State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary

Matthias Sayer Deputy Cabinet Secretary **David R. Catanach, Division Director** Oil Conservation Division



October 25, 2017

Mr. James Campanella Judah Oil, LLC P. O. Box 568 Artesia, NM 88211-0568

RE: <u>Administrative Order SWD-1533; First Extension of Deadline to Commence Injection</u>

Pronghorn Federal SWD Well No. 1 (API 30-015-20866)

Unit I, Sec 12, T21S, R28E, NMPM, Eddy County, New Mexico

Order Date: March 4, 2015

Injection into the Devonian, Fusselman, and Montoya formations; permitted interval:

13760 feet to 14750 feet

Dear Mr. Campanella:

Reference is made to your request on behalf of Judah, LLC (the "operator") to extend the deadline stipulated in order SWD-1533 based upon the approval date of March 4, 2015, to commence injection for the above referenced well for an additional one year for reasons outlined in the attached correspondence. This written request for extension was submitted to the Division on March 1, 2017, then followed by a second correspondence on March 13, 2017.

It is the Division's understanding from your request that there has been only one significant change in the information provided in the application submitted for review and approval of this order. This change included a transfer in lease ownership for one party, BOPCO LP, identified as an "affected person" in the original application. The operator has provided proof of notification to the current lease owner, XTO Energy, Inc.

The operator did not find any new wells within the Area of Review that were completed after the approval date of the order and penetrated the approved injection interval.

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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 extended until March 4, 2018. All requirements of the above referenced administrative order and agreements in the application remain in full force and effect.

Sincerely,

DAVID R. CATANACH

Director

DRC/prg

cc: Oil Conservation Division - Artesia District Office

Bureau of Land Management - Carlsbad Field Office

SWD-1533

Well file 30-015-20866