

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



August 10, 2017

Mr. Tim Harrington
Mewbourne Oil Company
P. O. Box 7698
Tyler, TX 79711

RE: Administrative Order SWD-1591; First Extension of Deadline to Commence Injection

Forty Niner Ridge SWD Well No. 1 (API 30-015-Pending)

Unit L, Sec 11, T19S, R28E, NMPM, Eddy County, New Mexico

Order Date: October 28, 2015

Injection into Devonian formation; permitted interval: approximately 15545 feet to 16500 feet

Dear Mr. Harrington:

Reference is made to your request on behalf of Mewbourne Oil Company (the "operator") to extend the deadline stipulated in order SWD-1591 based upon the approval date of October 28, 2015, 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 extended until October 28, 2018. All requirements of the above referenced administrative order and agreements in the application

SWD-1591: First Extension of Deadline to Commence Injection
Mewbourne Oil Company
August 10, 2017
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remain in full force and effect.

Sincerely,



DAVID R. CATANACH
Director

DRC/prg

cc: Oil Conservation Division – Artesia District Office
SWD-1591

Goetze, Phillip, EMNRD

From: Tim Harrington <tharrington@mewbourne.com>
Sent: Thursday, August 10, 2017 8:53 AM
To: Goetze, Phillip, EMNRD
Subject: RE: Extension for the Forty Niner Ridge SWD No. 1: SWD-1591

Hi Phil:

I checked the ½ mile radius and there are not any new wells that have been drilled since the original permit was approved.

I have found one commercial SWD completed in the Delaware that is within the ½ mile radius and the operator was not notified during our original application. Would they be considered an affected party?

The reason why I'm asking this is because there is a upcoming hearing where there are two SWD operators trying to drill Devonian wells in the same section. Operator 1 had an approved SWD and drilling permits before Operator 2 filed for a new SWD permit within ½ mile. I talked to Mike about this case and he told me that Operator 2 is not required to send a copy of the permit application to Operator 1.

Thanks.

Tim Harrington
Reservoir Engineer
Mewbourne Oil Company
3620 Old Bullard Road
PO Box 7698
Tyler, TX 75701

W- 903-561-2900 (Ext 7647)
C - 832-217-6852
tharrington@mewbourne.com

From: Goetze, Phillip, EMNRD [mailto:Phillip.Goetze@state.nm.us]
Sent: Friday, August 04, 2017 1:07 PM
To: Tim Harrington
Subject: FW: Extension for the Forty Niner Ridge SWD No. 1: SWD-1591

Tim: Old e-mail address has been deleted and resent. PRG

Phillip Goetze, PG
Engineering Bureau, Oil Conservation Division
New Mexico Energy, Minerals and Natural Resources Department
1220 South St. Francis Drive, Santa Fe, NM 87505
Direct: 505.476.3466
E-mail: phillip.goetze@state.nm.us



From: Goetze, Phillip, EMNRD
Sent: Friday, August 4, 2017 12:03 PM
To: 'harrington@mewbourne.com' <harrington@mewbourne.com>
Subject: Extension for the Forty Niner Ridge SWD No. 1: SWD-1591

Tim:

The Division received Mewbourne's request for the extension for the Forty Niner Ridge SWD No. 1 and this will prevent any termination due to the two-year injection commencement clause. However, I will need an additional e-mail/correspondence from Mewbourne with two verifications – that there is no change in the AOR wells and that the affected parties noticed for the original application are the same. If either of these items have changed, then additional effort will be required (new affected parties will be required to be noticed and new AOR wells will be required to be diagrammed and submitted for consideration as an addendum to the original application). An example by WPX/RKI is provided. Please contact with any questions in this matter. Thanks. PRG

Phillip Goetze, PG
Engineering Bureau, Oil Conservation Division
New Mexico Energy, Minerals and Natural Resources Department
1220 South St. Francis Drive, Santa Fe, NM 87505
Direct: 505.476.3466
E-mail: phillip.goetze@state.nm.us



MEWBOURNE OIL COMPANY

P.O. BOX 7698
Tyler, Texas 79711
903-561-2900

July 19, 2017

New Mexico Oil Conservation Division
Attn: Mr. Will Jones
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

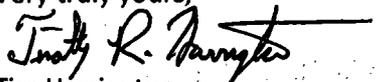
SUBJECT: Request for Extension of SWD -1591
Forty Niner Ridge SWD #1
API: 42-015-xxxx
330' FSL, 660' FEL, Unit P
Sec 22, Twp 23S, Rge 30E
Eddy County, NM

Dear Mr. Jones:

The purpose of this letter is to request a one year extension for SWD-1591 that is scheduled to expire on October 27, 2017. Mewbourne Oil Company has oil and gas drilling activity scheduled in this area in 2017, and we would like to retain this permit until we have completed our evaluation.

Please contact me if you have any questions regarding our request.

Very truly yours,



Tim Harrington

Reservoir Engineer

tharrington@mewbourne.com

903-534-7647

Goetze, Phillip, EMNRD

From: Goetze, Phillip, EMNRD
Sent: Friday, August 4, 2017 12:38 PM
To: 'Tim Harrington'
Subject: RE: Extension for the Forty Niner Ridge SWD No. 1: SWD-1591

Thanks. PRG

Phillip Goetze, PG
Engineering Bureau, Oil Conservation Division
New Mexico Energy, Minerals and Natural Resources Department
1220 South St. Francis Drive, Santa Fe, NM 87505
Direct: 505.476.3466
E-mail: phillip.goetze@state.nm.us



From: Tim Harrington [mailto:tharrington@mewbourne.com]
Sent: Friday, August 4, 2017 12:20 PM
To: Goetze, Phillip, EMNRD <Phillip.Goetze@state.nm.us>
Subject: RE: Extension for the Forty Niner Ridge SWD No. 1: SWD-1591

I will investigate to see if the affected parties or the AOR wells have changed. Thanks.

Tim Harrington
Reservoir Engineer
Mewbourne Oil Company
3620 Old Bullard Road
PO Box 7698
Tyler, TX 75701

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