State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary Designate Gabriel Wade, Acting Director Oil Conservation Division



January 17, 2019

Ms. Stormi Davis Mesquite SWD, Inc. P. O. Box 1479 Carlsbad, NM 88220

RE: <u>Administrative Order SWD-1600; Second Extension of Deadline to Commence</u> Injection

Uber North SWD Well No. 1 (API 30-015-43805)

Unit B, Sec 15, T23S, R31E, NMPM, Eddy County, New Mexico

Order Date: November 20, 2015

First extension to commence injection issued November 10, 2018.

Injection into Devonian formation; permitted interval: 16500 feet to 17500 feet

Dear Ms. Davis:

Reference is made to your request on behalf of Mesquite SWD, Inc. (the "operator") to extend the deadline stipulated in order SWD-1600 based upon the approval date of November 20, 2015, to commence injection for the above referenced well for an additional one year for reasons outlined in the attached correspondence. Previously, the order was approved for a one-year extension to a new deadline of November 20, 2018. The recent request for the additional extension was received by the Division on September 27, 2018, prior to the expiration of the first extension.

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. This delayed issuance of this extension by the Division also serves to ensure continuity of the authority to inject established in administrative order SWD-1600.

The deadline to commence injection for the existing order is hereby extended until November 20,

SWD-1600: Second Extension of Deadline to Commence Injection Mesquite SWD, Inc.

January 17, 2019

Page 2 of 2

<u>2019</u>. All requirements of the above referenced administrative order and agreements in the application remain in full force and effect.

Sincerely,

GABRIEL WADE

Director /

GW/prg

cc: Oil Conservation Division – Artesia District Office

Bureau of Land Management - Carlsbad Field Office

Well file 30-015-43805

SWD-1600

MESQUITE SWD, INC.

PO Box 1479 CARLSBAD, NM 88220 575-628-0391

September 27, 2018

New Mexico Oil Conservation Division Attention: Mr. Phillip Goetze 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Re: Request for Permit Approval Extension

C-108 Authorization to Inject (Order SWD-1600)

Approved November 20, 2015

Uber North SWD #1

Township 23 South, Range 31 East, N.M.P.M.

Section 15: 516' FNL & 2355' FEL

Eddy County, NM

Dear Mr. Goetze:

Mesquite SWD, Inc. respectfully requests administrative approval for a one-year extension of the approved C-108 authorization to inject for the above referenced well.

We plan to spud this well within the next 30 days (as soon as the rig becomes available).

I have attached a map showing all wells within one mile. No new wells have been drilled within the one-mile area of review that penetrate the injection formation.

Please contact me at 575-308-3765 if you need further information.

Thank you for your consideration of this request.

Sincerely,

Stormi Davis

Regulatory Analyst

Stormi Davis

Attachment

Goetze, Phillip, EMNRD

From:

Stormi Davis <ssdavis104@gmail.com>

Sent:

Thursday, September 27, 2018 11:07 AM

To: Subject: Goetze, Phillip, EMNRD; Melanie Wilson

Attachments:

[EXT] Uber North SWD #1 Permit Extension Request Uber North SWD 1 - Request for extension of C-108 9-27-18.pdf; Uber North SWD 1 1-

mile map.pdf

Good morning, Mr. Goetze.

Please see attached extension request for your review.

Thank you.

Stormi Davis

Goetze, Phillip, EMNRD

From: Klein, Ranell, EMNRD

Sent: Thursday, January 17, 2019 11:26 AM

To: Goetze, Phillip, EMNRD **Cc:** Bratcher, Mike, EMNRD

Subject: Mesquite - Uber North SWD Well #1 - 30-015-43805 - SWD-1600

Good morning Phillip,

Mesquite had requested an extension in November, 2017, to commence injection on this well. The extension was granted/extended until November 20, 2018. This well was drilled and rig released on December 17, 2018, with an MIT done on 12-20-2018. I received completion paperwork on January 7, 2019 and a sundry for date of first injection on January 16, 2019. Date of 1st injection was 12-26-2018. Are we okay on this since it is past their extension deadline?

Thanks!

Rusty Klein
Business Operations Specialist — A
NMOCD — Division 2
811 South First Street
Artesia, NM 88210
575-748-1283 — ext. 109

Uber North SWD #1 - 1-Mile Wells

