

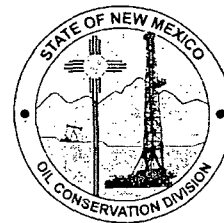


New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Brett F. Woods, Ph.D.
Acting Cabinet Secretary

J. Daniel Sanchez
Acting Division Director
Oil Conservation Division



October 3, 2011

Kim Tyson
Fasken Oil & Ranch, LTD.
303 West Wall Street
Suite 1800
Midland, TX 79701

Re: Administrative Order SWD-1250

Federal 27 Well No. 2 (API 30-025-29400)
560 FSL, 660 FEL, Unit letter P, Sec 27, T18S, R33E, NMPM, Lea County
Dispose into the Delaware formation, Depths: 5946 to 7388

You have submitted a request on behalf of Fasken Oil & Ranch, LTD., for an extension of this disposal permit beyond the one year deadline to commence injection for the reasons outlined in the attached correspondence.

The Division finds that granting this request to extend this injection permit is in the interest of conservation and will prevent waste and protect the environment.

All requirements of the above referenced injection permit and agreements in the application remain in full force and effect.

The deadline to commence injection is hereby extended until October 25, 2012.

JAMI BAILEY
Director

Cc: Oil Conservation Division – Hobbs
File: SWD-1250



Jones, William V., EMNRD

From: Kim Tyson [kimt@forl.com]
Sent: Wednesday, September 28, 2011 10:11 AM
To: Jones, William V., EMNRD
Subject: Federal "27" No. 2 - Request Extension for SWD Permit - SWD-1250
Attachments: Federal 27 #2 - SWD Permit.pdf

William,

I am writing this e-mail to request an extension for our SWD permit No.1250 for the Federal "27" No. 2 that is due to expire on 10-25-11. Fasken Oil and Ranch, Ltd. may be doing more work in this area in the next year and would need to utilize an SWD well. I have answered some questions below regarding the extension of this permit.

Nothing has changed in the ½ mile Area of review. No new wells have been drilled and all of the ownership remains the same.

Operator Name - Fasken Oil and Ranch, Ltd.

OGRID – 151416

Rule 5.9 Status - Fasken Oil and Ranch, Ltd. was not listed as an operator who is subject to the part 5.9 rule.

Operator Address and e-mail – 303 West Wall St., Ste. 1800, Midland, TX 79701; use kimt@forl.com for the e-mail address.

API Number – 30-025-29400

Legal description of the well – 560' FSL & 660' FEL, Section 27, T18S, R33E

Fasken Oil and Ranch, Ltd. requests a one year extension.

Disposal Permit number & date issued – Administrative Order SWD-1250 and it was issued on 10-25-2010.

I have attached a copy of the SWD permit.

No sundry notices have been submitted as of yet for the work to convert this well to an SWD well.

Please call me at 432-687-1777 or e-mail me if you should need more information.

Thanks for your help concerning this matter.

Kim Tyson