

State of New Mexico
Energy, Minerals and Natural Resources Department

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Oil Conservation Division



October 20, 2020

NGL Water Solutions Permian, LLC (OGRID 322338)
c/o Joseph Vargo

RE: Administrative Order SWD-1610; Extension of Deadline to Inject
Well: Gnome East SWD Federal Well No. 1 (API 30-015-43801)
Located: Unit D, Sec 35, T23S, R30E, NMPM, Lea County, New Mexico
Order Date: March 05, 2019
Injection formations: Devonian and Silurian formations; 15550 feet to 16550 feet

Dear Mr. Vargo:

Reference is made to your November, 14 2019 request on behalf of NGL Water Solutions Permian, LLC (the "operator") to extend the deadline to commence injection stipulated in order SWD-1610 for the above referenced well for reasons outlined in your correspondence. Previously, the order was approved for two, one-year extensions to commence injection. The current deadline date to commence injection under said order was January 13, 2020. The recent request for the additional extension was received by the Division prior to expiration and will therefore be recognized.

It is the Division's understanding from your correspondence that since the date of issuance of this permit, no additional wells that penetrate the approved injection interval were drilled in the one-mile Area of Review (AOR) and no new affected parties have been identified in the AOR. Therefore, the extension request could be reviewed administratively for approval.

The Division finds that for reasons you have stated, the granting of this request to extend this administrative order 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 **January 13, 2021**.

All requirements of the above referenced administrative order and agreements in the application remain in full force and effect. Any additional extension of the deadline to commence injection for this administrative order will not be considered unless the operator has already commenced drilling of the referenced well. Otherwise, the injection authority shall expire under the terms of the extended administrative order and the operator shall be required to submit a new application to obtain injection authority for the referenced well.

ADRIENNE SANDOVAL
Director

AS/dhr

cc: Oil Conservation Division - Hobbs District Office
Order SWD-1610