State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



October 7, 2015

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

Mr. Billy Pritchard, Agent for TLT SWD, LLC Pueblo West Resources 125 Greathouse Village Decatur, TX 78234

RE: Administrative Order SWD-1439; Extension of Deadline

Phillips State Well No. 1 (API 30-025-01271)

1980' FSL, 660' FWL; Unit I, Sec 25, T16S, R33E, NMPM, Lea County, New Mexico

Order Date: September 24, 2013

Injection into the lower Wolfcamp formations; approved interval: 10772 feet to 10829 feet

Mr. Pritchard:

Reference is made to your request, dated September 1, 2015, on behalf of TLT SWD, LLC for a one-year extension of the September 24, 2015, deadline to commence injection into the above named well for reasons outlined in the attached correspondence.

It is the Division's understanding from your request that there have been no significant changes in the information provided in the application submitted for review and approval of this order. These changes include the completion of new wells within the Area of Review that penetrated the approved injection interval and any changes in ownership.

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

All requirements of the above referenced administrative order and agreements in the application remain in full force and effect.

SWD-1439: Extension of Deadline

TLT SWD, LLC October 7, 2015 Page 2 of 2

The deadline to commence injection for the existing order is hereby <u>extended until September 24</u>, <u>2016</u>.

Sincerely,

DAVID R. CATANACH

Director

DRC/prg

cc: Oil Conservation Division – Hobbs District Office

Well File API 30-025-01271

SWD-1439

State Land Office - Oil, Gas and Minerals Division