

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor

Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

September 15, 2006

Manny Sirgo CBS Operating Corporation PO Box 2236 Midland, TX 79702

Re: PMX-223 Time limit Extension

Eddy County, New Mexico

Dear Mr. Sirgo:

For the reasons outlined in your email sent September 13, 2006, the Division is hereby extending the deadline(s) to begin injection into those wells approved by administrative order PMX-223. PMX-223 was approved October 17, 2003 with approval for each well individually to expire within one year of the approval date. This is the third extention.

The wells approved for injection by PMX-223 are as follows:

North Square Lake Unit Well No. 41, API No. 30-015-04907 1980 FNL & 1980 FWL, (Unit F) Section 29, Township 16 South, Range 31 East, NMPM Open Hole Interval: 3056 - 3445, Packer at 2960, Maximum Injection Pressure 611 psi.

North Square Lake Unit Well No. 42, API No. 30-015-04908 1980 FNL & 1980 FEL, (Unit C) Section 29, Township 16 South, Range 31 East, NMPM Open Hole Interval: 3195 - 3482, Packer at 3095, Maximum Injection Pressure 639 psi.

North Square Lake Unit Well No. 43, API No. 30-015-04909 1980 FNL & 660 FEL, (Unit H) Section 29, Township 16 South, Range 31 East, NMPM Open Hole Interval: 3252 - 3562, Packer at 3150, Maximum Injection Pressure 650 psi.

North Square Lake Unit Well No. 60, API No. 30-015-04914 1980 FSL & 1880 FEL, (Unit J) Section 29, Township 16 South, Range 31 East, NMPM Perforated Interval: 3300 - 3502, Packer at 3200, Maximum Injection Pressure 660 psi.

North Square Lake Unit Well No. 61, API No. 30-015-04903 1980 FSL & 660 FEL, (Unit I) Section 29, Township 16 South, Range 31 East, NMPM Open Hole Interval: 3265 - 3433, Packer at 3165, Maximum Injection Pressure 652 psi.

The deadline for each well to begin injection is hereby extended to October 17, 2007. If such well has not begun injection by that time, its permit to inject shall automatically expire. All

other requirements in PMX-223 and all requirements pertaining to each individual well shall remain in full force and effect.

Sincerely,

William Vaones PE

William.v.jones@state.nm.us

505-476-3448

cc:

Oil Conservation Division – Artesia

File: PMX-223

Jones, William V., EMNRD

From: MASTRES@aol.com

Sent: Wednesday, September 13, 2006 9:47 AM

To: Jones, William V., EMNRD

Subject: CBS Operating - Request for extension for PMX -223

Will,

CBS Operating's current Order No. R-11435A - PMX -223 expires on 10/17/06. CBS is currently using it's available resources to complete it's first round of non compliance obligations due 12/1/06 and 12/31/06 under orders ACOI -136 & ACOI -122. CBS Operating respectfully request an extension of it's injection order PMX-223 for one year to allow for completion of the above non compliance work.

Sincerely,

Manny Sirgo

ofc.432-685-0878