

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Tony Delfin
Acting Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



October 19, 2016

Ms. Brenda Rathjen
Energen Resources Corporation
3510 North "A" Street, Bldgs. A and B
Midland, TX 79705

RE: Administrative Order SWD-1501; First Extension of Deadline
Red Ruby 35 Federal No. 1 (API 30-025-34003)
Unit A, Sec 35, T23S, R32E, NMPM, Lea County, New Mexico
Order Date: October 23, 2014
Injection into Bell Canyon and Cherry Canyon formations; permitted interval: 5150 feet to 6650 feet

Dear Ms. Rathjen:

Reference is made to your request on behalf of Energen Resources Corporation (the "operator") to extend the October 23, 2016 deadline stipulated in order SWD-1501 to commence injection operations 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.

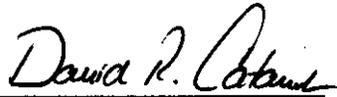
The Division finds that granting this request to extend this administrative order is in the interest of conservation, will prevent waste, and will protect the environment.

All requirements of the above referenced administrative order and agreements in the application remain in full force and effect.

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The deadline to commence injection for the existing order is hereby extended until October 23, 2017.

Sincerely,



DAVID R. CATANACH
Director

DRC/prg

cc: Oil Conservation Division – Hobbs District Office
Bureau of Land Management – Carlsbad Field Office
Well File API 30-025-34003
SWD-1501