State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham

Governor

Sarah Cottrell Propst Cabinet Secretary

Todd E. Leahy, JD, PhDDeputy Secretary

Adrienne Sandoval, Director Oil Conservation Division



BY ELECTRONIC MAIL ONLY

October 1, 2020

OXY USA WTP Limited Partnership (OGRID 192463) c/o Ms. Kelley Montgomery E-mail contact: Kelley_Montgomery@oxy.com

RE: <u>Administrative Order SWD-1420</u> Extension of Injection Authority

Well: NBR #1 (API 30-025-26976)

Located: Unit J, Sec 18, T22S, R33E, NMPM, Lea County, New Mexico

Order Date: May 23, 2013

Last Month of Reported Injection on Form C-115: July 2019

Approved Injection Interval: Bell Canyon; Cherry Canyon (Pool Code: 96802) from 5,030

to 5960 feet.

Dear Ms. Montgomery:

The Oil Conservation Division ("OCD") has received your July 30, 2020 request to extend the authority to inject into the referenced well ("Well") under the referenced Administrative Order ("Order").

When an operator fails to inject into a well for a continuous one (1) year period, OCD shall consider the well to be abandoned, and the authority to inject into the well is terminated automatically under 19.15.26.12(C)(1) NMAC. However, the OCD Director may, upon a request by the well operator and for good cause shown, grant an administrative extension prior to the end of the continuous one (1) year period or during the term of a previously granted extension under 19.15.26.12(C)(2) NMAC.

The OCD Director finds that your request is timely and good cause exists to grant your request to extend the authority to inject into the Well. Accordingly, your authority to inject into the Well under the Order is extended until June 30, 2021 at your request. Failure to inject into the Well or to request an extension by the specified date will result in termination of the Order, and you must submit a new application for authority to inject into the Well.

The remaining terms and conditions in the Order continue in full force and effect, including the requirement to maintain the mechanical integrity of the Well, and the requirements for temporary abandoned and inactive wells under 19.15.25 and 19.15.28 NMAC.



AS/KAM

cc: Oil Conservation Division, Hobbs District Office

Bureau of Land Management, CFO

Order SWD-1420 Well File 30-025-26976