Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd E. Leahy, JD, PhD Deputy Secretary Adrienne Sandoval, Director Oil Conservation Division



March 23, 2021

Vista Disposal Solution, LLC (OGRID 329051) c/o Nate Alleman E-mail contact: nalleman@all-llc.com

RE: <u>Hearing Order R-21307; Extension of Deadline to Inject</u>

Well: Katherine Federal SWD Well No. 1 (API 30-025-Pending) Located: Unit B, Sec 24, T25S, R32E, NMPM, Lea County, New Mexico Order Date: May 7, 2020 Injection formations: Devonian and Silurian formation; 17,720 feet to 19,000 feet

Dear Mr. Alleman:

Reference is made to your March 18, 2021 request on behalf of Vista Disposal Solution, LLC (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 deadline date to commence injection under said order was one year after issuance of the order: May 7, 2021.

It is the OCD's understanding from your correspondence that since the date of issuance of this permit, no additional wells that penetrate the approved injection interval were drilled in the one-mile Area of Review (AOR). Additionally, no new affected party has been identified in the AOR. 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 this hearing 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 May 7, 2022</u>.

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

ADRIENNE SANDOVAL Director

AS/bl

cc: Oil Conservation Division - Hobbs District Office Bureau of Land Management – Carlsbad Field Office Order R-21307