

State of New Mexico
Energy, Minerals and Natural Resources Department

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Oil Conservation Division



December 8, 2020

Mewbourne Oil Co. (OGRID 14744)
c/o Tim Harrington
E-mail contact: tharrington@mewbourne.com

RE: Administrative Order SWD-1859; Second Extension of Deadline to Inject
Well: Bilbrey 33 Federal SWD Well No. 1 (API 30-025-Pending)
Located: Unit P, Sec 33, T21S, R32E, NMPM, Lea County, New Mexico
Order Date: January 15, 2019
Injection formations: Devonian and Silurian formation; 15,780 feet to 16,830 feet

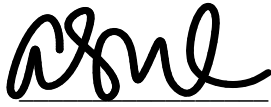
Dear Mr. Harrington:

Reference is made to your September 22, 2020 request on behalf of Mewbourne Oil Company (the "operator") to extend the deadline stipulated in the above titled order to commence injection for the above referenced well for reasons outlined in your correspondence. The deadline date to commence injection under said order was one year after issuance of the order: January 15, 2020. However, the Oil Conservation Division (OCD) formally approved the operator's first extension request submitted October 31, 2019, which contained the required information and was submitted prior to the original deadline. Therefore, the OCD shall recognize the first extension request providing a current deadline date of January 15, 2021.

It is the OCD's understanding from your correspondence that since the date of issuance of this permit, no additional wells that penetrate the approved injection interval were drilled in the one-mile Area of Review (AOR). Additionally, one new affected party has been identified in the AOR and they have been notified of the extension request. Therefore, the extension request could be reviewed administratively for approval.

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 January 15, 2022.

All requirements of the above referenced 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 commenced drilling of 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.



ADRIENNE SANDOVAL
Director

AS/bl

cc: Bureau of Land Management - Carlsbad Field Office
Oil Conservation Division - Hobbs District Office
Order SWD-1859