State of New Mexico Energy, Minerals and Natural Resources Department

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Todd E. Leahy, JD, PhDDeputy Secretary

Adrienne Sandoval, Director Oil Conservation Division



April 15, 2021

Mewbourne Oil Co. (OGRID 14744)

c/o Tim Harrington

E-mail contact: tharrington@mewbourne.com

RE: Administrative Order SWD-1987; Extension of Deadline to Inject

Well: Silver Bullet 16 SWD Well No. 1 (API 30-015-Pending) Located: Unit I, Sec 16, T26S, R29E, NMPM, Eddy County, New Mexico

Order Date: June 17, 2020

Injection formations: Devonian and Silurian formation; 15,350 feet to 16,650 feet

Dear Mr. Harrington:

Reference is made to your March 29, 2021 request on behalf of Mewbourne Oil Company (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: June 17, 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, three new affected parties have been identified in the AOR and were provided with notice of the extension request. 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 **June 17**, **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.



ADRIENNE SANDOVAL

Director

AS/bl

cc: Oil Conservation Division - Artesia District Office

Bureau of Land Management – Carlsbad Field Office

New Mexico State Land Office – Oil, Gas, and Minerals Division

Order SWD-1987