

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Ken McQueen
Cabinet Secretary

Matthias Sayer
Deputy Cabinet Secretary

Heather Riley, Division Director
Oil Conservation Division



January 17, 2018

Mr. Ben Stone, Agent for OWL SWD Operating, LLC
SOS Consulting, LLC
P. O. Box 300
Como, TX 75431

RE: Administrative Order SWD-1555-A; First Extension of Deadline to Commence Injection

Smith Ranch SWD Well No. 1 (API 30-025-42974)
Unit I, Sec 6, T20S, R34E, NMPM, Lea County, New Mexico
Order Date: November 13, 2015
Injection into Devonian formation; permitted interval: 14625 feet to 15625 feet

Dear Mr. Stone:

Reference is made to your request on behalf of OWL SWD Operating, LLC (the operator) to extend the deadline stipulated in order SWD-1555-A based upon the approval date of November 13, 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. The additional evaluation for the extension included a review for the completion of new wells within the Area of Review that penetrated the approved injection interval and any changes in ownership of affected persons notified for the original application.

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 November 13, 2018. All requirements of the above referenced administrative order and agreements in the

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application remain in full force and effect.

Sincerely,



HEATHER RILEY
Director

HR/prg

cc: Oil Conservation Division – Hobbs District Office
Bureau of Land Management – Carlsbad Field Office
Well file 30-025-42974
SWD-1555-A