STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

APPLICATION OF MESQUITE SWD, INC. TO APPROVE PRODUCED WATER DISPOSAL WELL IN EDDY COUNTY, NEW MEXICO

CASE NO. 20312

APPLICATION OF MESQUITE SWD, INC. TO APPROVE PRODUCED WATER DISPOSAL WELL IN EDDY COUNTY, NEW MEXICO

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APPLICATION OF MESQUITE SWD, INC. TO APPROVE PRODUCED WATER DISPOSAL WELL IN EDDY COUNTY, NEW MEXICO

CASE NO. 20314

MESQUITE SWD INC.'S PRE-HEARING STATEMENT

Mesquite SWD Inc. ("Mesquite") submits this Pre-Hearing Statement for the above-referenced cases pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

Mesquite SWD Inc.

Deana M. Bennett Modrall, Sperling, Roehl, Harris & Sisk, P.A. P. O. Box 2168 Albuquerque, New Mexico 87103-2168 (505) 848-1800

OTHER PARTIES:

ATTORNEY

The New Mexico Oil Conservation Division

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STATEMENT OF CASES

APPLICANT:

In Case No. 20312, Mesquite seeks an order approving disposal into the Siluro-Devonian formation through the Fontus SWD #1 well at a surface location 613 feet from the North line and 2490 feet from the West line (Unit C) of Section 32, Township 25 South, Range 28 East, NMPM, Eddy County, New Mexico for the purpose of operating a produced water disposal well. Mesquite seeks authority to inject produced water into the Siluro-Devonian formation at a depth of approximately 14,500' to 15,700'. Mesquite further seeks approval of the use of 7 inch tubing inside the surface and intermediate casings and 5 ½ inch tubing inside the liner and requests that the Division approve a maximum daily injection rate for the well of 40,000 bbls per day. Said area is located approximately 10.5 miles South of Malaga, New Mexico.

In Case No. 20313, Mesquite seeks an order approving disposal into the Siluro-Devonian formation through the Laguna Salada 13 SWD #1 well at a surface location 685 feet from the South line and 50 feet from the East line (Unit P) of Section 13,

Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico for the purpose of operating a produced water disposal well. Mesquite seeks authority to inject produced water into the Siluro-Devonian formation at a depth of approximately 14,500' to 15,700'. Mesquite further seeks approval of the use of 7 inch tubing inside the surface and intermediate casings and 5 ½ inch tubing inside the liner and requests that the Division approve a maximum daily injection rate for the well of 40,000 bbls per day. Said area is located approximately 3.5 miles Northeast of Loving, New Mexico.

In Case No. 20314, Mesquite seeks an order approving disposal into the Siluro-Devonian formation through the Laguna Salada 19 SWD #1 well at a surface location 1752 feet from the South line and 1727 feet from the East line (Unit J) of Section 19, Township 23 South, Range 29 East, NMPM, Eddy County, New Mexico for the purpose of operating a produced water disposal well. Mesquite seeks authority to inject produced water into the Siluro-Devonian formation at a depth of approximately 14,500' to 15,700'. Mesquite further seeks approval of the use of 7 inch tubing inside the surface and intermediate casings and 5 ½ inch tubing inside the liner and requests that the Division approve a maximum daily injection rate for the well of 40,000 bbls per day. Said area is located approximately 4.5 miles East of Loving, New Mexico.

PROPOSED EVIDENCE

Applicant:	Time	Exhibits
Riley Neatherlin	Approx. 10 min. per case	Approx. 5
Kate Zeigler – Geologist	Approx. 30 min. per case	Approx. 11
Scott Wilson - Engineer	Approx. 30 min. per case	Approx. 11
Seismologist-TBD	Approx. 30 min. per case	Approx. 7

Procedural Issues

Counsel for Mesquite has agreed to a request from the Oil Conservation Division to continue these three cases and files this pre-hearing statement out of an abundance of caution. If the cases are continued, Mesquite may filed an amended pre-hearing statement.

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

Bv:

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CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served on counsel of record by electronic mail on February 28, 2019:

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