## State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

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



May 2, 2019

Stearns (OGRID 21566) c/o Holcomb Consultants Danny@pwllc.net 6900 Spring Cherry Lane Amarillo, TX 79124

RE: Administrative Order SWD-1673; Extension of Deadline to Inject

Bowen SWD Well No. 1 (API 30-025-23833)

Unit A, Sec 21, T9S, R35E, NMPM, Lea County, New Mexico

Order Date: May 17, 2017

Injection into Bough C (Penn) formation; 9810 feet to 9854 feet

Dear Mr. Holcomb:

Reference is made to your request on behalf of Stearns (the "operator") to extend the deadline stipulated in the above titled order to commence injection for the above referenced well for reasons outlined in your correspondence. The current deadline date to commence injection under said order is two years after issuance of the order: May 17, 2019.

It is the Division's understanding from your correspondence that since the date of issuance of this permit, there have been no changes in affected parties and no additional wells drilled in the one-half mile Area of Review.

The Division finds that for reasons you have stated, the granting of 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 May 17, 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 already commenced drilling out the plugs of the subject 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.

ADRIENNE SANDOVAL

Director

AS/wvjj

ce: Oil Conservation Division – Hobbs District Office

Well file 30-025-23833

SWD-1673