## STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION OF NOVO OIL & GAS NORTHERN DELAWARE, LLC TO AMEND ORDER NO. R-20578, EDDY COUNTY, NEW MEXICO.

CASE NO. \_\_\_\_\_ORDER NO. R-20578

## **APPLICATION**

Novo Oil & Gas Northern Delaware, LLC ("Novo") (OGRID No. 372920) through its undersigned attorneys, hereby files this application with the Oil Conservation Division to amend Division Order No. R-20578 ("Order") to add an additional initial well to the approved spacing unit under the Order. In support its application, Novo states:

- 1. The Order, entered on May 29, 2019, in Case No. 20184, created a standard 320-acre, more or less, horizontal spacing unit comprised of the W/2 of Section 4, Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico (the "Unit"), and designated Novo as the operator of the Unit.
- 2. The Order further pooled the uncommitted interests in the Wolfcamp formation (Purple Sage Wolfcamp Gas Pool (98220)) in the Unit and dedicated the Unit to the proposed initial Goonch Fed Com 04 #211H Well.
- 3. On April 7, 2020, the Division Director issued a letter approving Novo's request for an extension of the deadline to commence drilling to May 31, 2021.
- 4. Since the entry of the Order, Novo has determined it is prudent to dedicate the Unit to the additional initial **Goonch Fed Com 04 #235H well**, to be drilled from a surface hole location

in the NE/4 NW/4 of Section 4 (Lot 2) to a bottom hole location in the SE/4 SW/4 of Section 4 (Unit N).

- 5. The completed interval for this well will remain within the standard offset required by the Special Pool Rules for the Purple Sage Wolfcamp Pool.
- 6. Novo has submitted a well proposal letter to the mineral owners pooled under Division Order No. R-20578 and will further notify them of this hearing.

WHEREFORE, Novo requests that this application be set for hearing before an Examiner of the Oil Conservation Division on March 4, 2021, and, after notice and hearing as required by law, the Division enter an order amending Order No. R-20578 to add an additional initial well.

Respectfully submitted,

**HOLLAND & HART LLP** 

By.

Michael H. Feldewert

Adam G. Rankin

Julia Broggi

Kaitlyn A. Luck

Post Office Box 2208

Santa Fe, New Mexico 87504-2208

(505) 988-4421

(505) 983-6043 Facsimile

mfeldewert@hollandhart.com

agrankin@hollandhart.com

jbroggi@hollandhart.com

kaluck@hollandhart.com

ATTORNEYS FOR NOVO OIL & GAS NORTHERN DELAWARE, LLC