State of New Mexico Energy, Minerals and Natural Resources Department

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BY ELECTRONIC MAIL ONLY

Joseph Vargo Director of Regulatory Affairs NGL Water Solutions Permian, LLC 865 North Albion, Suite 400 Denver, CO 80202

RE: <u>Hearing Order No. R-21608; Extension of Deadline to Inject</u> Well: Striker 4 SWD No. 1 (API 30-025-49364) Located: 850 feet FSL and 174 feet FWL in Sec 24, T24S, R34E, NMPM, Lea County, New Mexico Order Date: February 19, 2021 Injection formations: Bell Canyon and Cherry Canyon formations; 5,489 feet to 17,600 feet

Dear Mr. Vargo:

The Oil Conservation Division ("OCD") has reviewed your request on behalf of NGL Water Solutions Permian, LLC ("NGL"; OGRID 372338) dated January 26, 2022, to extend the deadline to commence injection into the referenced well. The request was submitted under Ordering Paragraph 25 of No. R-21608 and was received prior to the deadline stated in the order.

NGL detailed the reasons for requesting an extension and provided a statement that no additional wells penetrating the approved injection interval have been drilled and that there are no new affected parties within the Area of Review ("AOR") since the referenced order was granted.

The OCD finds that for reasons you have stated, the granting of this request to extend the deadline 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 **February 19, 2023**.

The remaining terms and conditions in the order continue in full force and effect, including

Extension of Deadline to Inject Division Order No. R-21608 NGL Water Solutions Permian, LLC Page 2 of 2

Ordering Paragraph 4, the requirement that injection authority granted under this order is transferable only to the operator of the Permit NM1-66. and Ordering Paragraph 6, the condition that the operator shall conduct baseline freshwater sampling.



ADRIENNE E. SANDOVAL Division Director Date: 3/09/2022

AS/drc

cc: Matthias Sayer, NGL Water Solutions Permian, LLC Case No. 20985



January 24, 2022

Energy, Minerals and Natural Resources Department Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

ATTN: Ms. Adrienne Sandoval Division Director

RE: Request to Extend Order No. R-21608 (Case No. 20985) NGL Water Solutions Permian, LLC Striker 4 SWD No. 1 API: 30-025-49364

Ms. Sandoval,

NGL Water Solutions Permian, LLC, seeks to extend the above-referenced original Order for an additional one-year term, or should the OCD find it acceptable and reasonable under the circumstances, an additional two-year term.

The Order was first issued February 19, 2021, with a one-year term, and cites that the OCD, upon written request, may grant an extension for good cause.

With the Order set to expire in just over a month's time, NGL respectfully seeks an extension to continue working through the final development of its drilling and slurry injection plans. As the OCD is aware, this slurry injection Order is associated with the NGL North Ranch Surface Waste Management Facility and its permitting under NGL Waste Services, LLC. As the OCD will recall, the NGL Waste Services entity was recently acquired. NGL Water Solutions is working with the new ownership of NGL Waste Services regarding efforts to drill and complete the Striker 4 SWD. Once that occurs, a change of operator form will be submitted, in accordance with prior instruction from the Division to submit the form post-drilling of the well.

NGL has provided a copy of Order R-21608 for this request.

Should any additional information be required, please let me know.

Sincerely,

Joseph Vargo Director of Regulatory Affairs NGL Water Solutions Permian, LLC 865 North Albion, Suite 400 Denver, CO 80220 (303) 815-1010



<u>API</u>	<u>Operator</u>	Lease	Drilled	Well Completions
30-025-49364	NGL Water Solutions Permian, LLC	Striker 4 SWD No. 1	Permitted 2.19.2021	Delaware
ADI	Operator	Lease	Drilled	Well Completions
<u>API</u>				
30-025-43286	COG Operating, LLC	Sombrero Federal	2016	Red Hills, Bone Spring
30-025-44661	Delaware Energy LLC	Moomaw SWD No. 1	2018	Devonian
30-025-44165	Marathon Oil Permian, LLC	Dee Boot Fee 24 34 26 TB#007	2018	Red Hills, Bone Spring
30-025-44212	Marathon Oil Permian, LLC	Dee Boot Fee 24 34 26 TB#006H	2018	Antelope Ridge; Wolfcamp
30-025-44162	Marathon Oil Permian, LLC	Dee Boot Fee 24 34 26 WXY#003H	2018	Antelope Ridge; Wolfcamp
30-025-47159	EOG Resources Inc	Kestrel 26 Federal #713H	Permitted 5.7.2020	Antelope Ridge; Wolfcamp
30-025-47158	EOG Resources Inc	Kestrel 26 Federal #712H	Permitted 5.7.2020	Antelope Ridge; Wolfcamp
30-025-47157	EOG Resources Inc	Kestrel 26 Federal #711H	Permitted 5.7.2020	Antelope Ridge; Wolfcamp