

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

May 20, 2021

Chevron U.S.A Inc. (OGRID 4323) c/o Adam Rankin

RE: Case No. 21020, Order Number R-21336: Extension of Gas Capture Pilot Project

Wells: Salado Draw 19 26 33 Federal Com 2H (API 30-025-42662)

SD EA 19 Federal P6 #005H (API 30-025-42797)

Located: W/2 W/2 & W/2 E/2 Sec 19, T26S, R33E, NMPM, Lea County, NM

Order Date: May 21, 2020

Injection formation: Bone Spring formation; (Pool Code 97955)

Dear Mr. Rankin:

Reference is made to your April 20, 2021 request on behalf of Chevron U.S.A. Inc. (the "operator") to extend the deadline stipulated in the above titled order to continue the occasional injection of produced gas into the Bone Springs Formation for reasons outlined in your correspondence. The deadline date to complete the project under said order was one year after issuance of the order: May 21, 2021. However, the request for extension was received by the OCD prior to the deadline and will therefore be recognized.

The OCD finds that for reasons you have stated, the granting of this request to extend the order is in the interest of conservation, will prevent waste, and will protect the environment. Therefore, the deadline to complete the project under the existing order is hereby extended until **December 21, 2021**.

All requirements of the above referenced order and agreements therein remain in full force and effect. Any additional extension of the deadline to commence injection for this order will not be considered unless the operator has shown steady progress and presented the OCD with preliminary results. Otherwise, the authority shall expire under the terms of the extended order and the operator shall be required to submit a new application to maintain authority for the referenced project.

ADRIENNE SANDOVAL
Director

AS/dhr

cc: Oil Conservation Division – Hobbs District Office
Case No. 21020, Order Number R-21336

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