

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

**APPLICATION OF TITUS OIL &
GAS PRODUCTION, LLC TO AMEND
ORDER NO. R-21651,
LEA COUNTY, NEW MEXICO**

Case No. _____
**Order No. R-21651
(Re-Open)**

APPLICATION

Titus Oil & Gas Production, LLC, OGRID No. 373986 (“Titus”), through its undersigned counsel Montgomery & Andrews, P.A. (Sharon T. Shaheen and Troy S. Lawton), hereby files this application with the Oil Conservation Division to amend Order No. R-21651 entered in Case No. 21793 to extend the time for drilling the **Cattlemen Fed Com 204H** (“Cattlemen 204H Well”) approved in Order No. R-21651. In support of its application, Titus states as follows:

1. Order No. R-21651 pooled uncommitted interest owners in the Bone Spring formation (WC-025 G-08 S263412K; Bone Spring [96672]) in a standard 240-acre, more or less, horizontal spacing and proration unit (“HSU”) comprised of the E/2 SE/4 of Section 17 and E/2 E/2 of Section 20, Township 26 South, Range 35 East, NMPM, in Lea County, New Mexico, dedicated to the Cattlemen 204H Well.
2. Titus is a working interest owner in the HSU and has the right to drill thereon.
3. Order No. R-21651 designated Titus as the operator of the Cattlemen 204H Well and the HSU.
4. Titus requests that the Division re-open the matter to extend the time to commence drilling the Cattlemen 204H Well to be no later than April 13, 2023, which will be a one-year extension from the time to commence drilling granted in Order No. R-21651.
5. The Division Hearing in Case No. 21793 was held on April 8, 2021.

6. The Division entered Order No. R-21651 in Case No. 21793 on April 13, 2021.

7. Order No. R-21651, ¶ 19, 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.” Order No. R-21651, ¶ 20, states, “This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by amending this Order for good cause shown.”

8. Under Order No. R-21651, Titus would be required to commence drilling the wells by April 13, 2022.

9. Good cause exists for the Division to grant the extension.

10. Titus requests an extension of time because there have been changes in Titus’s drilling schedule due to current labor shortages and supply chain issues resulting from COVID-19 policies.

WHEREFORE, Titus requests that this application be set for hearing before an Examiner of the Oil Conservation Division on March 3, 2022, and that, after notice and hearing as required by law, the Division enter an order amending Order No. R-21651 to extend the time to commence drilling the Cattlemen 204H Well to be no later than April 13, 2023.

Respectfully submitted,

MONTGOMERY & ANDREWS, P.A.

/s/ Sharon T. Shaheen

Sharon T. Shaheen

Troy S. Lawton

Post Office Box 2307

Santa Fe, NM 87504-2307

(505) 986-2678

sshaheen@montand.com

tlawton@montand.com

Attorneys for Titus Oil & Gas Production, LLC

Application of Titus Oil & Gas Production, LLC to Amend Order No. R-21651, Lea County, New Mexico (Re-Open). Applicant in the above-styled cause seeks to re-open Case No. 21793 for the limited purpose of amending Order No. R-21651 to extend by one year, through April 13, 2023, the time to commence drilling the **Cattlemen Fed Com 204H** well, proposed to be drilled into the Bone Spring formation (WC-025 G-08 S263412K; Bone Spring [96672]) underlying the E/2 SE/4 of Section 17 and E/2 E/2 of Section 20, Township 26 South, Range 35 East, NMPM, in Lea County, New Mexico. The well and lands are located approximately 13 miles southwest of Jal, New Mexico.