State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary

Matthias Sayer Deputy Cabinet Secretary

August 7, 2017

Mr. Ben Stone, as agent for Ray Westall Operating SOS Consulting, LLC P. O. Box 300 Como, TX 75431

RE: <u>Administrative Order SWD-1582; First Extension of Deadline to Commence</u> <u>Injection</u> DHY State B SWD Well No. 1 (API 30-015-21971) Unit L, Sec 11, T19S, R28E, NMPM, Eddy County, New Mexico

Unit L, Sec 11, T19S, R28E, NMPM, Eddy County, New Mexico Order Date: September 23, 2015 Injection into Cisco and Canyon formations; permitted interval: approximately 9600 feet to 9950 feet

Dear Mr. Stone:

Reference is made to your request on behalf of Ray Westall Operating, Inc. (the "operator") to extend the September 23, 2015 deadline stipulated in order SWD-1582 to commence injection for the above referenced well for an additional one year 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.

The deadline to commence injection for the existing order is hereby <u>extended until September 23</u>, <u>2018</u>. All requirements of the above referenced administrative order and agreements in the

David R. Catanach, Division Director Oil Conservation Division



1220 South St. Francis Drive • Santa Fe, New Mexico 87505 Phone (505) 476-3440 • Fax (505) 476-3462 • www.emnrd.state.nm.us SWD-1582: First Extension of Deadline to Commence Injection Ray Westall Operating, Inc. August 7, 2017 Page 2 of 2

application remain in full force and effect.

Sincerely,

and K. ad

DAVID R. CATANACH Director

DRC/prg

cc: Oil Conservation Division – Artesia District Office
State Land Office – Oil, Gas and Minerals Division
Well File API 30-015-21971
SWD-1582