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-22349, WFX- 1054: Extension of Deadline to Commence Injection

South Eunice Seven Rivers-Queen Waterflood Project (Pool code 57570)

Order Date: February 7, 2023

Injection approved South Eunice Seven Rivers-Queen Waterflood Project (Pool code 57570) for a total of 14 wells located in Sections 5 and 8 in Township 22 South, Range 36 East, NMPM, Lea County are requiring an extension of deadline to commence injection.

API No.	Well	ULSTR	Footage N/S & E/W	Approved Injection Interval (in	Maximum Surface
				•	Pressures(Psi)
30-025-xxxx	STATE A A/C 2 #96	Unit I, Sect 5, Twn 22S Rge 36E	1350 FSL, 1300 FEL	3500-3983	700
30-025-xxxx	STATE A A/C 2 #97	Unit J, Sect 5, Twn 22S Rge 36E	1350 FSL_ 2622 FEL	3500-3983	700
30-025-xxxx	STATE A A/C 2 #98	Unit L, Sect 5, Twn 22S Rge 36E	1354 FSL 1335 FWL	3500-3983	700
30-025-xxxx	STATE A A/C 2 #99	Unit N, Sect 5, Twn 22S Rge 36E	9 FSL 1346 FWL	3500-3983	700
30-025-xxxx	STATE A A/C 2 #100	Unit O, Sect 5, Twn 22S Rge 36E	10 FSL 2595 FEL	3500-3983	700
30-025-xxxx	STATE A A/C 2 #101	Unit P, Sect 5, Twn 22S Rge 36E	10 FSL 1284 FEL	3500-3983	700
30-025-xxxx	STATE A A/C 2 #102	Unit B, Sect 5, Twn 22S Rge 36E	1282 FNL 2610 FEL	3500-3983	700
30-025-xxxx	STATE A A/C 2 #103	Unit C, Sect 8, Twn 22S Rge 36E	1229 FNL 1360 FWL	3500-3983	700
30-025-xxxx	STATE A A/C 2 #104	Unit F, Sect 5, Twn 22S Rge 36E	2642 FNL 1353 FWL	3500-3983	700
30-025-xxxx	STATE A A/C 2 #105	Unit C, Sect 5, Twn 22S Rge 36E	1310 FNL 1346 FWL	3500-3983	700
30-025-xxxx	STATE A A/C 2 #106	Unit L, Sect 8, Twn 22S Rge 36E	2616 FSL 1270 FWL	3500-3983	700
30-025-xxxx	STATE A A/C 2 #107	Unit G, Sect 8, Twn 22S Rge 36E	2631 FNL 2616 FEL	3500-3983	700
30-025-xxxx	STATE A A/C 2 #108	Unit J, Sect 8, Twn 22S Rge 36E	1383 FSL 2563 FEL	3500-3983	700
30-025-xxxx	STATE A A/C 2 #109	Unit M, Sect 8, Twn 22S Rge 36E	1231 FSL 1243 FWL	3500-3983	700

Mrs. Jessica,

The Oil Conservation Division ("OCD") has reviewed your December 11, 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 7, 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: 1/24/24

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

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

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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

Action 307223

CONDITIONS

Operator:	OGRID:
FAE II Operating LLC	329326
11757 Katy Freeway, Suite 725	Action Number:
Houston, TX 77079	307223
	Action Type:
	[IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created I	Ву	Condition	Condition Date
mgebr	remichael	None	1/24/2024