

District I - (575) 393-6161  
1625 N. French Dr., Hobbs, NM 88240  
District II - (575) 748-1283  
811 S. First St., Artesia, NM 88210  
District III - (505) 334-6178  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV - (505) 476-3460  
1220 S. St. Francis Dr., Santa Fe, NM 87505

**NM OIL CONSERVATION**

**ARTESIA OIL CONSERVATION DIVISION**

1220 South St. Francis Dr.  
Santa Fe, NM 87505

**RECEIVED**

WELL API NO. <b>30-015-35558</b>
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name <b>Black Lake 7 SWD (formerly Kimber State)</b>
8. Well Number <b>001</b>
9. OGRID Number <b>308339</b>
10. Pool name or Wildcat Current: Salt Draw; Morrow (Gas) Pool ID 96819 (Pending: SWD; Delaware per SWD-1464)

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> <b>SWD</b>	
2. Name of Operator <b>Owl SWD Operating, LLC</b>	
3. Address of Operator <b>8214 Westchester Dr., Ste.850, Dallas, TX 75225</b>	
4. Well Location Unit Letter <b>C</b> ; <b>660</b> feet from the <b>North</b> line and <b>1980</b> feet from the <b>West</b> line Section <b>7</b> / Township <b>25-S</b> Range <b>28-E</b> NMPM County <b>Eddy</b>	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <b>3067' G.L.</b>	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input checked="" type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
CLOSED-LOOP SYSTEM <input type="checkbox"/>	Temporary Abandon <input checked="" type="checkbox"/>	OTHER: <input type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

**Owl SWD Operating, LLC is requesting approval to temporarily abandon this well to accommodate changing priorities to adjust for the current O&G operating climate and additional disposal capacities are needed in the area. TA'ing the well now will allow it to remain in compliance and the well will be configured to SWD per SWD-1464 in the future.**

*EXTENSION EXPIRES 3/5/2017*

- 1) MIRU Pulling unit. Conduct safety / objective meeting; configure wellhead as appropriate; install BOP & pull tubing. *\*Unsure if all tubing remains in hole. (Last well file info shows tubing @ 12,150'.) Check weight and release PKR and/or, pull current tubing. Depending on situation, either run CIBP on tubing or RU wireline.*
- 2) Set CIBP @ 12,250' in 3.5" liner & cap w/ 35' cement to isolate open perfs 12,350'-574'.
- 3) Notify OCD of casing pressure test.
- 4) Conduct MIT for 5 year TA.
- 5) RD & MO equipment.

TA status may be granted after a successful MIT test is performed.  
Contact the OCD to schedule the test so it may be witnessed.

Spud Date: [Rig Up]

Rig Release Date: [ ]

*LAST PROD 3/1/2012*

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE *Ben Jones* TITLE Agent/consultant DATE 7/12/2016

Type or print name \_\_\_\_\_ E-mail address: ben@sosconsulting.us PHONE: 903-488-9850

**For State Use Only**

APPROVED BY: *Ben Jones / NGE* TITLE COMPLIANCE OFFICER DATE 7/13/16  
Conditions of Approval (if any): \_\_\_\_\_



RECEIVED OGD

2016 FEB -1 P 2: 44

January 27, 2016

New Mexico Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505

Attn: Mr. David Catanach, Director

*Re: Request for Extension of SWD-1464 pertaining to the Black Lake 7 No.1 located in  
Section 7, Township 25 South, Range 28 East, NMPM, Eddy County, New Mexico.*

Dear Mr. Catanach,

The subject administrative SWD order was recently acquired by Owl SWD Operating, LLC from Mewbourne Oil Company. The order applies to API well number 30-015-35558, the C-145 Change of Operator was approved June 3, 2015.

SWD-1464 expires on March 5, 2016.

Due to the current climate in the industry, as many operators, Owl SWD Operating, LLC is making adjustments and prioritizing projects as necessary. For the Black Lake 7 No.1 SWD project, commencement of disposal operations may not be possible by the March 5<sup>th</sup> expiration date.

Therefore, on behalf of Owl SWD Operating, LLC, I respectfully request that the expiration date of order SWD-1464 be extended for one year, to expire on March 5, 2017.

If you or your staff has any questions, please do not hesitate to call or email me.

Best regards,

Ben Stone, Partner  
SOS Consulting, LLC  
Agent for Owl SWD Operating, LLC

Cc: Project file

State of New Mexico  
Energy, Minerals and Natural Resources Department

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Susana Martinez  
Governor

David Martin  
Cabinet Secretary

Tony Delfin  
Deputy Cabinet Secretary

David R. Catanach, Division Director  
Oil Conservation Division



**NM OIL CONSERVATION**  
ARTESIA DISTRICT

JUL 12 2016

February 3, 2016

**RECEIVED**

Mr. Ben Stone  
SOS Consulting, LLC  
P.O. Box 300  
Como Tx. 75431

**RE: Administrative Order SWD-1464; First Extension of Deadline**

Black 7 SWD State Well No. 1 (API 30-015-35558)

660 FNL, 1980 FWL; Unit C, Sec 7, T25S, R28E, NMPM, Eddy County, New Mexico

Order Date: March 5, 2014

Injection into the Bell Canyon, Cherry Canyon and Brushy Canyon formations of the Delaware Mountain group; approved interval: 2430 feet to 4350 feet

Mr. Stone:

Reference is made to your request on behalf of OWL SWD Operating, LLC ("OWL") for an additional one year extension of the March 5, 2016 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 for the existing order is hereby extended until March 5, 2017.

SWD-1464: First Extension of Deadline  
OWL SWD Operating, LLC  
February 3, 2016  
Page 2 of 2

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Sincerely,

A handwritten signature in black ink, appearing to read "David R. Catanach". The signature is fluid and cursive, with the first name "David" and last name "Catanach" clearly distinguishable.

DAVID R. CATANACH  
Director

DRC/mam

cc: Oil Conservation Division – Artesia Office  
SWD-1464  
New Mexico State Land Office – Oil, Gas, and Minerals  
Well File API 30-015-35558