New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson

Governor

Jim Noel Cabinet Secretary

Karen W. Garcia Deputy Cabinet Secretary Mark Fesmire
Division Director
Oil Conservation Division



July 19, 2010

Dr. Kay Havenor Mesquite SWD, Inc. PO Box 1479 Carlsbad, NM 87221

Re: Administrative Order SWD-1186

Big Eddy SWD Well No. 1 (API 30-015-05819) 660 FSL, 660 FEL, Unit P, Sec 3, T20S, R31E, NMPM, Eddy County Injection into the Miss and SiluroDev. formations, Depths: 12950 to 14205

You have submitted a request on behalf of Mesquite SWD, Inc., 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. Please note per Division rules, change of operator for injection and SWD wells is not automatic and should be approved through Compliance and Enforcement of the Santa Fe office.

The deadline to commence injection is hereby extended until August 14,2011.

MARK E. FESMIRE, P.E.

Acting Director

Cc: Oil Conservation Division – Artesia,

File: SWD-1186

Jones, William V., EMNRD

From:

Kay Havenor [khavenor@georesources.com]

Sent: To: Friday, July 09, 2010 2:19 PM Jones, William V., EMNRD

Subject:

SWD-1186 Big Eddy SWD #1

Will,

I would respectfully request an extension for commencing disposal into the Big Eddy #1 API 30-015-05819. SWD-1186 Big Eddy SWD #1. We are still in the process of working with NMENV re: Permit DP-1741 Discharge Permit for this well. We expect 6 or 8 more months before we can physically begin any pipeline planning or work on the re-entry. This well is *really* in the boon-docks.

Thank you for your consideration.

Kay Havenor

Kay C. Havenor, Ph.D., PG. CPG GeoScience Technologies 200 West First Street, Suite 747 Roswell, NM 88203-4678 (575) 622-0283