

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary

Todd E. Leahy, JD, PhD
Deputy Secretary

DYLAN M FUGE
DIRECTOR (ACTING)



BY ELECTRONIC MAIL ONLY

Jessica LaMarro, Geologist
Forty Acres Energy LLC
11757 Katy Freeway
Suite 1000
Houston, TX 77079
E-mail: jessica@faenergyus.com

Re: Order R-14616, WFX- 1040: Third Extension of Deadline to Commence Injection

West Eumont Secondary Recovery Project

Order Date: February 5, 2020

First Extension: issued May 13, 2020, for an extension thru February 5, 2022

Second Extension: issued January 14, 2022, for an extension thru February 5, 2023

Injection approved West Eumont Unit; Eumont; Yates-7Rvrs-Queen Pool (Pool Code 22800 (oil) and 76480 (gas) for the following nine wells located in Sections 1, 2 and 12 in Township 21 South, Range 35 East, NMPM, Lea County:

1. West Eumont Unit Well No. 114	M-01-21S-35E
2. West Eumont Unit Well No. 115	M-01-21S-35E
3. West Eumont Unit Well No. 116	M-01-21S-35E
4. West Eumont Unit Well No. 117	M-01-21S-35E
5. West Eumont Unit Well No. 126	L-01-21S-35E
6. West Eumont Unit Well No. 127	L14-01-21S-35E
7. West Eumont Unit Well No. 135	C-12-21S-35E
8. West Eumont Unit Well No. 136	E-12-21S-35E
9. West Eumont Unit Well No. 228	I-02-21S-35E

Mrs. Jessica,

The Oil Conservation Division ("OCD") has reviewed your December 2, 2022, request to extend the deadline in the referenced order to commence injection into referenced wells. The request, which was received prior to the deadline, states the reasons for granting an extension, that no additional wells penetrating the approved injection interval have been drilled within the Area of Review since the referenced order was granted, and that additional affected parties in the AOR,

if any, were notified of your extension request and did not protest the extension. Accordingly, OCD reviews your request administratively.

The OCD finds that for reasons you have stated, the granting of this request to extend the deadline is in the interest of conservation, will prevent waste, and will protect the environment. Therefore, the deadline to commence injection for the existing order is hereby extended until February 5, 2024. An additional request to extend the deadline to inject will be contingent upon the wells being spudded and the OCD being provided plans to complete the wells within the following year. Additionally, a subsequent extension request will not be granted for this order to an operator other than Forty Acres Energy LLC.

All requirements of the above referenced hearing order and agreements in the application remain in full force and effect. Any further extension of the deadline to commence injection shall be considered but must be submitted in writing prior to the new extended deadline.


DYLAN MINUGE
DIRECTOR (ACTING)

Date: 3/2/23

DMF/mgm

cc: Oil Conservation Division - Engineering Bureau
Bureau of Land Management - Carlsbad Field Office
State Land Office - Oil, Gas and Minerals Leasing

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone:(575) 748-1283 Fax:(575) 748-9720
District III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

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

CONDITIONS

Action 197099

CONDITIONS

Operator: FORTY ACRES ENERGY, LLC 11757 KATY FWY HOUSTON, TX 77079173	OGRID: 371416
	Action Number: 197099
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
mgebremichael	None	3/14/2023