State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

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Todd E. Leahy, JD, PhD Deputy Secretary Gabriel Wade, Acting Director
Oil Conservation Division



March 25, 2019

Solaris Water Midstream, LLC 907 Tradewinds Blvd, Suite B Midland, TX 79706 C/O Ms. Bonnie Atwater, Regulatory Tech

RE: <u>Administrative Order SWD-1685</u>; First Extension of Deadline to Commence Injection

Solaris Brininstool SWD Well No. 1 (API 30-025-43908)

Unit H, Sec 29, T25S, R33E, NMPM, Lea County, New Mexico

Order Date: July 25, 2017

Injection into Devonian and Silurian formations; permitted interval: 17600 feet to 19600

feet

Dear Ms. Atwater:

Reference is made to your request on behalf of Solaris Water Midstream, LLC (the "operator") to extend the deadline stipulated in order SWD-1685, based upon the approval date of July 25, 2017, to commence injection for the above referenced well for reasons outlined in the attached correspondence. The current date for commencing injection under order SWD-1685 is July 25, 2019.

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.

Applicant stated the proposed well is expected to be spud May 1, 2019. First injection could occur as early as August 1, 2019 while the permanent facilities for this disposal well are anticipated to be operational by November 1, 2019.

Applicant has presented a reasonable plan of development for the proposed well. 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.

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The deadline to commence injection for the existing order is hereby extended until July 25, 2020. All requirements of the above referenced administrative order and agreements in the application remain in full force and effect. Any additional extension of the deadline to commence injection for this administrative order will not be considered unless the operator has spud the proposed well. Otherwise, the injection authority shall expire under the terms of the extended administrative order and the operator shall be required to submit a new application to obtain injection authority for the referenced well.

GABRIEL WADE
Acting Director

GW/mam

cc: Oil Conservation Division - Hobbs District Office

Bureau of Land Management - Carlsbad Field Office

Well file 30-025-43908

SWD-1685