

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor

Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

October 23, 2006

Southwest Royalties, Inc./Clayton Williams Energy 6 Desta Drive, Suite 2100 Midland, Texas 79705

Attention: Ms. Dawn Howard

Re:

Extension of Division Order WFX-816

McGuffin Well No. 2 (API No. 30-025-24693)

Flying "M" San Andres Unit Well No. 241 (**API No. 30-025-24692**) Flying "M" San Andres Unit Well No. 342 (**API No. 30-025-29448**)

Section 29, T-9 South, R-33 East, NMPM,

Lea County, New Mexico

Dear Ms. Howard:

Reference is made to your request dated October 20, 2006 for an extension of the time period in which to commence injection into the McGuffin Well No. 2 and the Flying "M" San Andres Unit Wells No. 241 and 342. As you are aware, Division Order No. WFX-816 expires on October 26, 2006, if injection has not yet commenced into the wells.

For the reasons outlined in your letter, a 90-day extension is hereby granted. If injection has not commenced within these wells on or before January 25, 2007, or, if an additional extension is not granted, the injection authority for the wells shall terminate on that date.

Sincerely,

Mark E. Fesmire, P.E.

Director

Xe: C

OCD-Hobbs File-WFX-816