

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Erin Taylor
Acting Cabinet Secretary

Ben Shelton
Deputy Cabinet Secretary

Albert C.S. Chang, Director
Oil Conservation Division



BY ELECTRONIC MAIL ONLY

OWL SWD Operating, LLC
(OGRID: 308339)
c/o Shelly Cowden, Pilot Water Solutions
E-mail contact:
Shelly.Cowden@pilotwater.com

RE: Administrative Order SWD-1121-A – Second Extension of Injection Authority

Well: Cigarillo SWD No. 1
Surface location: 1980 feet FNL, 1980 feet FEL, Unit G, Section 36, Township 23 South,
Range 27 East, NMPM, Eddy County, New Mexico
(Latitude: 32.2632217; Longitude: -104.1419678 NAD83)
Order Date: September 17, 2008
Injection formations: Devonian formation, 13,650 feet – 14,130 feet

Greetings Ms. Cowden:

Reference is made to your November 25, 2025, request on behalf of OWL SWD Operating, LLC (the current “operator”) to extend the injection authority for the subject well which will expire on November 30, 2025, due to a previous Extension of Injection Authority approval.

The Oil Conservation Division (“OCD”) has reviewed your correspondence which states that due to a recent incident of extensive vandalism, theft, and destruction at the site the operator is seeking additional time to complete the necessary restoration, equipment installation, and workover activities needed to return the well into operational status.

The OCD 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. Therefore, the deadline to commence injection for the existing order is **hereby extended until March 31, 2026.**

SWD-1121-A: Extension of Injection Authority
OWL SWD Operating, LLC
Page 2 of 2

All requirements of the above-mentioned 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 resumed injection into the referenced 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.



ALBERT C.S. CHANG
Division Director

Date: 1/5/2026

AC/sjs

cc: Order SWD-1121-A
Well file 30-015-21643

Attachment: Pilot Water Solutions correspondence dated November 25, 2025.



OWL SWD Operating, LLC
Cigarillo SWD 001
November 25, 2025

Subject: Formal Request for Extension – Cigarillo SWD 001

Good afternoon Mr. Goetze,

OWL SWD Operating LLC respectfully submits this formal request for an extension of time to return the Cigarillo SWD 001 to operational status. This request arises from a recent incident of extensive vandalism, theft, and destruction at the site, which has rendered the facility inoperable.

The damage includes the loss of significant electrical and mechanical infrastructure, with preliminary replacement cost estimates exceeding \$1,000,000. Photographs documenting the condition of the site are attached for reference, and the Police Report has been attached as supporting documentation.

Due to the magnitude of the equipment losses, the lead time for replacement components, and the remaining downhole work required under the approved workover plan, OWL respectfully requests an extension of time through March 31, 2026, to complete the necessary restoration, equipment installation, and workover activities.

Please advise if any additional information or documentation is needed in support of this request.

Respectfully,

A handwritten signature in black ink that reads "Shelly Cowden". The signature is written in a cursive, flowing style.

Shelly Cowden
Sr. Regulatory Manager
Pilot Water Solutions
505-692-0354
Shelly.cowden@pilotwater.com



Incident Detail Report

L250002777-001
FULL REPORT PRINTOUT

EDDY COUNTY SHERIFF'S OFFICE

Phone: (575) 887-7551
Address: 1502 Corrales Dr
Carlsbad, NM 88220

Case Report

Administrative

Disposition	Unfounded
Subject	LARCENY CALL TYPES
Entered On	11/9/2025 11:11:36 AM
Entered By	MORALES, CHRISTOPHER
Reported On	11/7/2025
Reporting Officer	MORALES, CHRISTOPHER
Reporting Agency	EC SO - EDDY COUNTY SHERIFF'S OFFICE
Report Type	
Assisted By	
Occurred On (Date and Time)	Friday 11/7/2025 9:42:00 AM
Or Between (Date and Time)	Friday 11/7/2025 9:43:00 AM
Location	Approx Loc:888 Bounds

For Exceptional Clearances

	Rd
CSZ	LOVING, NM 88220
Location Name	
Call Source	
Related Cases	
Means	
Other Means	
Motives	
Other Motives	
Vehicle Activity	
Direction Vehicle Traveling	
Cross Street	
Notified	

Clearance Basis	
Exceptional Clearance Date	

Offense

Offense	30-16-1F - LARCENY - FROM ALL OTHERS- OVER \$20,000
Code Section	
Crime Against	Property
UCR Hierarchy	06
Location Type	Oil Field
Completed	Yes
Hate/Bias	None (No Bias)
Domestic Violence	No

Premises Entered	
Entry	
Using	Unknown
Weapons	
Criminal Activity	
Type Security	
Tools	

Incident Detail Report

FULL REPORT PRINTOUT

EDDY COUNTY SHERIFF'S OFFICE

Offenders**Suspect Name: Unknown, Unknown****Aliases**

Alias

Addresses

Address Type	Address	CSZ	County	Country
--------------	---------	-----	--------	---------

Phones

Phone Type	Phone Number
------------	--------------

Emails

Email Address

Sex	Unknown
Race	Other
Ethnicity	Unknown
DOB	
Age	00
Eye Color	
Hair Color	
Hair Style	
Hair Length	
Facial Hair	
Complexion	

Teeth	
Build	
Height	
Weight	
Resident	Unknown
POB	
DLN	
DL State	
DL Country	
SSN	

Scars, Marks and Tattoos

SMT	Location	Description
-----	----------	-------------

Attire	
Employer/School	
Employer Address	
Employer CSZ	

Occupation/Grade	
MO	
Other MO	

Notes

Victims**Name: Pilot Water Solutions**

Printed 11/21/2025 12:48 PM

Case Report Number: L250002777-001

Page 2 of 7

Incident Detail Report

FULL REPORT PRINTOUT

EDDY COUNTY SHERIFF'S OFFICE

Victim Type Business
 Victim of 30-16-1F - LARCENY -FROM ALL OTHERS-OVER \$20,000

Aliases

Alias

Addresses

Address Type	Address	CSZ	County	Country
Work	1004 N Big Spring St	Midland, TX		USA - United States of America

Phones

Phone Type	Phone Number
Work	(940) 206-6362

Emails

Email Address

Sex	
Race	
Ethnicity	
DOB	
Age	
Eye Color	
Hair Color	
Facial Hair	
Complexion	
Height	
Weight	
Resident	

POB	
DLN	
DL State	
DL Country	
SSN	
Attire	
Employer/School	
Employer Address	
Employer CSZ	
Occupation/Grade	
Testify	
Injury	

Offender Relationships

Offender	Relationship
----------	--------------

Circumstances
 Just. Hom. Circ.

LEOKA Info

Type	Activity
------	----------

Printed 11/21/2025 12:48 PM

Case Report Number: L250002777-001

Page 3 of 7

Incident Detail Report
FULL REPORT PRINTOUT

EDDY COUNTY SHERIFF'S OFFICE

Assignment

ORI-Other Jurisdiction

Notes

Witnesses _____**Other Entities** _____**Name: DIAZ, OSCAR JOEL**

Entity Type

Reporting Party

Aliases

Alias

Addresses

Address Type	Address	CSZ	County	Country
Home	1011 W Ray	ARTESIA, NM 88210	EDDY	USA - United States of America

Phones

Phone Type

Phone Number

Email

Email Address

Sex	Male
Race	Caucasian - Non-Hispanic
Ethnicity	Hispanic or Latino
DOB	Prot /1991
Age	34
Eye Color	Brown
Hair Color	Brown
Facial Hair	
Complexion	
Height	5' 6"
Weight	205

Resident	
POB	
DLN	Protected
DL State	New Mexico
DL Country	United States of America
SSN	Protected
Attire	
Employer/School	
Employer Address	
Employer CSZ	
Occupation/Grade	

Notes

Printed 11/21/2025 12:48 PM

Case Report Number: L250002777-001

Page 4 of 7

Incident Detail Report
FULL REPORT PRINTOUT

EDDY COUNTY SHERIFF'S OFFICE

Properties**Property Copper Wire**

UCR Type	17
Description	copper wire
Status	Stolen/Etc. (Bribed/Defrauded/Embezzled/Ransomed/ Etc.)
Count	1
Value	200,000.00
Manufacturer	
Model	
Serial Number\VI	

N	
Color	
Recovered Date	
Owner	V - Pilot Water Solutions
Disposition	
Evidence Tag	
Alert(s)	

Vehicle Information

Vehicle Type	
Vehicle Year	
Body Style	

License Number	
License Exp. Date	
License State	

Color Type	Color
------------	-------

Drug Information

Drug Type	
Drug Quantity	
Drug Measure	

Notes

Incident Detail Report
FULL REPORT PRINTOUT

EDDY COUNTY SHERIFF'S OFFICE

Narrative

Synopsis:

On November 7, 2025, Deputy Morales was on patrol duty for the Eddy County Sheriff's Office. Morales was in full uniform, wearing his badge of office. Deputy Morales was dispatched to a Call For Service in regards to a oilfield larceny at the address of 888 Bounds Rd, Loving, Eddy County, NM 88220 at 0942 hours. Deputy Morales responded to the call and met with the reporting party, Oscar Diaz DOB [Prote] 1975.

Case Brief:

Oscar Diaz advised Deputy Morales of the following:

- DIAZ stated he works for Pilot Water Solutions, out of Midland, TX. Diaz said this wellsite had been vandalized and a lot of items were stolen and damaged from this property.
- Diaz explained the pumpers who work on this location had not been here in the past two weeks and today when he went to go check on it, he took notice of all the damage and missing copper wire.

Diaz went on to list everything that was stolen and damaged on the site:

- Damaged and stolen VFD
- Copper breaker and components
- Electrical panel
- Motor pumps were damages
- Copper and fuses x 3
- 400 amp safety switch damaged
- Injection poly located in the ground had been pulled up and cut with a saw
- Panel safety rack was on the ground
- Diaz stated it would take approximately \$200,000 to replace all the stolen and damaged items.

Investigation:

Deputy Morales asked about if anyone had seen any suspects or vehicle in the area, Diaz stated no one had reported anything. Diaz also mentioned there was no camera system in place at the site. Other, than tire marks in the dirt, there was no suspect information or leads.

Conclusion:

Deputy Morales took photos of the damages on his government work phone. Morales gave Diaz the report number.

Printed 11/21/2025 12:48 PM

Case Report Number: L250002777-001

Page 6 of 7

Incident Detail Report
FULL REPORT PRINTOUT

EDDY COUNTY SHERIFF'S OFFICE

Case Status: Inactive, no suspect leads.

END OF REPORT.

Redaction Log

Reason	Page (# of occurrences)	Description
Protected Personal Identifier	4 (3) 6 (1)	A section, part, or portion of this document has been redacted due to one or more of the following protected personal identifiers; taxpayer identification number, financial account number, drivers license number, date of birth, or social security number. Protected personal identifier information contained in public records may be redacted by a public body before inspection or copying of a record. The presence of protected personal identifier information on a record does not exempt the record from inspection. Unredacted records that contain protected personal identifier information shall not be made available on publicly accessible websites operated by or managed on behalf of a public body. N.M. Stat. 14-2-1.1

















State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan-Grisham
Governor

Melanie A. Kenderdine
Cabinet Secretary

Ben Shelton
Deputy Secretary

Erin Taylor
Deputy Secretary

Albert C.S. Chang
Division Director
Oil Conservation Division



BY ELECTRONIC MAIL ONLY

Owl SWD Operating, LLC
(OGRID 308339)
Shelly Cowden, Sr. Regulatory Manager
E-mail contact: Shelly.Cowden@pilotwater.com

RE: **Administrative Order SWD-1121-A – Corrected Extension of Injection Authority**

Well: Cigarillo SWD No. 1
Surface location: 1980 feet FNL, 1980 FEL Section 36, Township 23 South, Range 27
East, NMPM, Eddy County, New Mexico
Order date: September 17, 2008
Injection formation: Devonian formation; 13,500 feet to 13,665 feet

Dear Ms. Cowden,

Reference is made to your June 23, 2025, request on behalf of OWL SWD Operating, LLC (the "Operator") to extend the injection authority for the subject well which will expire July 1, 2025, due to a consecutive 12 months of inactivity to November 30, 2025.

This extension supersedes the Extension of Injection Authority dated August 10, 2025. This extension referenced a prior administrative order for this well, SWD-1121 approved May 12, 2008, and was subsequently amended in a second administrative order approved September 17, 2008.

The operator justifies its extension request due to time needed to repair the casing issues and return the well back to injection.

SWD-1121-A: Extension of Injection Authority
Owl SWD Operating, LLC
Page 2 of 2

The Division finds that for reasons you have stated, the granting of this request to extend this administrative order is in the interest of the conservation, will prevent waste, and will protect the environment. Therefore, the deadline to commence injection for the existing order is hereby extended until November 30, 2025.

All requirements of the above-mentioned 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 resumed injecting into the reference 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.



Albert Chang
Division Director

9/20/2025

Date

AC/elg

cc: Order SWD-1121-A
Well file API 30-015-21643

Sante Fe Main Office
Phone: (505) 476-3441

General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/oed/contact-us>

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 546914

CONDITIONS

Operator: NEW MEXICO ENERGY MINERALS & NATURAL RESOURCE 1220 S St Francis Dr Santa Fe , NM 87504	OGRID: 264235
	Action Number: 546914
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
stacy.sandoval	None	1/27/2026