MEF/wvjj

cc: Oil Conservation Division – Artesia Bureau of Land Management – Carlsbad

Goetze, Phillip, EMNRD

From:		Goetze, Phillip, EMNRD		
Sent:		Wednesday, July 5, 2017 10:51 AM	· · · · · · · · · · · · · · · · · · ·	
To:		Mike Pippin (mike@pippinllc.com)		
Cc:		Jones, William V, EMNRD; McMillan, Micha	el, EMNRD; Lowe, Leonard,	EMNRD
Subject:		Response Provided by HollyFrontier to Lim	erock's IPI Application	•
Attachm	ents:	2017-06-27 Lime Rock Pressure Application	n Protest with attachments.	pdf
1.1				

RE: Federal T SWD No. 1 (API 30-015-26404) SWD-1135

Mr. Pippin:

As per our discussion, the attached document is HollyFrontier's written response regarding the IPI application for the referenced well. HollyFrontier has requested that the application be denied. The Division is currently considering the report submitted by HollyFrontier and will provide a decision in this matter shortly. Please contact me with any additional questions concerning this subject. PRG

Phillip Goetze, PG

Engineering Bureau, Oil Conservation Division New Mexico Energy, Minerals and Natural Resources Department 1220 South St. Francis Drive, Santa Fe, NM 87505 Direct: 505.476.3466 E-mail: phillip.goetze@state.nm.us



June 27, 2017

Mr. David Catanach Division Director NMOCD 1220 South St. Francis Drive Santa Fe, NM 87501

Via Email and Federal Express

RE: REQUEST BY HOLLYFRONTIER TO DENY LIME ROCK'S REQUEST TO INCREASE INJECTION PRESSURES AT FEDERAL T SWD#1 (API # 30-015-26404)

HOLLYFRONTIER.

Dear Director Catanach,

On May 8, 2017 Line Rock Resources II-A L.P. (Line Rock) requested from the New Mexico Oil Conservation Department (NMOCD) an injection pressure increase for their existing permitted (Order. SWD-1135; approved July 16, 2008) salt water disposal well (Federal T SWD #1; API # 3001526404). Their request asks for an increase from the original maximum allowable operating pressure (MAOP) of 1,480 psig to 2,681 psig. Line Rock's injection pressure increase (IPI) request is based on and relies on the results of a step rate test performed on this well on May 3, 2017. For the reasons detailed below, HollyFrontier Navajo Refining LLC (HFNR) objects to the requested pressure increase and respectfully requests that NMOCD deny Line Rock's request.

BACKGROUND

On June 23, 2004 Navajo Refining Company (now HFNR) received from the NMOCD their Approval for Discharge Permit UIC-CLI-008-3 for a Class I non-hazardous waste disposal well (WDW-3; API # 3001526575) to dispose of wastewater from the Navajo Refinery in Artesia, New Mexico. This well is located 790 FSL and 2250 FWL of Section 1, T18S, R27E in Eddy County, New Mexico.

As seen in Figure 1, there are only approximately 2,500 feet separating HNFR's WDW-3 from Lime Rock's Federal T SWD #1, and both wells have completions in the same Cisco zone. The Federal T SWD #1 perforations in the Cisco Formation range from 7,685' to 8,060', and the WDW-3 Cisco perforations run from 7,666' to 8,620'. This overlap allows pressure fronts (and fluids) to migrate from the Lime Rock SWD to HNFR's WDW-3, potentially impairing the function of WDW-3.

HNFR's permit has a maximum allowable operational pressure (MAOP) of 1,550 psig, with no specific limit on the amounts of wastewater injected. From 2008 to 2016, the well (WDW-3; API# 3001526575) has injected an average of approximately 152,000 barrels of wastewater per month. The WDW-3 well is a group of three Class I wells operated by HNFR (WDW-1; API # 3001527592 and WDW-2; API # 3001520894) that also receive non-hazardous wastewater from the HFNR Refinery.

Mr. David Catanach June 27, 2017 Page 2

These three wells are the Refinery's approved method of disposing their non-hazardous wastewaters, and if reservoir capacity is reached, or pressures exceed MAOPs, HFNR would face significant curtailment of its operations at the plant or a possible shut down.

BASIS OF OBJECTIONS

1: The May 2017 Step Rate Test (SRT) is Not Valid and Cannot Serve as Justification for the Requested IPI Because the Injection Zone in This Well was Extensively Hydrofractured in August 2008

NMOCD records show that on August 13, 2008 the zone from 7,893' to 8,060' was fractured with 5,040 gallons of 15% HCl, 120,372 gallons of Spectra Star 2500, and 167,552 pounds of propant (sand). On August 16, the zone from 7,758' to 8,060' was fractured with 4,500 gallons of 15% HCl, 119,255 gallons of Spectra Star 2500, and 106,750 pounds of sand (see Attachment A).

These fracture jobs are also noted in the well diagram submitted as part of Lime Rock's May 2017. pressure increase application (see Attachment B).

It is clear that the reason that Lime Rock observed that "The formation pressure did not break at a maximum surface pressure of 2681 psi (bottom hole pressure of 4140 psi)..." during their SRT is that the formation had already been broken during the hydrofracturing work done in 2008. For these reasons the step rate test results and conclusions are invalid and cannot form a defensible technical basis for Lime Rock's IPI request.

2: HFNR Has Priority of use of this Shared Injection Zone in the Cisco Reservoir

Well WDW-3 was approved in June 2004 as a Class I non-hazardous well and began operations in January 2008. The well was originally spudded in December 1990 by Mewbourne Oil Company and was advanced to 10,120 feet and completed as a Morrow gas well. For economical reasons Mewbourne temporarily shut in the well in 1993. In September 2000 the wellbore was purchased by Navajo Refining as a potential disposal well. Following the 2004 approval of their Class I injection application, Navajo recompleted the well in October 2006 as an injection well, and commenced injection in January 2008. By the end of 2008, Navajo had injected approximately 2,021,000 barrels, and in 2009 over 2,385,000 barrels.

The Devon Federal T SWD #1 was approved as a SWD well in July 2008, over 4 years after the approval of WDW-3. This well was first spudded in June of 1990 Mewbourne Oil Company and was advanced to 10,141 feet and completed as a Morrow gas well. For economical reasons Mewbourne temporarily shut in this well in 1994. The well was acquired by Devon Energy Production in April of 2008, was approved as an SWD in Order SWD-1135 in July of 2008, and re-completed by Devon in August of 2008. Throughout 2008 Devon only injected a total of 190 barrels and in 2009 did not operate the well until September, and only injected 513,281 barrels in that year.

It is clear from this history that Navajo (now HFNR) received NMOCD approval to inject in the Wolfcamp, Cisco and Canyon zones in 2004, four years prior to the Devon (now Line Rock) 2008 application. Further, HFNR commenced significant injection rates and volumes in January 2008, while Devon only began significant injection in September 2009, 20 months later.

Mr. David Catanach June 27, 2017 Page 3

3: Significantly Higher Effort and Expense by the Regulators and the Operator are Required to Permit a Class I Non-Hazardous Well versus a Standard Class II SWD Well

The NMOCD, USEPA Region 6, and HFNR spent significant technical effort, professional time, and costs to perform the analyses required to permit this Class I non-hazardous injection well. This level of investment far exceeds the efforts required to permit a SWD such as Federal T SWD#1.

4: WDW-3 Is Critical to the HFNR Refinery Operations

HFNR operates, in addition to WDW-3, two additional Class I disposal wells (WDW-1 and WDW-2), all permitted under the NMOCD UIC program. These wells accept non-exempt, non-hazardous wastewaters from the Refinery, at average total amounts of approximately 15,000 barrels per day, roughly equally distributed among the 3 wells. HFNR has no other current options for disposing of this wastewater, and loss of service of even one of these wells would severely reduce refinery throughput leading to losses of jobs, and diminished revenues for HFNR, contracted operators, and the State.

5: Both the Lime Rock and HFNR Injection Wells Share the Same, Continuous Reservoir

Figure 2 is a cross-section showing the geology of injection zones of WDW-3 and Federal T SWD#1. There is clearly an overlap of the injection zones in the Cisco Formation, the lithologies of the Cisco are very similar, and it is clear that there are no stratigraphic or structural barriers between the wells. This direct connection will ensure that increased injection pressure in the Federal T SWD #1 will result in the migration of a pressure wave to WDW-3 that will negatively affect HFNR's ability to stay within their approved MAOP of 1,550 psig surface.

6: Increased Injection Pressure by Lime Rock will Raise Reservoir Pressure at WDW-3

Lime Rock proposes to increase the MAOP of their Federal T SWD #1 from 1,480 to 2,681 psig, an increase of approximately 1,200 psig, or over 180% of the current limit. Currently, the HFNR well WDW-3 has seen an annual injection average of 1,315 psig, only 235 psig below their MAOP of 1,550 psig. Only approximately 20% of Lime Rock's requested increase would push reservoir pressures above HFNR's MAOP, making WDW-3 inoperable. If the requested pressure increase is approved, the overlapping perforations in the Cisco Formation, 7,685' to 8,060' in the Federal T SWD #1, and 7,666' to 8,620' in the WDW-3, will allow pressure fronts (and fluids) to migrate from the Lime Rock SWD to HFNR's WDW-3, impairing or precluding successful injection in the WDW-3.

CONCLUSIONS

In summary, HFNR respectfully requests the NMOCD deny Line Rock's application for an injection pressure increase for their Federal T SWD #1 for the reasons detailed above. However, should NMOCD see fit to grant this pressure increase, HFNR requests that a corresponding pressure increase be immediately granted to wells WDW-1, WDW-2, and WDW-3, that are completed in the same injection zone.

Mr. David Catanach June 27, 2017 Page 4

If you have any questions or require additional information regarding our request to deny Lime Rock's application please contact me at 575-746-5487 or our technical consultants on this matter Alberto Gutierrez, RG & James C. Hunter, RG at 505-842-8000.

Sincerely,

cc:

Scott M. Denton Environmental Manager HollyFrontier Navajo Refining LLC

> NMOCD – P. Goetze Geolex – A. Gutierrez HFNR – R. Dade

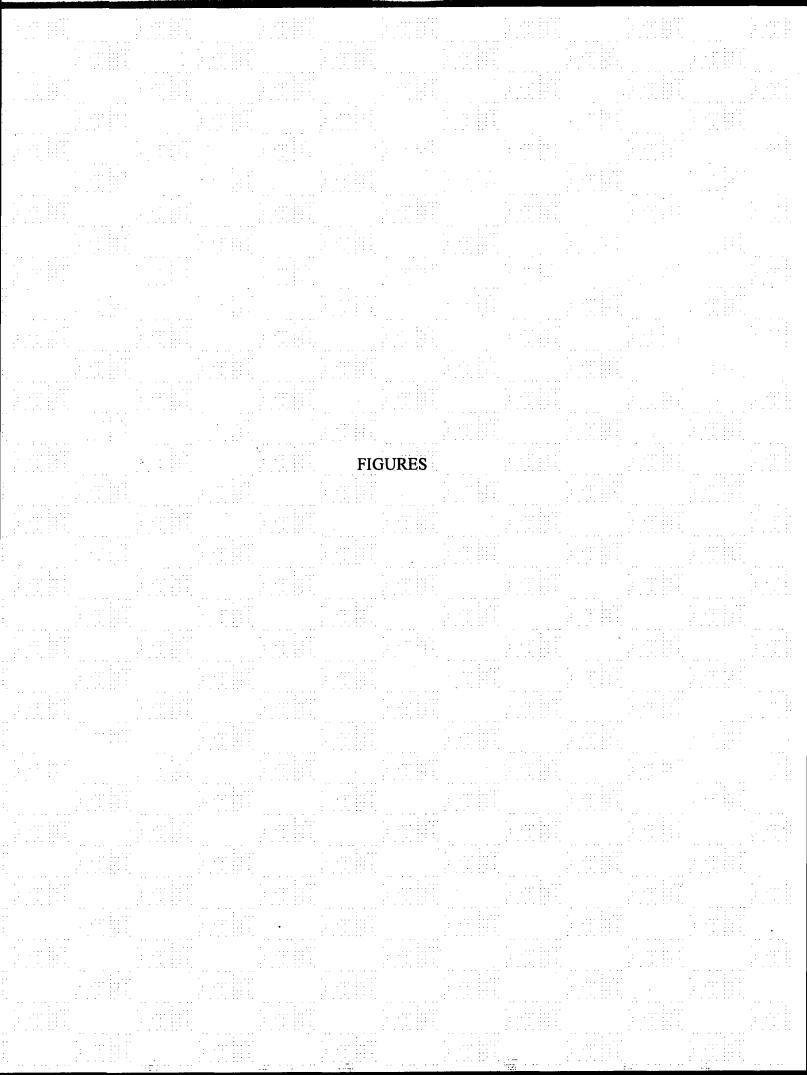
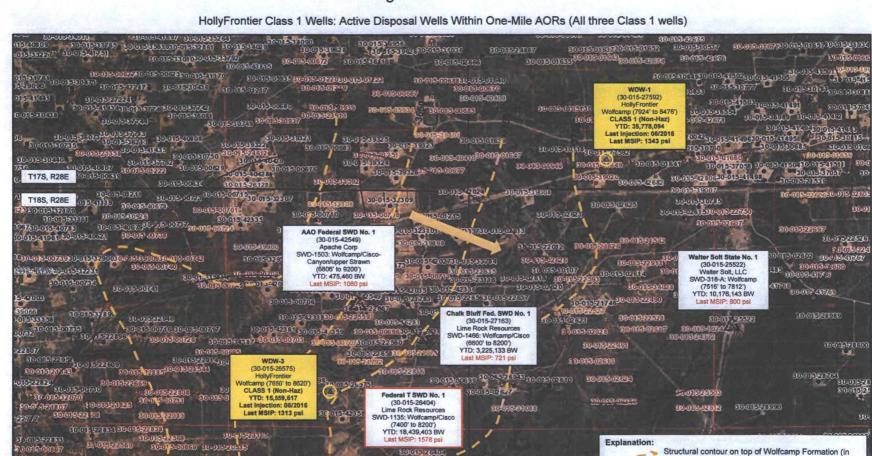


Figure 1:



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-015-00-75

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65 20401320300

100566

SCOLE-DEED EL-PIE-2005

WDW-2

(30-015-20894) HollyFrontier

Wolfcamp (7570' to 8399') CLASS 1 (Non-Haz)

YTD: 23,468,322

Last Injection: 06/2016

Last MSIP: 1315 psi

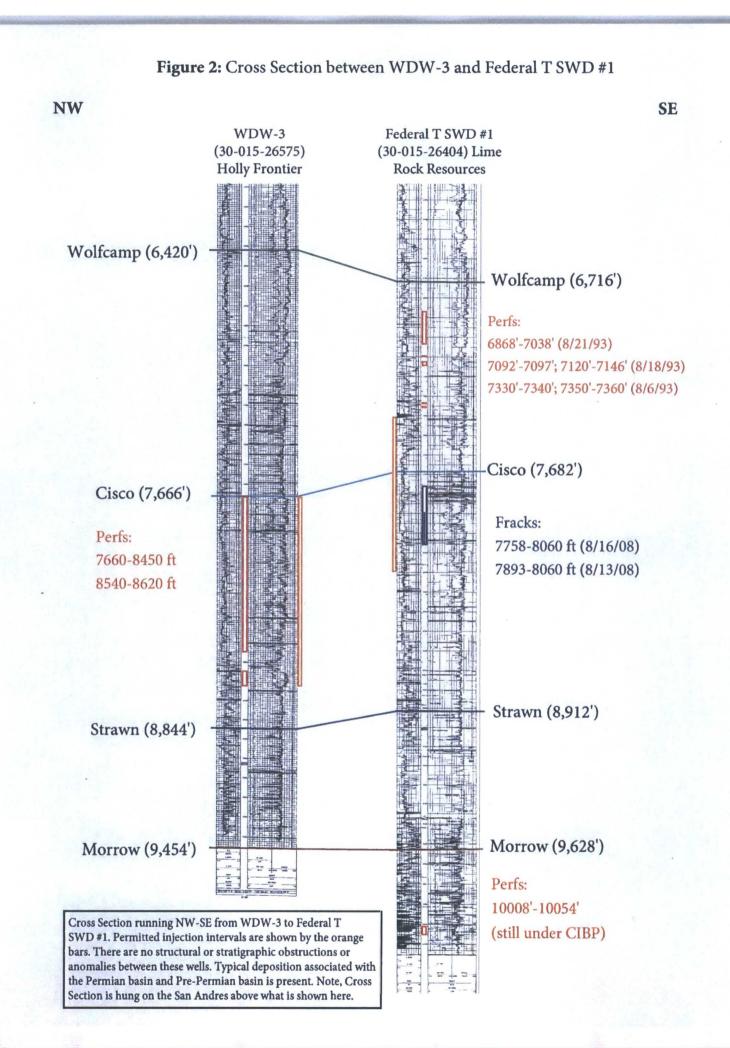
Burg

80-015-25-27080-015-5-7818

Explanation:

Real

Structural contour on top of Wolfcamp Formation (in feet AMSL; arrow indicating general dip direction). △ Active disposal well (Class I and Class II). All other symbols described in legend for NMOCD GIS map. One-mile AOR outlines for Class I WDW wells. Title blocks provide information on specific disposal well: name / API 8.0-00325286 no. / operator / SWD order and interval / last reported total volume / approved maximum surface injection pressure. Scale (approx.) 1:1,310



ATTACHMENT A

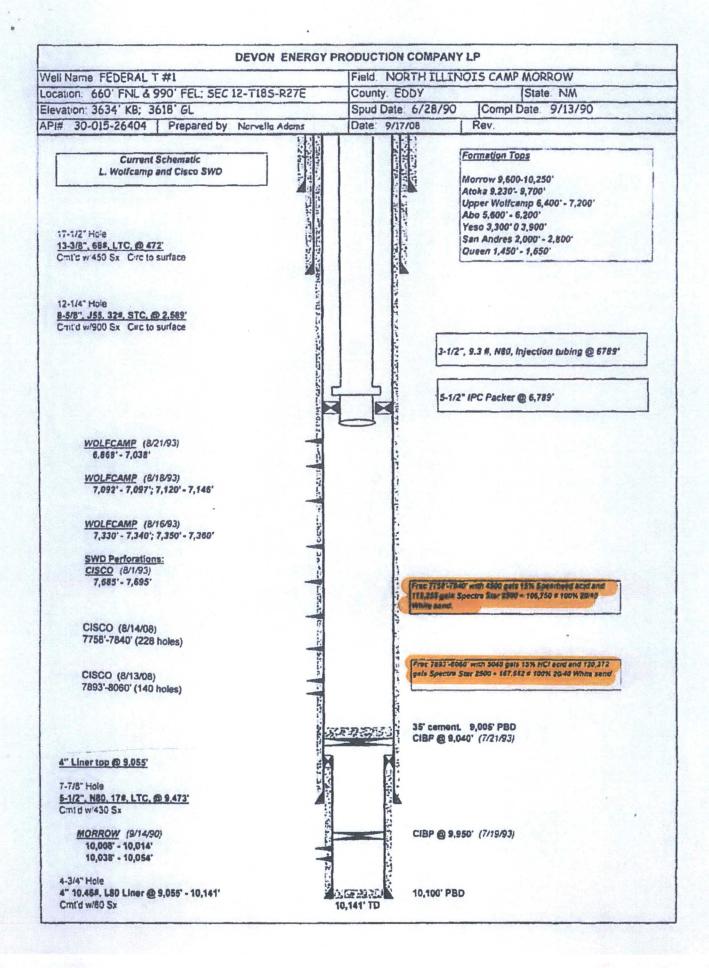
BLM FORM 3160-5 REPORTING THE RECOMPLETION AND HYDROFRACTURING OF FEDERAL T SWD#1

Form 3160-5 (February 2005) DEPAI BURE/ SUNDRY NO		FORM APROVED OMB NO. 1004-0137 EXPIRES: March 31, 2007 5 Lease Serial No					
Do not use this for abandoned well. Us		6. If Indian, Allottee	NM-42410 or Tribe Name				
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DEVON ENERGY PRODUC	TION COMPANY, LP					9 API Well No	
3a, Address			3b. Phone No. (include a	irea (code)	and the second s	0-015-26404
20 North Broadway, Oklahoma City, O 4 Location of Well (Footage, Sec., T.,	and the second second second second	(antion)	405-552-8198	-		10. Field and Pool,	fcamp and Cisco
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Subsequent Report	Casing Repair		New Construction	-	Recomple	te	Other
Final Abandonment Notice	Change Plans	action	Plug and Abandon	(mm)	Temporar Water Dis	ily Abandon	
6/06/08 Drilled through cement at 752 6/07/08 Ran step rate test; pumped 5/ bbis at 3 bbis/min – 170# psi, pumped 8/08/08 Trucked in and established inj 8/11/08 Dnilled cement retainers at 77 8/12/08 Drilled cement retainer at 782 8/13/08 Perforate Cisco from 7893' – 1 167,552 # 20/40 White sand. 8/14/08 TIH with retrievable tool and 228 total holes 8/15/06 TIH with packer and set at 75/ 8/16/08 Frac 7758'-8060' with 4500 ga 8/18/08 Release packer. TOOH with p 8/20/08 TIH with packer and bailed sam 9/15/06 TIH with packer and tubing. S TOOH with tubing. RIH with 3 ½" IPC 1	bbls at ½ bbl/min – 0# 50 bbls at 4 bbls/min – 0 ection in the Wolfcamp 45', and 7780'. 0' and 8000'. Circulate 3060', total 140 holes. 1 latch onto packer. Rele 32'. NU frac valve. Is 15% Spearhead acid backer and lubing d. Bailed sand to 8460'. et packer at 6789'. ND	psi, pum 250 psi. at 150 B hole and I'IH and s ase pack + 119,25 . TOOH N BOP and	ped 50 bbls at 1 bbl/min - WPD at 170 psl. TOH with tubing and bit, et packer at 7688', Fraction er and TOOH with packer is gals Spectra 2500 + 10 with tubing. ND BOP and I NU tree Ran MIT test to	with t r and 16,750 NU 1 o 500	5,040 gals I tubing. R 0 # 20/40 flange. Wa	15% HCl + 120,372 U wireline and perfor 100% White sand. R aiting on tubing.	gais Spectra Star 2500 + rate Cisco from 7758'-7840'; RD.
14. I hereby certify that the foregoing is to Name: Norvella Adams Signifure ACCEPTED FOR RE Approved by S/ DAVID	00	The second se	Sr. Staff Engineering 9/17/2008 EDERAL OR STATE			SE	
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Conditions of approval, if any are attache notice does not warrant or certify that the equitable title to those Adrig in the Subject entitle the applicant is Contract or operation	d. Approval of this applicant holds legal or lease which would be mereon	Office			NMOC	:D	
Title 18 U S C Section 1001 and Title 43 U S C Section representations as to any matter within its junidiction	on 1212 make it a crime for any	person know	wingiy and willully to make to any	depan	ument or ager	ncy of the United States any	Taise, lictilious or traudulent statements or

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ATTACHMENT B

WELL COMPLETION DIAGRAM PROVIDED IN LIME ROCK'S REQUEST FOR PRESSURE INCREASE SHOWNING ZONES OF HYDROFRACTURING IN FEDERAL T SWD#1



Goetze, Phillip, EMNRD

			· · · · · · · · · · · · · · · · · · ·		
From:		Goetze, Phillip, EMNRD			11 1 1 1
Sent:		Friday, May 19, 2017 11:33 AM			
To:		Dade, Lewis (Randy)			
Cc:		Chavez, Carl J, EMNRD; Mike Pipp	oin (mike@pippin	llc.com); Jones, Wil	liam V, EMNRD;
		McMillan, Michael, EMNRD		e de la companya de l	in a star a s
Subject:		Lime Rock's IPI Application for the	e Federal T SWD I	No. 1	
Attachm	ents:	HollyFrontier Class I Renewals V2	.pdf; Lime Rock IP	PI Appl_Fed T SWD	#1.pdf

RE: Federal T SWD No. 1 (API 30-015-26404) SWD-1135

Greetings Mr. Dade:

Hope all is well with you. The Division is forwarding an application for injection pressure increase submitted by Lime Rock for its Federal T SWD No. 1. A copy of the application is attached. Lime Rock is requesting an increase of the surface injection to 2681 psi. The Division has not completed its evaluation of the test data; however, the Division is providing the opportunity for input by HollyFrontier regarding the application for this disposal well and the operation of HollyFrontier's Class I wells that are in proximity to the Federal T. The Division has identified the closest well as being the WDW-3 that is approximately 2,510 feet northwest of the Federal T.

This request is based on the injection interval being common between the HollyFrontier's WDW wells and the Federal T SWD No. 1. Additionally, since HollyFrontier's wells are classified as Class I (Non-Haz), the Division must consider the potential of an approval for a pressure increase and the limitations for Class I wells as stipulated in 40 CFR 146.13. Please submit these documents to your technical staff for consideration and comment. Please contact me with any questions regarding this matter. Thank you. PRG

Phillip Goetze, PG

Engineering Bureau, Oil Conservation Division New Mexico Energy, Minerals and Natural Resources Department 1220 South St. Francis Drive, Santa Fe, NM 87505 Direct 505.476.3466 E-mai: phillip.goetze@state.nm.us



5/11/2017		ENGNEER	5/12-1	ZOZ	PMAH1713255697	•
			ABOVE THIS LINE FOR DIVISION USE O	NLY		-
	N	EW MEXICO OIL (CONSERVATION			
		- Engine 1220 South St. Franc	eering Bureau -	M 97505		
DERAL TS	WD #1	Order: SWD-113	· · · · · · · · · · · · · · · · · · ·			
		DMINISTRATI		TION CHECK	KLIST	
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: 	(B)	One Only for [B] or [C] Commingling - Storage DHC CTB			UCH So-05-26404 DLM	·
· · · · · · · · · ·	[C]	Injection - Disposal - Pr				
· · · · · · · · · · · · · · · · · · ·	[D]	Other: Specify		· · · · · · · · · · · · · · · · · · ·		÷
NOTII	FICATIO [A]	ON REQUIRED TO: -			ot Apply	
· · · · ·	[B]	Offset Operators, L	easeholders or Surfac	e Owner	Pool	
	[C]	Application is One	Which Requires Pub	lished Legal Notice	-Swo' wolfe	
· · ·	[D]	Notification and/or	Concurrent Approva	I by BLM or SLO	Pool -Swid's wolfering CISCO GGI 36 Attached, and/or,	
	[E]	For all of the above	e, Proof of Notificatio	n or Publication is A	461 S6 Attached, and/or,	:
· · · · · · · · · · · · · · · · · · ·	[F]	Waivers are Attach	ed			
		URATE AND COMPL		ON REQUIRED T	O PROCESS THE TYPE	
proval is acc	urate and		my knowledge. I als	o understand that n	plication for administrative o action will be taken on this	
•		Statement must be complete		· · · · ·	visory capacity.	
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dike Pippin int or Type Na	me	Signature		Petroleum Engineer Title	ay 8, 2017 Date	· . ·
· · · ·				mike@pippinllc.c e-mail Ac		
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						•

LIME ROCK RESOURCES II-A, L.P. Mike Pippin 3104 N. Sullivan Avenue Farmington, NM 87401 505-327-4573 (phone) mike@pippin!lc.com

May 8, 2017

Phil Goetze New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

> RE: Injection Pressure Increase Request Administrative Order SWD-1135 FEDERAL T SWD #1 API#: 30-015-26404 Unit Letter "A" Section 12 T18S R27E Eddy County, New Mexico

Dear Mr. Goetze,

By administrative order SWD-1135, dated July 16, 2008, the NMOCD authorized water injection into Federal T SWD #1 (API No. 30-015-26404) for the disposal of produced water. The order provides for a wellhead injection pressure of "no more than 1480 psi". On 9/16/08, this well was converted to SWD & soon started produced water injection. Lime Rock believes that this maximum pressure of 1480 psi is significantly below the formation frac pressure.

The disposal formation in this well is extremely tight. On 5/3/17, a step rate test was run to determine the actual formation frac pressure. The formation pressure did not break at a maximum surface pressure of 2681 psi (bottom hole pressure of 4140 psi), which indicates that the formation frac pressure was not exceeded at that point. Therefore, the actual formation frac pressure is higher than a surface pressure of 2681 psi. A summary of the step rate test data from Renegacle Services is attached along with a wellbore diagram.

Lime Rock: Resources therefore requests that the maximum wellhead injection pressure be increased to at least 2681 psi.

Please contact me at 505-327-4573 should you have any questions.

Very truly yours, Mile types

Mike Pippiri P.E. Petroleum Engineer

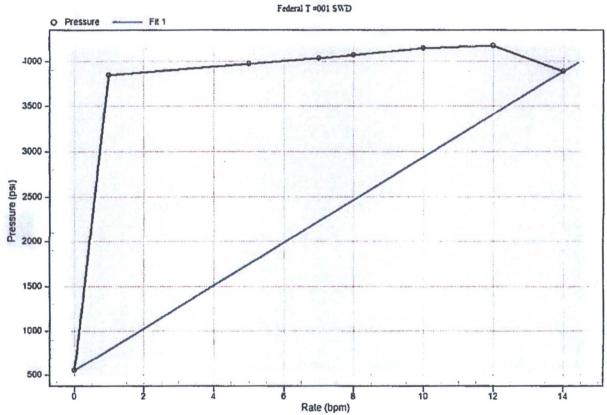
Enclosures



8.78.8	N QUE D DE	SERVI	No. Recomment	STEP RATE	TEST	
	RATE B/D	Date	Time	BH PRESS	SURF. PRESS	Comment
Step 1	1	5/3/2017	11:20 AM	558.57	801.96	
Step 2	2	5/3/2017	12:01 PM	3842.09	1311.16	and the second second
Step 3	3	5/3/2017	1:09 PM	3970.7	1619.11	
Step 4	4	5/3/2017	1:37 PM	4035.19	1803.03	
Step 5	5	5/3/2017	1:56 PM	4066.6	2219.85	No.
Step 6	6	5/3/2017	2:13 PM	4140.96	2681.72	an a
Fall Off	Fall Off	5/3/2017	2:32 PM	4169.81	944.2	
		Lime Rock R Federal T #00		Recorded By:	J. Gable	
	Field:		T OND		Truck Number:	113
		Eddy, County	Constant and the		The second s	Levelland
		New Mexico				
	Seat Nipple Depth:	N/A				
	Perforations:		and the second	and the second second		
	Plug Back Depth	N/A	The second s	Actual articles and articles		

JOB INFORMATION SHEET

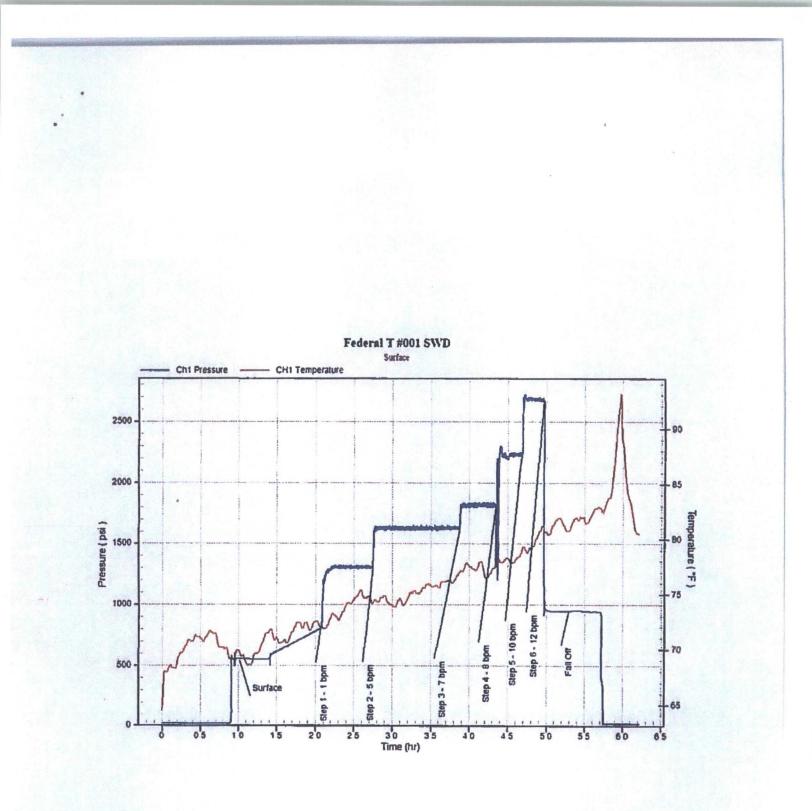
	Company Information	
Company Name:	Lime Rock Resources	
	Well Information	
Well Name:	Federal T #001 SWD	8.4.4.4.4.4.4.4.4.4.4.4.4.4.4.4.4.4.4.4
Location:	Eddy County, NM	
Field - Pool.	Federal T	
Status:	SWD	
	Test Information	
Type of Test:	Step Rate Test	
Gauge Depth:	6750 ft	
Temperature @ Run Depth	100.03 degF	
Surface Temperature:	68.51 degF	
881. june 1. j	Gauge Information	
	Top Recorder	Bottom Recorder
Serial Number.	79810	
Calibration Date:	10/21/16	
Pressure Range:	10000 psi	
	Comments	

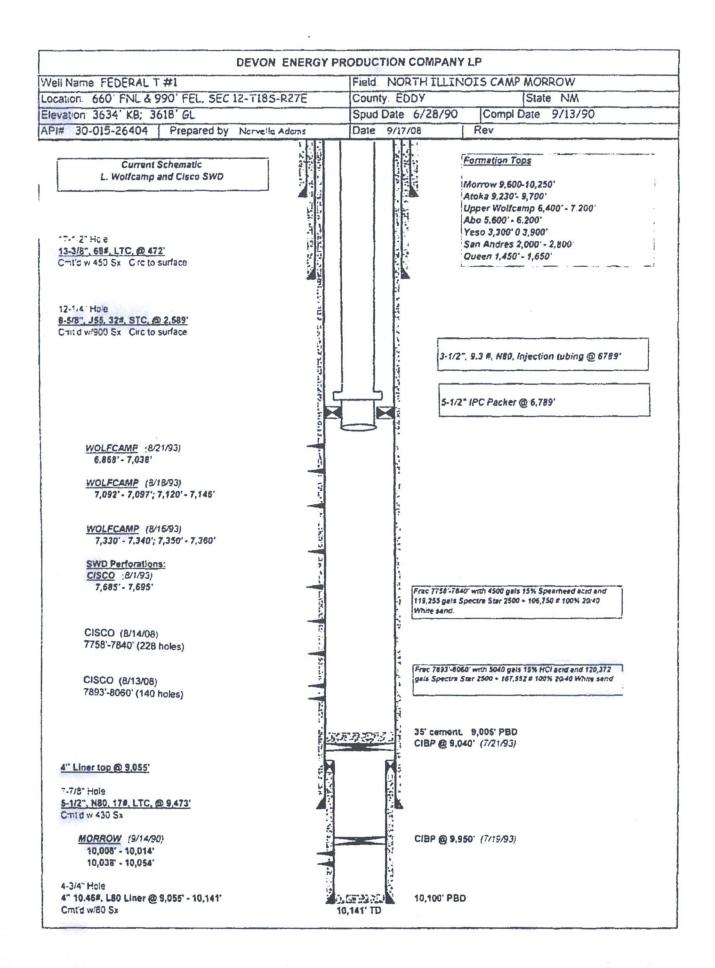


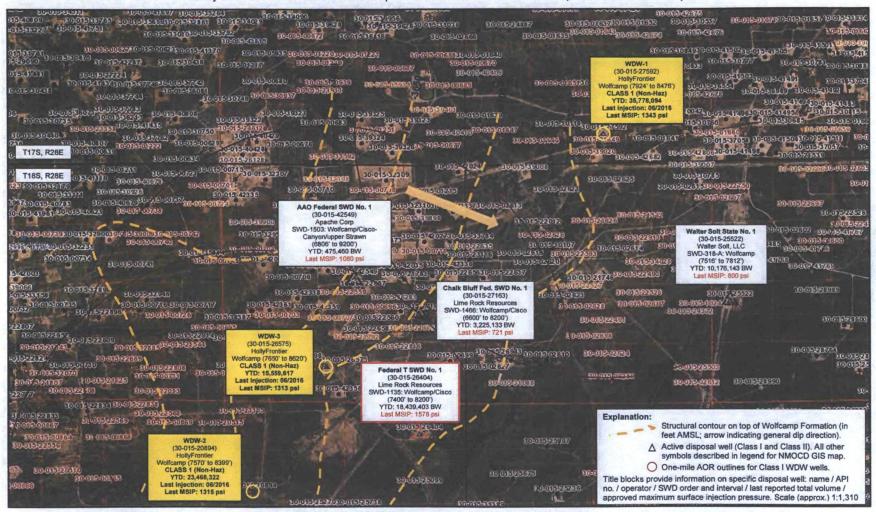
Pressure vs. Rate Federal T =001 SWD

Interior.

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HollyFrontier Class 1 Wells: Active Disposal Wells Within One-Mile AORs (All three Class 1 wells)

		Dr.	oduction Summa					
		FI	API: 30-015-2	• •				
			FEDERAL T SW					
		Printed	On: Tuesday, O					
			<i>,,</i>	1	lnj	ection		
Year		Pool	Gas(MCF)	Other	Pressure			
20	009	[96136] SWD;WOLFCAMP-CISCO	Sep	82362	0	0	0	0
20	009	[96136] SWD;WOLFCAMP-CISCO	Oct	154457	0	0	0	0
		[96136] SWD;WOLFCAMP-CISCO	Nov	137461	0			0
		[96136] SWD;WOLFCAMP-CISCO	Dec	139001	0		-	
		[96136] SWD;WOLFCAMP-CISCO	Jan	147326		0		313
	_	[96136] SWD;WOLFCAMP-CISCO	Feb	173848	-			311
	_	[96136] SWD;WOLFCAMP-CISCO	Mar	205917	0			1276
	_	[96136] SWD;WOLFCAMP-CISCO	Apr	190801	0	0	_	341
	_	[96136] SWD;WOLFCAMP-CISCO [96136] SWD;WOLFCAMP-CISCO	May	224642	0	0		306
	_	[96136] SWD;WOLFCAMP-CISCO	Jun Jul	166685	0	0		316 334
	_	[96136] SWD;WOLFCAMP-CISCO	Aug	178497		0		334
	_	[96136] SWD;WOLFCAMP-CISCO	Sep	148819	0	0		591
	_	[96136] SWD;WOLFCAMP-CISCO	Oct	172602	0	0	-	1184
		[96136] SWD;WOLFCAMP-CISCO	Nov	165728	· 0	0		1090
		[96136] SWD;WOLFCAMP-CISCO	Dec	217786		0		769
		[96136] SWD;WOLFCAMP-CISCO	Jan	188150		0		430
	_	[96136] SWD;WOLFCAMP-CISCO	Feb	160397	0	0	<u> </u>	445
	_	[96136] SWD;WOLFCAMP-CISCO	Mar	192533	0	. 0		455
		[96136] SWD;WOLFCAMP-CISCO	Apr	155472	0	0		458
20	011	[96136] SWD;WOLFCAMP-CISCO	May	129030	. 0	0	0	447
20	011	[96136] SWD;WOLFCAMP-CISCO	Jun	139745	0	0	0	428
20	011	[96136] SWD;WOLFCAMP-CISCO	Jul	185458	. 0	0	0	430
20	011	[96136] SWD;WOLFCAMP-CISCO	Aug	235508	0	0	0	416
20	011	[96136] SWD;WOLFCAMP-CISCO	Sep	201430	0	0	0	382
	_	[96136] SWD;WOLFCAMP-CISCO	Oct	218665	0	0	0	434
	_	[96136] SWD;WOLFCAMP-CISCO	Nov	239865	0	0		384
	_	[96136] SWD;WOLFCAMP-CISCO	Dec	256091	0	0		412
		[96136] SWD;WOLFCAMP-CISCO	Jan	257691	0	0		568
	-	[96136] SWD;WOLFCAMP-CISCO	Feb	191896	_	0		352
	_	[96136] SWD;WOLFCAMP-CISCO [96136] SWD;WOLFCAMP-CISCO	Mar	240162	0	0	0	590
	-		Apr	256040	0	0		632
	_	[96136] SWD;WOLFCAMP-CISCO [96136] SWD;WOLFCAMP-CISCO	May Jun	267408 305094	0	0		535 721
	_	[96136] SWD;WOLFCAMP-CISCO [96136] SWD;WOLFCAMP-CISCO	Jul	325231	0	0		683
		[96136] SWD;WOLFCAMP-CISCO	Aug	301696	0	0	0	694
	_	[96136] SWD;WOLFCAMP-CISCO	Sep	253450	0	. 0	0	508
	_	[96136] SWD;WOLFCAMP-CISCO	Oct	268407	0	0	0	640
	_	[96136] SWD;WOLFCAMP-CISCO	Nov	246472	0	0	0	607
	-	[96136] SWD;WOLFCAMP-CISCO	Dec	279136	. 0	· 0	0	571
		[96136] SWD;WOLFCAMP-CISCO	Jan	274106	0	0	0	569
20)13	[96136] SWD;WOLFCAMP-CISCO	Feb	188190	0	0	0	418
20)13	[96136] SWD;WOLFCAMP-CISCO	Mar	225696	0	0	0	476
	_	[96136] SWD;WOLFCAMP-CISCO	Apr	209247	0	0	0	563
		[96136] SWD;WOLFCAMP-CISCO	May	225753	0	0	0	592
	_	[96136] SWD;WOLFCAMP-CISCO	Jun	184408	0	0	0	523
		[96136] SWD;WOLFCAMP-CISCO	lut	185290	0	0	0	528
	_	[96136] SWD;WOLFCAMP-CISCO	Aug	205872	0	0	0	638
	_	[96136] SWD;WOLFCAMP-CISCO	Sep	182394	0	0	0	567
	_	[96136] SWD;WOLFCAMP-CISCO	Oct	205535	0	v	0	531
	_	[96136] SWD;WOLFCAMP-CISCO [96136] SWD;WOLFCAMP-CISCO	Nov	207976	0	0	0	807
20	13		Dec	205656	0	0	0	813

t 1, 1

					•		
2014 [96136] SWD;WOLFCAMP-CISCO	Jan	231433	0	0	0	857	•
2014 [96136] SWD;WOLFCAMP-CISCO	Feb	243705	0	0	0	975	
2014 [96136] SWD;WOLFCAMP-CISCO	Mar	267235	0	0	0	1047	
2014 [96136] SWD;WOLFCAMP-CISCO	Apr	259985	0	0	0	1074	
2014 [96136] SWD;WOLFCAMP-CISCO	May	208023	0	0	0	977	
2014 [96136] SWD;WOLFCAMP-CISCO	Jun	187435	0	0	0	967	
2014 [96136] SWD;WOLFCAMP-CISCO	Jul	183979	0	0	0	899	
2014 [96136] SWD;WOLFCAMP-CISCO	Aug	205361	0	0	0	973	
2014 [96136] SWD;WOLFCAMP-CISCO	Sep	210251	0	0	0	1135	
2014 [96136] SWD;WOLFCAMP-CISCO	Oct	221273	0	0	0	1131	
014 [96136] SWD;WOLFCAMP-CISCO	Nov	220387	0	0	0	1020	
2014 [96136] SWD;WOLFCAMP-CISCO	Dec	237600	0	0	0	1074	
2015 [96136] SWD;WOLFCAMP-CISCO	Jan	186478	0	0	0	1060	
015 [96136] SWD;WOLFCAMP-CISCO	Feb	180651	0	0	0	1125	
2015 [96136] SWD;WOLFCAMP-CISCO	Mar	202660	0	0	0	843	
2015 [96136] SWD;WOLFCAMP-CISCO 2015 [96136] SWD;WOLFCAMP-CISCO	Apr	123646	0	0	0	676	
2015 [96136] SWD;WOLFCAMP-CISCO	May Jun	198714	0	0	0	882	
2015 [96136] SWD;WOLFCAMP-CISCO	 	162213	0	0	0	1250	
015[96136] SWD;WOLFCAMP-CISCO	Aug	212833	0	0	0	1327	
2015 [96136] SWD;WOLFCAMP-CISCO	Sep	213207	0	0	0	1357	
015 [96136] SWD;WOLFCAMP-CISCO	Oct	192638	0	0	0	1184	
2015 [96136] SWD;WOLFCAMP-CISCO	Nov	217175	0	0	0	1337	
015 [96136] SWD;WOLFCAMP-CISCO	Dec	178755	0	0	0	1231	
016 [96136] SWD;WOLFCAMP-CISCO	Jan	172994	0	0	0	1204	
016 [96136] SWD;WOLFCAMP-CISCO	Feb	187651	0	0	0	1162	
2016 [96136] SWD;WOLFCAMP-CISCO	Mar	186013	0	0	0	1229	
016 [96136] SWD;WOLFCAMP-CISCO	Apr	174776	0	0	0	1290	
016 [96136] SWD;WOLFCAMP-CISCO	May	164483	0	0	0	1161	
016 [96136] SWD;WOLFCAMP-CISCO	Jun	172498	0	0	0	1057	
016 [96136] SWD;WOLFCAMP-CISCO	lut	164632	0	0	0	1206	
016 [96136] SWD;WOLFCAMP-CISCO	Aug	184308	0	0	0	1347	
2016 [96136] SWD;WOLFCAMP-CISCO	Sep	169500	0	0	0	1273	
016 [96136] SWD;WOLFCAMP-CISCO	Oct	244343	0	0	0	1571	
016 [96136] SWD;WOLFCAMP-CISCO	Nov	306997	0	0	0	1650	
2016 [96136] SWD;WOLFCAMP-CISCO	Dec	272054	0		0	1621	
2017 [96136] SWD;WOLFCAMP-CISCO	Jan	283754 249049	0	0	- 0	1495 1578	
017 [96136] SWD;WOLFCAMP-CISCO 017 [96136] SWD;WOLFCAMP-CISCO	Feb Mar	307938	0	0	0	1578	
017 [96136] SWD;WOLFCAMP-CISCO	Apr	307338	0	- 0	-0-	1510	
017 [96136] SWD;WOLFCAMP-CISCO	May	280058	0	- 0	0	1313	
017 [96136] SWD;WOLFCAMP-CISCO	Jun	270448	0	0	0	1288	
017 [96136] SWD;WOLFCAMP-CISCO		177360	0	0	0	1145	
017 [96136] SWD;WOLFCAMP-CISCO	Aug	307109	0	0	0	1400	
	1000		<u> </u>	<u> </u>	<u> </u>	1.00	

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Goetze, Phillip, EMNRD

From:	Goetze, Phillip, EMNRD
Sent:	Friday, September 1, 2017 4:09 PM
То:	Mike Pippin (mike@pippinllc.com)
Cc:	Jones, William V, EMNRD; Chavez, Carl J, EMNRD; Sanchez, Daniel J., EMNRD; Inge,
	Richard, EMNRD; Dade, Lewis (Randy); Griswold, Jim, EMNRD; McMillan, Michael,
	EMNRD
Subject:	IPI Request for the Federal T SWD No. 1
Attachments:	Federal T SWD # 1 WD.PDF; Federal T SWD #1 BLM completion.pdf; SWD-1135.pdf

RE: Federal T SWD No. 1 (API 30-015-26404); SWD-1135

Mr. Pippin:

The Division has considered Limerock's alternative proposal for a limited pressure increase following consideration of the report prepared by HollyFrontier for the IPI application. The Division will not approve any partial increase in the maximum surface injection pressure without hearing due to the requirements of the UIC Program for the operation of Class I (Non-haz) wells. Additionally, the well file and associated administrative orders were reviewed for this decision and to satisfy the requirements of the Division's Primacy Agreement. This review identified issues that also supported the denial and possible noncompliance of the well's operation under its injection authority.

The review of the well file finds evidence that the perforations in the Wolfcamp from 6868 feet to 7360 feet are not within the improved injection interval (7400 feet to 8200 feet) and were not squeezed off prior to the commencement of injection [see attached well diagram]. The current well file information available to OCD shows the completion of this interval in 1993, followed by a TA status with the CIBP placed at 6800 feet. The re-entry effort by Devon for the conversion to a disposal well in 2008 makes no mention of these perforations except that they are open as described in the submittal of the 3160-4 Well Completion Form (dated September 29, 2008) to the BLM [see attached copy]. Additionally, there is no exception in the order record for the packer setting depth currently at 6789 feet. Therefore, the Division is requesting that Limerock review their sources that may show these perforations to be sealed off. If Limerock cannot provide sufficient evidence that these perforations are not accepting injection fluids, then this well will be in noncompliance of the order and will be recommended for an enforcement action.

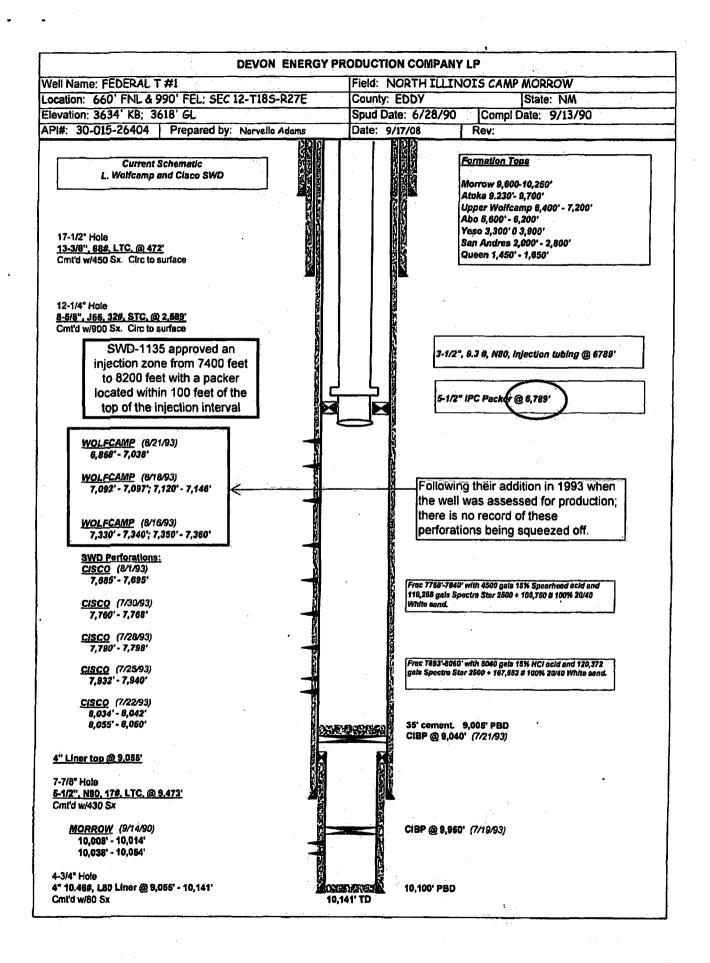
Please contact me with any questions regarding this matter. PRG

Phillip Goetze, PG

Engineering Bureau, Oil Conservation Division New Mexico Energy, Minerals and Natural Resources Department 1220 South St. Francis Drive, Santa Fe, NM 87505 Direct: 505.476.3466 E-mail: phillip.goetze@state.nm.us



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Form 3160 (February 2			DEPARTME	ITED STATE	NTERIOR AGEMENT		OCT	0620 ARTI	ub _c Esi/	D-A	RTES EX	FORM OMB N PIRES enal N	M APROVED 10. 1004-0137 . March 31, 20 0 NM-42410	07		
1a. Type of			Gas Well		Other	SV	ND- Ord	ler 1135			6 If Indian, Allottee or Tribe Name					
	Completion	New Weil	Work Ov	er 🛄 Deepe	n 🔄 Plug	Back [_]	Diff. Re:	svr.,		7	7 Unit or CA Agreement Name and No					
2 Name o	f Operator	DEVC	N ENERGY P	RODUCTION	COMPAN	(, LP				8	Lease Na		d Well No	<u></u>		
3 Address		North Broady	vav		3a P		(include 5-552-81	area cod	e)		API Wei	No.	Federal T 1			
	Oklahoma	City, OK 731		ordance with	Federal ra					1			30-015-26404			
At Surf			-			fan en ten t	. 9]				-	L.Wo	licamp and C	isco 4613		
At top p	orod Interval r	eported below		FNL 990 FE	Ļ					יין		, R , M vey or /				
At total	Depth									12	. County	or Pari	12 18\$ 27E sh 13. State			
<u> </u>	· · · · · · · · · · · · · · · · · · ·		T					9/15/08 -	SWD		Ed	dy		NM		
14 Date S	pudded		15 Date T D	Reached	16. D	ate Comp	pleted	9/13/90 o		pt 17	Elevato	ons (DF	R, RKB, RT, GL	.)*		
1	6/28/1990		8/2	5/1990		C] D & A	🗹 Ready					34' KB; 3618' C	3L		
18. Total D	lepth: MD TV	D	7600'	19. Plug B	ackTD.			5142'	ľ	20 Dep	h Bridge			6177		
21 Type E			logs Run (Subi	mit copy of ea	ich)			2		DST run		<u> </u>	lo Ves (St	ubmit analysis)		
), SDL_DSN (original loos								tional S	-	「 「 」 N		ıbmit report) ıbmit copy)		
			Il strings set in	well)										······		
Hole Size	Size/Grade	Wt (#/ft)	Top (MD)	Bottom (MD		Cementer epth		of Sks & '	Туре Се	ement	Siumy (BE		Cement Top	Amount Pulled		
17-1/2"	13-3/8"/LT&	_		472				450					Surf			
12 1/4"	8-5/8"/J55 5-1/2"/LT&C	32	╉╍╍╍┼╸	<u>2589'</u> 9473'				<u>900</u> 430			╂───		Surf Surf	·{		
4 3/4"	4"/L80	10.46		10,141'	_			80					9055'			
24. Tubing	Record	1					L						<u> </u>	<u> </u>		
											. 1			· · · · · · · · · · · · · · · · · · ·		
Size 3 1/2"		th Set (MD) 6789'	Packer Depth 6789'	(MD) Size	Dep	th Set (MI	<u>D) _ </u>	Packer De	epth (ML	<u>"</u>	Size	Dept	h Set (MD) P	acker Depth (MD)		
	ing Intervals Formation		Тор	Bottom		erforation Perforate			Size		No. Holes		Dor	Status		
	1 Gringgori						0 11(0) 1	• <u>•</u> {			110. 110/03	<u>-</u>	<u>Pen v</u>			
Wolfcamp			6868'	7360'	6868'-	7360'					140	Op	en for SWD			
Cisco			7893'	7840'	7893-1	7840'					228	Ор	en for SWD			
Morrow			10,008'	10.054	10,008	3-10.054'						Ab	andoned			
			· · · · · · · · · · · · · · · · · · ·													
0.																
D. 27 Acid, F	Depth Intervi		Squeeze, Etc.				Ame	unt and Ty	ma of M							
<u>├</u>	7893-8060'	<u> </u>	Frac - 6040 gi	als 15% HCl (acid and 1	20,3 <u>72 ga</u>	is Spec	tra Star 2	500 + 1	67,552 4	100% W	nite 20	/40 sand.			
<u> </u>	7758-7840'		Frac - 4500 ga	als 15% Spea	rhead aclo	l and 119	,255 ga	ls Spectra	a Star 2	500 + 10	6,750 # 1	00% W	/hite 20/40 san	d		
				<u> </u>	·					`			-			
													<u> </u>			
28 Produc	tion - Interval /	· · · · ·	l. <u></u>		·									l		
Date First	Tool Date	Hours	Test Production	Oil BBL	Gas MCF	Water	PPI	Oil Gran Corr. A		Garc				lather		
Produced	Test Date	Tested			Gas MCP	- valer	OUL		<u></u>			EDT	FOR REC			
NA Choke	Tbg Press	24					<u> </u>	<u> </u>		TAT	n x		TH.G			
1 ~ '		Csg Press	24 Hr Rate	Oil BBL	Gas MCF	Water	9BL	Gas · Oil I	Ratio V	el Slatu	ΨR	V 8 L	/11. 0			
Size	Flwg SI	039 11033										-		╺╋╼╼╾╉		
	ction - Interval		>			[#DIV/	01		SE	P 2	9 2008			
			Test Production	Orl BBL	Gas MCF	Water	BB/	BDIV/C	vay	Gas G	+	<u>p 2</u>	9 2008	Aethod		

ι.

Choke Size	Tog. Press Flwa Sl	Can Broad	24 Hr Rate	Gas MCF	Malas DBI	Gas · Oil Rato	Alali Chakus	
3126	riwy ai	CSD LIG22		Gas Micr	AAsiel ODF	Gas Ol Rato	vven Status	· · · · · · · · · · · · · · · · · · ·
	tions and some							

(See instructions and spaces for additional data on reverse side)

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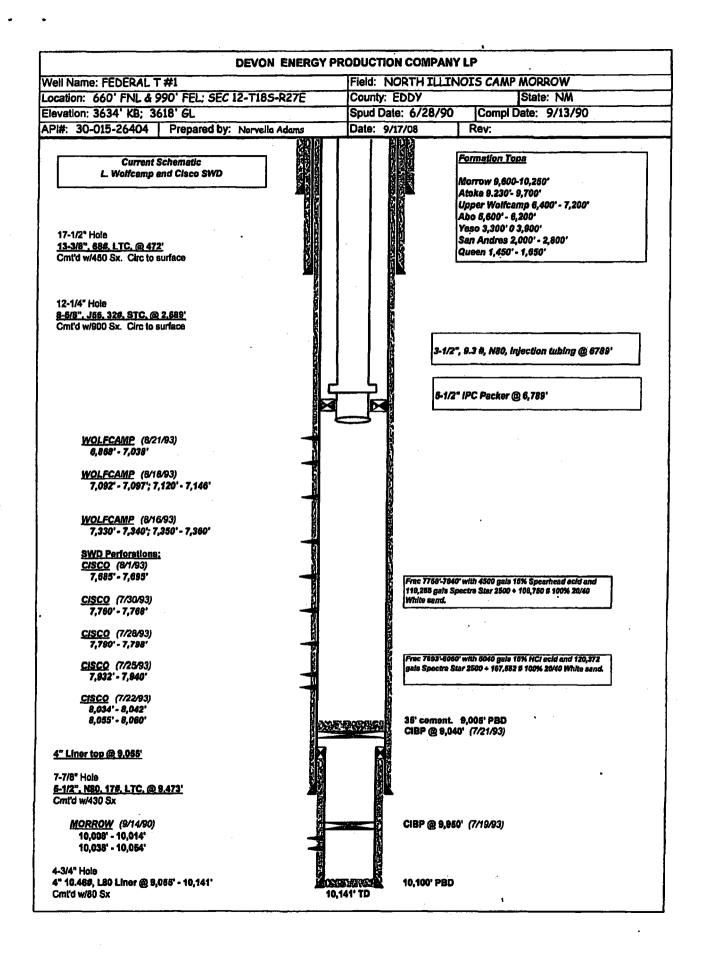
	ction - Interval (
Produced	Test Date	Hours Tested	Production	Oit BBL	Gas MCF	Water Bl	BL	Oil Gravity Corr. API	Gas Gravity	Pr	oduction Method				
Choke Size	Tbg. Press. Flwg SI	Csg Press		Oil BBL	Gas MCF	Water Bi	BL	Gas : Oil Ratio	Weil Status	L					
28c Produ	ction - Interval I														
Produced	Test Date	Hours Tested	Production	Oil BBL	Gas MCF	Water Bi	3L	Oil Gravity Corr. API	Gas Gravity	Pn	eduction Method				
Choke Size	Tbg Press. Flwg SI	Csg Press		Oil BBL	Gas MCF	Water Bl	31	Gas : Oil Ratio	Well Status		·				
1800 instru	tions and snow	La for oddilio		(TO Aido)		L			L		·				
	(See instructions and spaces for additional data on reverse side)														
	ry of Porous Zon	·		<u> </u>	·		31	Formation (Log) Markers						
stern tests, i			d contents there ad, cushion used												
										L	Тор				
For	mation	Тор	Bottom	Descrip	tions, Conte	nts, etc	Yate		Name		Meas Depth				
							Quee Gray	en burg Andres		1 1 2 4	218' 572' 072' 824' 016'				
							Cisco Strav Atoki	vn a		8 9 9	682' 1912' 1513' 1628'				
								ow ow Clastics if Morrow		9	828' 1985' 0104'				
32. Addition	al remarks (incl	ude olugaina	procedure).	· · · · · · · · · · · · · · · · · · ·							·····- _				
				·											
33 Indicate	which items hav	e been atlac	hed by placing a	check in th	e appropriat	e box									
	al/Mechanical I			_	Geologic Re		DST	Report	Directional Survey	,					
	Notion for cha		mont unafastas		Core Analys	<u>ر</u> ا م	Othe		Schometin						
34. (herefw	certify that the f	yying and ce	ment ventication	ation is con	core Analys	arrect as del	termin	ed from all ava	Schematic	attached Incl	nuctions)*				
	·				-F-1217 1118 V										
Name (Pieas		~	Norveila	Adams		Trtle			r. Staff Engineering	Technician					
Signature	1 -	<u>_d</u>	\sim	\leq	$\overline{}$	Date		9/17/2							
			C. Section 1212, 17 ations as to any m			n knowingly	end w	inully to make to	eny department or eg	ency of the Uni	ned States any falso,				

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BUREA SUNDRY NOT	UNITED STATES ITMENT OF THE INTERIOR U OF LAND MANAGEMENT ICES AND REPORTS ON N In for proposals to drill or to	r WELLS		FORM APROVED OMB NO. 1004-0137 EXPIRES: March 31, 2007 5 Lease Serial No NM-42410
	Form 3160-3 (APD) for st			6. If Indian, Allottee or The Name
	LICATE - Other instructions	on page 2		7. Unit or CA Agreement Name and No.
1. Type of Well Gas We	II 🖸 Other SWD conv	ersion. Admin Order SWD-1	175	8 Well Name and No
2. Name of Operator				Federal T 1
DEVON ENERGY PRODUC	TON COMPANY, LP	······································		9 API Well No
3a, Address		3b. Phone No. (include ar	es code)	30-015-26404
20 North Broadway, Oklahoma City, O 4 Location of Well (Footage, Sec., T.,		405-552-8198		10. Field and Pool, or Exploratory Area L.Wolfcamp and Cisco
	2 18\$ 27E	<i>'</i>		11. County or Pansh, State
L				Eddy NM
12. CHECK	APPROPRIATE BOX(es) 1	O INDICATE NATURE OF NO	OTICE, REPO	
	Acidize			n (Start/Resume) UWater Shut-Off
Notice of Intent	Alter Casing	Fracture Treat	Redamati	ion 🔄 Well Integrity
Subsequent Report	Casing Repair	New Construction Plug and Abandon		ite Dither
Final Abandonment Notice	Convert to Injection	Plug Back	UWater Dis	
bbis at 3 bbis/min – 170# psi, pumped 8 8/08/08 Trucked in and established inje 8/11/08 Dnilled cement retainers at 774 8/12/08 Drilled cement retainer at 7820 8/13/08 Perforate Cisco from 7893' – 8 167,552 # 20/40 White sand. 8/14/08 TIH with retrievable tool and I 228 total holes 8/15/08 TIH with packer and set at 758 8/16/08 Frac 7759'-8060' with 4500 gal 8/18/08 Release packer. TOOH with p 8/20/08 TIH with baller and balled sand 9/15/08 TIH with packer and tubing. Se TOOH with tubing. RIH with 3 ½" IPC to	80P. TIH with bit and drift of ', CIBP at 7300' and cement bbis at ½ bbi/min – 0# psi, p i0 bbis at 4 bbis/min – 250 p iction in the Wolfcamp at 15 5', and 7780'. ' and 8000'. Circulate hole at 060', total 140 holes. TIH ar atch onto packer. Release p 2'. NU frac valve. s 15% Spearhead acid + 11% acker and tubing . Balled sand to 8460'. TOO tt packer at 6789'. ND BOP rbing and set at 6789'. Inject	at 7560' and CIBP at 7595'. pumped 50 bbis at 1 bbi/min -2 sl. i0 BWPD at 170 psl. and TOH with tubing and bit. nd set packer at 7688'. Frac w backer and TOOH with packer in 9,255 gals Spectra 2500 + 108 DH with tubing. ND BOP and N and NU tree Ran MIT test to	ith 5,040 gals and tubing. R ,750 # 20/40 IU flange. Wi 500 # for 30 n	
14- I hereby certify that the foregoing is tr Name. Norvella Adams	ue and correct	Sr. Staff Engineering T	echnician	
Signature .				
		R FEDERAL OR STATE	OFFICE I	 SE
Approved by /S/ DAVID	7.]GLAS\$			
SEP 2 9 2008	Title	A.A.	epted to	
Conditions of approval, if any are attached notice does not warrant or contry that the equitable title to those Apple IR in Stables entitle the applicant of Contract or Operating	I. Approval of this applicant holds legal or lease which would in thereon Office	:e	NMOC	D .
Table 18 U S C Section 1001 and Table 43 U S C Section representations as to any matter within its junisdiction	1 212 maxe a a crime for any person	www.gy and wandy to make to any d	aberament or egen	cy of the United States any false, licitious or fraudulent statements or

.



SUL A STATE	C-108 Review	v Checklist: R	eceived Add. Requ	est:	Reply Date:	Suspended:	[Ver 15]
	ORDER TYPE: WF	X/PMX/SWD Nu	mber: Order	Date:	Legacy Permi	ts/Orders:	
Well No	<u>1</u> Well Name(s): Feder	e: 6/29/195	540			
API : 30-0 _1	5-2640	ンソ Spud Dat	e: <u>6/29/19</u> 51	<i>U</i> New or Old:	(UIC Class II	Primacy 03/07/1982)	
Footages	AUFEL	Lot	or Unit A Sec 12		25 Rge 27	E County Ed.	ty
General Locatio	on: 29m,	125 ELS	+/Antesie Pool:	Circ	LECAmp - co	Pool No.: 961	36
BLM 100K Map	Antessa	۲۲۲ Operator: <u>۱۲۲۶</u>	ounces II-A		: <u>277 55 Y</u> Conta	ict: <u>Pippin's A</u>	2 cnt
COMPLIANCE	RULE 5.9: Total Wel	ls: 570 Inactiv	e: Finci Assur:		. Order? <u>MA</u> IS	5.9 OK? <u>V</u> Date:	0-20-201
WELL FILE RE	EVIEWED O Current	Status: Ac	or Unit A Sec /2 +//Am tesre pool: per Rock ounces II - A e: S Finct Assur: tive (up	detil Gun	ng Penn	it to mate	h penfort
WELL DIAGRA	AMS: NEW: Proposed	I O or RE-ENTER:	Before Conv. O After C	Conv.	ogs in Imaging:		
Planned Rehab	Work to Well:						
Well Cons	truction Details	Sizes (in) Borehole / Pipe	Setting Depths (ft)		Cement Sx or Cf	Cement Top and Dete	ermination Method
Planned	or ExistingSurface	17-2/13 38	472'	Stage Tool	450	SUPFLE	= / Vishel
Planned_or E	Existing Interm/Prod	124/848	25851		90U	SACELLO	
Plannedor	ExistingInterm/Prod	77/8/1952	9473		430	SUFFALL	
Planned_or	Existing _ Prod/Liner						
Plann	ned_or Existing _ Liner						
Planned_or		68681		Inj Length	Comp	etion/Operation De	tails:
Injection Lithr	ostratigraphic Units:	Depths (ft)	Injection or Confining	Tops	Drilled TD /D/	41 PBTD 900	25'
	: Litho. Struc. Por.		Units 69	1) . opo		NEW PBTD	
	t: Litho. Struc. Por.			2/16) or NEW Perfs (2)-	
_	sed Inj Interval TOP:			7610	· · /-	in. Inter Coated?	
-	nj Interval BOTTOM:				Proposed Packer D	Depth 6781 ft	K
Confining Uni	t: Litho. Struc. Por.				Min. Packer Depth	6768 (100-ft limi	it)
Adjacent Unit	: Litho. Struc. Por.				•	face Press. <u>1550</u> p	
<u>A</u>	OR: Hydrologic a	and Geologic In	formation		Admin. Inj. Press.	374 (0.2 psi p	er ft)
POTASH: R	-111-P Noticed	P BLM Sec Ord	WIPP O Noticed?_	Salt/Sa	lado T:B:	<u>NW</u> : Cliff House fm	<u> </u>
FRESH WAT	TER: Aquifer		Max Depth	HYDRO	O AFFIRM STATEM	ENT By Qualified Pers	on @
	in:	SANAM	on ci i an an			? FW Analysi	
Disposal Flui	d: Formation Source(s) Ye	くろ Analysis	?	On Lease 🔿 Opera	tor Only 🕝 or C ommerc	cial ()
Disposal Int:	Inject Rate (Avg/Max	BWPD): 4,35 37	Protectable Water	s? <u>M//</u> S	ource:	System: Closed or O	pen
HC Potenti	al: Producing Interval	I? <u>M</u> Formerly Pr	oducing?Method:	Logs/DST/P	&A/Other	2-Mile Radius Pool M	lap 🔿
			Total No. Wells P				
Penetrating V	Vells: No. Active We		on which well(s)?_			Diagrams?	— ,
Penetrating V	Vells: No. P&A Wells	Num Repairs?	on which well(s)?			Diagrams?	
NOTICE: Ne	wspaper Date_0c+	Mineral	owner_BLM	_ Surface C	Dwner BLM	N. Date	ctoberz 20
RULE 26.7(A):	: Identified Tracts?	Affected Per	sons: Apcille,	ment	ourns m ?	MOilCL N. Date C	Xtherz 2
Order Cond	itions: Issues:	1					

Uraer	Conditions:	

Add Order Cond:__