

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
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Albert C.S. Chang
Division Director
Oil Conservation Division



BY ELECTRONIC MAIL ONLY

Forty Acres Energy, LLC
(OGRID: 371416)
c/o Jessica LaMarro
E-mail contact: jessica@faenergyus.com

RE: Administrative Order WFX-1054- Third Extension of Deadline to Commence Injection

Blackbeard North Waterflood Project Expansion approved by Division Order No. R-22349

Order Date: February 7, 2023

First Extension: February 7, 2025

Second Extension: February 7, 2026

Greetings Ms. LaMarro,

The Oil Conservation Division (“OCD”) has reviewed your January 9, 2026, request to extend the deadline in the referenced order to commence injection into the following proposed wells.

	Well Name	Unit Letter	Section	Township	Range
1	STATE A A/C 2 #96	I	5	22S	36E
2	STATE A A/C 2 #97	J	5	22S	36E
3	STATE A A/C 2 #98	L	5	22S	36E
4	STATE A A/C 2 #99	N	5	22S	36E
5	STATE A A/C 2 #100	O	5	22S	36E
6	STATE A A/C 2 #101	P	5	22S	36E
7	STATE A A/C 2 #102	B	5	22S	36E
8	STATE A A/C 2 #103	C	8	22S	36E
9	STATE A A/C 2 #104	F	5	22S	36E
10	STATE A A/C 2 #105	C	5	22S	36E
11	STATE A A/C 2 #106	L	8	22S	36E
12	STATE A A/C 2 #107	G	8	22S	36E

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	Well Name	Unit Letter	Section	Township	Range
13	STATE A A/C 2 #108	J	8	22S	36E
14	STATE A A/C 2 #109	M	8	22S	36E

The WFX order approved the injection of water into the South Eunice Seven Rivers-Queen Waterflood Project (Pool code 57570) for the listed fourteen wells located in Sections 5 and 8, Township 22 South, Range 36 East, NMPM, Lea County.

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 ("AOR") since the referenced order was granted. Additionally, two new Affected persons have been identified within the half-mile AOR and were noticed. Therefore, the extension request could be reviewed administratively for approval.

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 7, 2027**. 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.



ALBERT C.S. CHANG
DIVISION DIRECTOR

Date: 07/02/2026

AC/sjs

cc: Case No. 22133
File for WFX-1054

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
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CONDITIONS

Action 602882

CONDITIONS

Operator: NEW MEXICO ENERGY MINERALS & NATURAL RESOURCE 1220 S St Francis Dr Santa Fe , NM 87504	OGRID: 264235
	Action Number: 602882
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
stacy.sandoval	None	7/7/2026