Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd E. Leahy, JD, PhD Deputy Secretary

September 1, 2021

Cobra Oil & Gas Corporation (OGRID 147404) c/o Barbara Pappas E-mail contact: barbara@cobraogc.com Adrienne Sandoval, Director Oil Conservation Division



## RE: <u>Administrative Order SWD-1719; 2<sup>nd</sup> Extension of Deadline to Inject</u> Well: Wishbone State SWD Well No. 1 (API 30-005-29217) Located: Unit L, Sec 1, T11S, R31E, NMPM, Chaves County, New Mexico Order Date: March 13, 2018 Injection formations: Devonian formation; 11,616 feet to 11,800 feet

Dear Ms. Pappas:

Reference is made to your March 10, 2021 request on behalf of Cobra Oil & Gas Corporation (the "operator") to extend the deadline stipulated in the above titled order to commence injection for the above referenced well for reasons outlined in your correspondence. The original deadline date to commence injection under said order was two years after issuance: March 13, 2020. However, the Oil Conservation Division (OCD) formally approved the operator's first extension request submitted February 21, 2020, which contained the required information and was submitted prior to the original deadline. Therefore, the OCD shall recognize the first extension request providing a current deadline date of March 13, 2021.

It is the Division's understanding from your correspondence that the Operator encountered potential commercial quantities of hydrocarbons while drilling the subject well. Additionally, the well has already been drilled to the desired total depth for disposal operations. As a result, Cobra is going to perform a production test on the San Andres formation and will isolate the Devonian interval while performing the test. Therefore, the extension request could be reviewed administratively for approval.

The Division finds that for reasons you have stated, the granting of this request to extend this administrative order 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 <u>extended until **August 13, 2022**</u>.

All requirements of the above referenced administrative order and agreements in the application remain in full force and effect. Any additional extension of the deadline to commence injection for this administrative order will not be considered unless the operator can demonstrate good cause. Otherwise, the injection authority shall expire under the terms of the extended administrative order and the operator shall be required to submit a new application to obtain injection authority for the referenced well.



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## AS/bl

cc: Oil Conservation Division – Artesia District Office New Mexico State Land Office – Mineral Resources Division Order SWD-1719