

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

**APPLICATION OF COLGATE OPERATING LLC
TO AMEND ORDER NO. R-21589
EDDY COUNTY, NEW MEXICO**

**CASE NO. _____
ORDER NO. R-21589
(Re-Open)**

APPLICATION

Colgate Operating LLC (“Colgate”), OGRID Number 371449, through its undersigned counsel, files this application with the Oil Conservation Division (“Division”) for the limited purpose of amending Order No. R-21589 (“the Order”) to allow for an extension of time for drilling the well under the Order. In support of this application, Colgate states as follows:

1. The Division heard Case No. 21467 on January 21, 2021 and entered Order No. R-21589 on February 2, 2021.
2. The Order designated Colgate as the operator of the horizontal spacing unit for the drilling of Colgate’s proposed **Bolander 32 State Fed Com 121H** and **Bolander 32 State Fed Com 131H** wells; and pooled uncommitted interest owners in a 320-acre, more or less, Bone Spring non-standard horizontal spacing unit comprised of the N/2 N/2 of Section 32 and N/2 N/2 of Section 31, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico.
3. Paragraph 19 of the Order states: “The Operator shall commence drilling the Well(s) within one year after the date of this Order and complete each Well no later than one (1) year after the commencement of drilling the Well.” Paragraph 20 of the Order states: “This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by an amendment of this Order for good cause shown.”
4. Under the Order, Colgate would be required to commence drilling the well by February 2, 2022.

5. Colgate requests that the Order be re-opened and amended to allow Colgate an additional year to commence drilling the well under the Order.

6. Colgate requests this extension because there have been disruptions in Colgate's drilling schedule due to the COVID-19 pandemic and operational problems encountered by Colgate when drilling.

7. Good cause exists for Colgate's request for an extension of time.

8. Colgate asks that the deadline to commence drilling the initial well be extended for a year from February 2, 2022 to February 2, 2023.

WHEREFORE, Colgate requests this application be set for hearing before an Examiner of the Oil Conservation Division on February 3, 2022 and after notice and hearing as required by law, the Division amend Order No. R-21589 to extend the time for Colgate to commence drilling the well under the Order for a year, through February 2, 2023.

MODRALL, SPERLING, ROEHL, HARRIS
& SISK, P.A.

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(Re-Open) Application of Colgate Operating LLC to Amend Order No. R-21589, Eddy County, New Mexico. Applicant seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21589 to allow for a one-year extension of time to commence drilling the initial well under the Order. The Division issued Order No. R-21589 on February 2, 2021, which designated Colgate as the operator of the unit and the **Bolander 32 State Fed Com 121H** and **Bolander 32 State Fed Com 131H** wells; and pooled uncommitted interest owners in a 320-acre, more or less, Bone Spring horizontal spacing unit comprised of the N/2 N/2 of Section 32 and N/2 N/2 of Section 31, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. Said area is located approximately 19 miles southeast of Artesia, New Mexico.