State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin
Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey, Division Director Oil Conservation Division



September 9, 2014

Owl SWD Operating, LLC 8214 Westchester Drive, Suite 850 Dallas, TX 75225

Attn: Mr. Ben Stone, Agent for Owl SWD Operating, LLC SOS Consulting, LLC

RE: Administrative Order SWD-1364; Extension of Deadline

Brininstool 25 Federal Well No. 1 (API 30-025-37582)

1980 FNL, 660 FEL; Unit H, Sec 25, T23S, R33E, NMPM, Lea County, New Mexico

Order Date: November 4, 2012

Injection into the Bell Canyon and Cherry Canyon formations; approved interval: 5223

feet to 7380 feet

Mr. Stone:

Reference is made to your request on behalf of Owl SWD Operating, LLC for one additional year extension of the November 4, 2014 deadline to commence injection into the above named well 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.

All requirements of the above referenced administrative order and agreements in the application remain in full force and effect.

The deadline to commence injection is hereby extended until November 4, 2015.

Sincerely,

JAMI BAILEY

Director

JB/prg

cc: Oil Conservation Division – Hobbs Office

Well File API 30-025-37582

SWD-1364





September 9, 2014

New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Attn: Ms. Jami Bailey, Director

Re: Request for Extension of SWD-1364 pertaining to the Brininstool 25 Federal No.1 located in Section 25, Township 23 South, Range 33 East, NMPM, Lea County, New Mexico.

Dear Ms. Bailey,

The subject administrative SWD order was recently acquired by Owl SWD Operating, LLC from Delaware Water Company, LLC. The order applies to API well number 30-025-37582, the C-145 Change of Operator was approved July 31, 2014.

SWD-1364 expires on November 4, 2014.

The current BLM APD for reentry is valid until August 19, 2015.

Owl SWD Operating, LLC is currently scheduling the Brininstool SWD project elements but is concerned that all related activities up to and including commencement of disposal operations may not be possible by the November 4th expiration date.

Therefore, on behalf of Owl SWD Operating, LLC, I respectfully request that the expiration date of order SWD-1364 be extended for one year, to expire on November 4, 2015.

If you or your staff has any questions, please do not hesitate to call or email me.

Best regards,

Ben Stone, Partner SOS Consulting, LLC

Agent for Owl SWD Operating, LLC

Cc: Brininstool SWD project file

Goetze, Phillip, EMNRD

From:

Ben Stone <ben@sosconsulting.us>

Sent: To:

Tuesday, September 09, 2014 10:15 AM

Goetze, Phillip, EMNRD

Cc:

'Nevin Bannister'; 'Roger Johnson'; gfulfer@aol.com; 'Debbie McKelvey'

Subject:

Request for Extension - SWD-1364

Attachments:

RqstExt_SWD1364_OWL_Brininstool_20140909.pdf

Phillip,

Attached is a request on behalf of Owl SWD Operating, LLC to extend the expiration date of administrative order SWD-1364 for one year.

A hardcopy is being sent via U.S. mail.

Thank you for your attention in this matter.

Best regards,

Ben

P.O. Box 300 - Como, TX 75431

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