

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

**APPLICATION OF MATADOR PRODUCTION
COMPANY TO AMEND ORDER NO. R-21219,
EDDY COUNTY, NEW MEXICO.**

Case No. _____

APPLICATION

Matador Production Company applies for an order amending Order No. R-21219, and in support thereof states:

1. Order No. R-21219 pooled all mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the W/2W/2 of Section 9 and the W/2W/2 of Section 16, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.

2. Applicant proposes to drill the following wells to a depth sufficient to test the Bone Spring formation: (a) The Jack Sleeper Com. Well No. 111H; and (b) The Jack Sleeper Com. Well No. 121H. Both wells have first take points in the NW/4NW/4 of Section 9 and final take points in the SW/4SW/4 of Section 16. Order No. R-21219 designates Applicant as operator of the wells.

3. This matter was heard on August 8, 2019, and Order No. R-21219 was entered on April 2, 2020 using the "interim form of order." A newer, amended order template was described in a letter of the Division Director date April 9, 2020 (the "Amended Order Template").

4. Applicant requests that Order No. R-21219 be amended to conform to the Amended Order Template.

5. Paragraph 19 of Order No. R-21219 requires the operator to commence the well within one year of the date of issuance. Paragraph 20 of Order No. R-21219 provides that the

order will terminate if the well is not timely commenced, unless the operator “obtains an extension by an amendment of this Order for good cause shown.”

6. Applicant requests an extension of the drilling deadline due to market conditions which have altered drilling schedules until commodity prices improve. Applicant still intends to drill the subject wells. Thus good cause exists for Applicant’s request for an extension.

7. Applicant requests an extension of the well commencement deadline to April 2, 2022.

WHEREFORE, Applicant requests that, after notice and hearing, the Division enter its order amending Order No. R-21219 (i) to conform to the Amended Order Template, and (ii) to extend the well commencement deadline to April 2, 2022.

Respectfully submitted,



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