State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Dylan M Fuge Deputy Secretary Dylan M Fuge Director (Acting)



BY ELECTRONIC MAIL ONLY

Jessica LaMarro, Geologist Forty Acres Energy LLC 11757 Katy Freeway Suite 1000 Houston, TX 77079 E-mail: jessica@faenergyus.com

Re: Order R-14616, WFX- 1040: Fourth Extension of Deadline to Commence Injection

West Eumont Secondary Recovery Project Order Date: February 5, 2020 First Extension: issued May 13, 2020, for an extension thru February 5, 2022 Second Extension: issued January 14, 2022, for an extension thru February 5, 2023 Third Extension: issued March 2, 2023, for an extension thru February 5,2024

Injection approved West Eumont Unit; Eumont; Yates-7Rvrs-Queen Pool (Pool Code 22800 (oil) and 76480 (gas) for total of nine wells. Four of the approved wells have been drilled and commenced injecting while the following five wells located in Sections 1, 2 and 12 in Township 21 South, Range 35 East, NMPM, Lea County are requiring an extension of deadline to commence injection.

West Eumont Unit Well No. 126	L-1-21S-35E
West Eumont Unit Well No. 127	F-1-21S-35E
West Eumont Unit Well No. 135	C-12-21S-35E
West Eumont Unit Well No. 228	I-2-21S-35E
West Eumont Unit Well No. 136	E-12-21S-35E

Mrs. Jessica,

The Oil Conservation Division ("OCD") has reviewed your December 13, 2023, request to extend the deadline in the referenced order to commence injection into referenced wells. The request, which was received prior to the deadline, states the reasons for granting an extension, that no additional wells penetrating the approved injection interval have been drilled within the Area of Review since the referenced order was granted, and that additional affected parties in the AOR.

If any, were notified of your extension request and did not protest the extension. Accordingly, OCD reviews your request administratively.

The OCD finds that for reasons you have stated, the granting of this request to extend the deadline 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 extended until February 5, 2025. An additional request to extend the deadline to inject will be contingent upon the wells being spudded and the OCD being provided plans to complete the wells within the following year. Additionally, a subsequent extension request will not be granted for this order to an operator other than Forty Acres Energy LLC.

All requirements of the above referenced hearing order and agreements in the application remain in full force and effect. Any further extension of the deadline to commence injection shall be considered but must be submitted in writing prior to the new extended deadline.

Date: 12/27/23

DYLAN M FUGE DIRECTOR (ACTING)

DMF/mgm

cc: Oil Conservation Division - Engineering Bureau Bureau of Land Management - Carlsbad Field Office State Land Office - Oil, Gas and Minerals Leasing

District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS

Operator:	OGRID:
FORTY ACRES ENERGY, LLC	371416
11757 KATY FWY	Action Number:
HOUSTON, TX 77079173	297732
	Action Type:
	[IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By Condition Condition Date mgebremichael 12/27/2023 None

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Action 297732