State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham

Governor

Sarah Cottrell Propst **Cabinet Secretary**

Adrienne Sandoval, Director Oil Conservation Division



Todd E. Leahy, JD, PhD **Deputy Secretary**

December 3, 2020

Permian TDS, LLC (OGRID 306958) c/o Patrick B. McMahon

RE: Administrative Order SWD-1707; Extension of Deadline to Inject

> Well: Athena 28 SWD Well No. 1 (API 30-025-45324)

Located: Unit E, Sec 28, T20S, R34E, NMPM, Lea County, New Mexico

Order Date: November 27, 2017

Injection formations: Devonian and Silurian formations; 14,500 feet to 16,250 feet

Dear Mr. McMahon:

Reference is made to your November 25, 2020 request on behalf of Permian TDS, LLC (the "operator") to extend the deadline to commence injection stipulated in order SWD-1707 for the above referenced well for reasons outlined in your correspondence. Previously, the order was approved for a one-year extensions to commence injection The current deadline date to commence injection under said order is November 27, 2020. The recent request for the additional extension was received by the Division prior to expiration and will therefore be recognized.

It is the Division'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) and no new affected parties have been identified in the AOR. Therefore, the extension request could be reviewed administratively for approval.

The Division 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 November 27, 2021.

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/dhr

Oil Conservation Division - Hobbs District Office cc:

Order SWD-1707