

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 22, 2019

Mesquite SWD, Inc.
P. O. Box 1479
Carlsbad, NM 88220
C/O Mr. David Catanach, Agent for Mesquite SWD, Inc.

RE: Administrative Order SWD-1602; Second Extension of Deadline to Commence Injection

Uber East SWD Well No. 1 (API 30-015-43806)
Unit I, Sec 24, T23S, R31E, NMPM, Eddy County, New Mexico
Order Date: December 1, 2015
First extension to commence injection issued November 10, 2018.
Injection into Devonian formation; permitted interval: 16390 feet to 17500 feet

Dear Mr. Catanach:

Reference is made to your request on behalf of Mesquite SWD, Inc. (the "operator") to extend the deadline stipulated in order SWD-1602 based upon the approval date of December 1, 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 December 1, 2018.

This recent request for the additional extension was received by the Division on January 22, 2019, following the expiration date of the first extension. However, the operator had spud and completed the reference well, as stated in the first extension request, and was preparing to commence injection as the first extension lapsed.

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.

Having considered the operator's petition, the Division finds that granting the extension of this administrative order to ensure the continuity of the authority to inject 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 December 1, 2019. All requirements of the above referenced administrative order and agreements in the application remain in full force and effect.

Sincerely,



GABRIEL WADE
Acting Director

GW/prg

cc: Oil Conservation Division – Artesia District Office
Bureau of Land Management – Carlsbad Field Office
Well file 30-015-43806
SWD-1602