State of New Mexico Energy, Minerals and Natural Resources Department

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Adrienne Sandoval, Director Oil Conservation Division



October 22, 2020

3Bear Field Services, LLC (OGRID 372603)

c/o Alberto Gutierrez

E-mail contact: aag@geolex.com

RE: Administrative Order SWD-1704; Second Extension of Deadline to Inject

Well: Doodle Bug State SWD Well No. 1 (API 30-025-44144) Located: Unit G, Sec 16, T22S, R33E, NMPM, Lea County, New Mexico

Order Date: November 20, 2017

Injection formations: Devonian and Silurian formation; 16,420 feet to 17,200 feet

Dear Mr. Gutierrez:

Reference is made to your October 7, 2020 request on behalf of 3Bear Field Services, LLC (the "operator") to extend the deadline stipulated in the above titled order to commence injection for the above referenced well for reasons outlined in your correspondence. The deadline date to commence injection under said order was two years after issuance of the order: November 20, 2019. However, the Oil Conservation Division (OCD) formally approved the operator's first extension request submitted August 15, 2019, which contained the required information and was submitted prior to the original deadline. Therefore, the OCD shall recognize the first extension request providing a current deadline date of November 20, 2020.

It is the OCD'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 half-mile Area of Review (AOR). Additionally, no new affected parties have been identified in the AOR. Therefore, the extension request could be reviewed administratively for approval.

The OCD 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 **August 20, 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 commenced drilling of the referenced well by the specified date of November 25, 2020. 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/bl

cc: New Mexico State Land Office – Santa Fe Office

Oil Conservation Division - Hobbs District Office

Order SWD-1704