

State of New Mexico  
Energy, Minerals and Natural Resources Department

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Michelle Lujan Grisham  
Governor

Sarah Cottrell Propst  
Cabinet Secretary

Todd E. Leahy, JD, PhD  
Deputy Secretary

Adrienne Sandoval, Director  
Oil Conservation Division



October 15, 2020

Kaiser-Francis Oil Company  
c/o James Bruce, Attorney  
jamesbruc@aol.com  
P.O. Box 1056  
Santa Fe, New Mexico 87504

**RE: Request for Time Extension to Commence Completions**  
Case No. 20295, R-20740 approved date July 31, 2019  
Deadline to commence completions One (1) year from drilling commencement  
Applicant/Operator: Kaiser-Francis Oil Company  
Proposed Wells:  
Red Hills Federal No. 003H, API No. 30-025-45418  
Red Hills Federal No. 103H, API No. 30-025-45385

Dear Sir or Madam:

The following pertains to your request received by the Division on September 25<sup>th</sup>, 2020 and to the requirements in the captioned hearing order.


You have requested an extension of the deadline to commence completions given by the Division in the captioned order.

As stated, you are requesting an extension to commence completions due to "adverse economic conditions" There was no opposition in the captioned case. You are requesting an additional year to commence completions. The date is now extended to, **October 5, 2021**.

The requested additional year in which to commence completions is hereby granted.

All other provisions of this order remain in full force and effect.

Sincerely,

  
ADRIENNE SANDOVAL  
Director  
AS/jag

**JAMES BRUCE**  
ATTORNEY AT LAW

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September 25, 2020

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

Re: Request of Kaiser-Francis Oil Company to extend well completion deadlines

Ladies and gentlemen:

Kaiser-Francis Oil Company ("KFOC") has drilled but not yet completed the listed wells under the pooling orders identified below.

1. Order No. R-20405, dated February 28, 2019.

Well Name	API Number	Formation	Spud Date	Estimated Frac Date	First Sales
Red Hills 001H	30-025-45386	Bone Spring Upper Avalon	10/20/19	11/8/20	1/7/21
Red Hills 101H	30-025-45383	Bone Spring Lower Avalon	10/4/19	11/8/20	1/7/21

2. Order No. R-20740 dated July 31, 2019.

Well Name	API Number	Formation	Spud Date	Estimated Frac Date	First Sales
Red Hills 003H	30-025-45418	Bone Spring Upper Avalon	10/21/19	10/24/20	1/10/21
Red Hills 103H	30-025-45385	Bone Spring Lower Avalon	10/5/19	10/24/20	1/10/21

3. Order No. R-20741 dated July 31, 2019.

Well Name	API Number	Formation	Spud Date	Estimated Frac Date	First Sales
Red Hills 402H	30-025-45387	Wolfcamp XY Sand	10/11/19	10/24/20	1/25/21

4. Order No. R-20742 dated July 31, 2019.

Well Name	API Number	Formation	Spud Date	Estimated Frac Date	First Sales
Red Hills 403H	30-025-45386	Wolfcamp XY Sand	10/6/19	10/24/20	1/25/21


The wells are located in Section 31, Township 25 South, Range 33 East, NMPM and Section 6, Township 26 South, Range 33 East, NMPM.

The wells were timely commenced under the orders. Ordering Paragraph (7) in Order No. R-20405, and Ordering Paragraph (6) in Order Nos. R-20740 through 20743, require commencement of completion operations within one year of well commencement. As set forth above, well completions are not scheduled to be commenced in the time fixed by the orders. This was due to operational reasons (KFOC desired to drill a number wells so that they could be completed more or less simultaneously to minimize costs), and due to adverse economic conditions beginning early this year.

Pursuant to each order, KFOC requests an extension of the well completion deadlines through January 31, 2021.

Please let me know if any additional information is needed by the Division.

Very truly yours,

  
James Bruce

Attorney for Kaiser-Francis Oil Company