

New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

John H. Bemis
Cabinet Secretary-Designate

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

Jami Bailey
Division Director
Oil Conservation Division



June 1, 2011

Mesquite SWD, Inc.
C/O Dr. Kay Havenor
904 Moore Ave
Roswell, NM 88201-1144

Re: Administrative Order SWD-1186


Big Eddy SWD Well No. 1 (API 30-015-05819)
660 FSL, 660 FEL, Unit P, Sec 3, T20S, R31E, NMPM, Eddy County
Injection into the Miss and SiluroDev formations, Depths: 12950 to 14205

You have submitted a request on behalf of Mesquite SWD, Inc., for an extension of this disposal permit beyond the one year deadline to commence injection for the reasons outlined in the attached correspondence.

The Division finds that granting this request to extend this injection permit is in the interest of conservation and will prevent waste and protect the environment.

All requirements of the above referenced injection permit and agreements in the application remain in full force and effect.

The deadline to commence injection is hereby extended until August 14, 2012.



JAMI BAILEY
Director

JB/wvj

Cc: Oil Conservation Division – Artesia
File: SWD-1186



Jones, William V., EMNRD

From: Kay Havenor [khavenor@georesources.com]
Sent: Tuesday, May 31, 2011 6:27 PM
To: Jones, William V., EMNRD
Subject: RE: SWD-1186

NMED Class I permit went into limbo-land. The potash people were asked to provide a water sample of their waste product and they totally balked. This disposal is proceeding with Class II, which was the co-disposal plan from the beginning.

Kay

At 11:51 AM 5/31/2011, you wrote:

Are you waiting on the NMED Class I permit?

From: Kay Havenor [<mailto:khavenor@georesources.com>]
Sent: Tuesday, May 31, 2011 10:36 AM
To: Jones, William V., EMNRD
Subject: SWD-1186

As an additional note, Mesquite has already acquired all required right-of-ways and permits. I am just concerned that the timing with the rig availability is going to bit us.
Thanks.

Kay

Mr. Jones,

Mesquite SWD would respectfully request an extension to the completion and commencement injection date for the Big Eddy deep well. Mesquite had considerable delays in the BLM permitting process, combined with Potash considerations, that have cascaded into re-finding big rig availability, and BLM operational time restriction problems that will not allow re-entry and completion until beyond the August 14, 2011 deadline. Your consideration is respectfully requested.

Kay Havenor

Kay C. Havenor, Ph.D., PG. CPG
GeoScience Technologies
904 Moore Ave
Roswell, NM 88201-1144
(575) 626-4518

Kay C. Havenor, Ph.D., PG. CPG
GeoScience Technologies
904 Moore Ave