

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

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

Jami Bailey, Division Director
Oil Conservation Division



September 9, 2014

Owl SWD Operating, LLC
8214 Westchester Drive, Suite 850
Dallas, TX 75225

Attn: Mr. Ben Stone, Agent for Owl SWD Operating, LLC
SOS Consulting, LLC

RE: Administrative Order SWD-1364; Extension of Deadline

Brininstool 25 Federal Well No. 1 (API 30-025-37582)
1980 FNL, 660 FEL; Unit H, Sec 25, T23S, R33E, NMPM, Lea County, New Mexico
Order Date: November 4, 2012
Injection into the Bell Canyon and Cherry Canyon formations; approved interval: 5223 feet to 7380 feet

Mr. Stone:

Reference is made to your request on behalf of Owl SWD Operating, LLC for one additional year extension of the November 4, 2014 deadline to commence injection into the above named well for reasons outlined in the attached correspondence.

It is the Division's understanding from your request that there have been no significant changes in the information provided in the application submitted for review and approval of this order. These changes include the completion of new wells within the Area of Review that penetrated the approved injection interval and any changes in ownership.

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

All requirements of the above referenced administrative order and agreements in the application remain in full force and effect.

The deadline to commence injection is hereby extended until November 4, 2015.

Sincerely,

A handwritten signature in black ink, appearing to read "Jami Bailey", is written over a horizontal line.

JAMI BAILEY
Director

JB/prg

cc: Oil Conservation Division – Hobbs Office
Well File API 30-025-37582
SWD-1364