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

APPLICATION OF CATENA RESOURCES OPERATING, LLC TO POOL ADDITIONAL INTERESTS UNDER ORDER NO. R-22131, LEA COUNTY, NEW MEXICO

CASE NO. _____ORDER NO. R-22131 (Re-Open)

APPLICATION

Pursuant to NMSA § 70-2-17, Catena Resources Operating, LLC ("Applicant") (OGRID No. 328449) files this application with the Oil Conservation Division ("Division") for the limited purpose of pooling additional uncommitted interests under the terms of Division Order No. R-22131. Applicant states the following in support of its application.

- 1. On May 9, 2022, the Division entered Order No. R-22131 ("Order") in Case No. 22630, which pooled all uncommitted interests in the Scharb; Wolfcamp (Pool Code 55640) within the Wolfcamp formation underlying a 640-acre, more or less, standard horizontal spacing unit comprised of the E/2 of Section 5, Township 19 South, Range 35 East and the E/2 of Section 32, Township 18 South, Range 35 East, Lea County, New Mexico ("Unit"). The Order further dedicated the Unit to the Foxtail E2 05 32 W1 State Com 1H well ("Well") and designated Applicant as operator of the Unit and Well.
- 2. Since the Order was entered, Applicant has identified additional uncommitted interests in the Unit that have not been pooled under the terms of the Order.
- 3. Applicant has undertaken diligent, good-faith efforts to obtain voluntary agreements from the additional mineral interest owners to participate in the drilling of the Well but has been unable to obtain voluntary agreements from the owners.

4. In order to permit Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the additional uncommitted interests should be pooled into the Unit pursuant to terms of the Order.

WHEREFORE, Applicant requests this application be set for hearing before an Examiner of the Oil Conservation Division on July 7, 2022, and after notice and hearing as required by law, the Division pool the additional interests into the Unit pursuant to the terms of Division Order No. R-22131.

Respectfully submitted,

HINKLE SHANOR LLP

/s/ Dana S. Hardy

Dana S. Hardy Jaclyn M. McLean Jeremy I. Martin P.O. Box 2068 Santa Fe, NM 87504-2068

Phone: (505) 982-4554 Facsimile: (505) 982-8623 dhardy@hinklelawfirm.com jmclean@hinkellawfirm.com

jmartin@hinklelawfirm.com

Counsel for Catena Resources Operating, LLC