State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Melanie A. Kenderdine Cabinet Secretary-Designate

Ben Shelton Deputy Secretary (Acting) **Gerasimos "Gerry" Razatos** Division Director (Acting) Oil Conservation Division



BY ELECTRONIC MAIL ONLY

Chevron USA Inc. (OGRID 4323) 6301 Deauville Blvd Midland, TX 79706 c/o Cody Comiskey, Subsurface Advisor E-mail contact: cody.comiskey@chevron.com

RE: <u>Hearing Order No. R-23087; UIC Permit SWD-2540; Extension of Injection</u> <u>Authority</u>

Well: Severitas 2 State SWD No.1 Location: Sec. 2, Township 26 South, Range 27 East, NMPM, Lea County, New Mexico Latitude/Longitude: 32.076713°N and 104.155510°W NAD83 Order Date: March 4, 2024 Injection formations: Bell Canyon and Cherry Canyon Formations of the Delaware Mountain Group; 4654 feet to 7285 feet

Dear Mr. Comiskey:

Reference is made to your December 4, 2024, request on behalf of Chevron USA, Inc. (the "operator") to extend the deadline stipulated in Underground Injection Control ("UIC") Permit SWD-2540 under Section I(A)3(a), which states that "the permit shall expire one year after the date of issuance if injection has not commenced into the well; however, the OCD (Oil Conservation Division or "Division") may grant a single extension of no longer than one (1) year for good cause shown. The permittee shall submit a written request for an extension to the OCD Engineering Bureau no later than thirty (30) days prior to the deadline for commencing injection." Your request was received prior to the deadline stated in the permit.

It is the Division's understanding from your correspondence that since the date of issuance of this UIC permit, no additional wells that penetrate the approved injection interval have been drilled in the one-mile Area of Review ("AOR"). Additionally, no new affected parties have been identified in the AOR. Therefore, the extension request may be reviewed administratively for approval.

The Division finds that for the reasons you have stated, granting this request to extend the UIC permit is in the interest of conservation, will prevent waste, and will protect the environment.

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Consequently, the deadline to commence injection for the existing order is hereby extended until March 4, 2026.

All requirements of the above-referenced hearing order, associated UIC permit, and any agreements in the application remain in full force and effect. Any additional extension of the deadline to commence injection for this UIC permit 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 permit and the operator shall be required to submit a new application to obtain injection authority for the referenced well.

Frocaloc

DATE: 1/14/2025

GERASIMOS RAZATOS Director (Acting)

GR/mgm

cc: Case No. 23687 File for UIC Permit SWD-2540 Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

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

CONDITIONS

Operator:	OGRID:
NEW MEXICO ENERGY MINERALS & NATURAL RESOURCE	264235
1220 S St Francis Dr	Action Number:
Santa Fe , NM 87504	424410
	Action Type:
	[IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
mgebremichael	None	1/24/2025

Action 424410

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