State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary

Matthias Sayer Deputy Cabinet Secretary **David R. Catanach, Division Director** Oil Conservation Division



September 14, 2017

Mr. Brice Letcher, Sr Production Engineer EOG Resources, Inc. 5509 Champions Drive Midland, TX 79706

RE: <u>Administrative Order SWD-1586</u>; First Extension of Deadline to Commence Injection

Lost Tank SWD State Well No. 11 (API 30-015-43367)

Unit K, Sec 36, T21S, R31E, NMPM, Eddy County, New Mexico

Order Date: October 6, 2015

Injection into the Devonian formation; permitted interval: approximately 15365 feet to

15600 feet

Dear Mr. Letcher:

Reference is made to your request on behalf of EOG Y Resources, Inc. (the "operator") to extend the deadline stipulated in order SWD-1586 based upon the approval date of October 6, 2015, to commence injection for the above referenced well for an additional one year 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.

The deadline to commence injection for the existing order is hereby extended until October 6, 2018. All requirements of the above referenced administrative order and agreements in the application

SWD-1586: First Extension of Deadline to Commence Injection EOG Y Resources, Inc.
September 14, 2017

Page 2 of 2

remain in full force and effect.

Sincerely,

DAVID R. CATANACH

Director

DRC/prg

cc: Oil Conservation Division - Artesia District Office

Oil, Gas and Minerals Division - State Land Office

SWD-1586

Well file 30-015-43367