

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

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Todd E. Leahy, JD, PhD
Deputy Secretary

Adrienne Sandoval, Director
Oil Conservation Division



March 29, 2021

Blackbuck Resources, LLC (OGRID 373619)
c/o Nate Alleman
E-mail contact: nalleman@all-llc.com

RE: Administrative Order SWD-2016; Extension of Deadline to Inject
Well: Elizabeth Federal SWD Well No. 2 (API 30-015-Pending)
Located: Unit N, Sec 27, T23S, R31E, NMPM, Eddy County, New Mexico
Order Date: May 1, 2020
Injection formations: Devonian and Silurian formation; 16,425 feet to 17,695 feet

Dear Mr. Alleman:

Reference is made to your March 25, 2021 request on behalf of Blackbuck Resources, 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 one year after issuance of the order: May 1, 2021.

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 one-mile Area of Review (AOR). Additionally, no new affected party has 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 May 1, 2022.

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.

A handwritten signature in black ink, appearing to read 'AS', with a horizontal line underneath.

ADRIENNE SANDOVAL
Director

AS/bl

cc: Oil Conservation Division - Artesia District Office
Bureau of Land Management – Carlsbad Field Office
Order SWD-2016