

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

**APPLICATION OF COLGATE
OPERATING, LLC TO EXTEND TIME
TO COMMENCE DRILLING OPERATIONS,
EDDY COUNTY, NEW MEXICO.**

**CASE NO. _____
ORDER NO. R-22246**

APPLICATION

Colgate Operating, LLC (“Applicant”) (OGRID No. 371449) files this application with the Oil Conservation Division (“Division”) requesting a one-year extension of time to commence drilling the well authorized by Order No. R-22246 (“Order”). In support of its application, Applicant states the following.

1. The Division entered the Order in Case No. 22798 on August 29, 2022.
2. The Order pooled all uncommitted interests in the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the N/2 S/2 of Sections 23 and 24, Township 20 South, Range 28 East, Eddy County, New Mexico (“Unit”) and dedicated the Unit to the Bondi 24 Fed Com 123H well (“Well”).
3. The Order designated Applicant as operator of the Unit and Well.
4. Paragraph 19 of the Order requires Applicant to commence drilling the Well within one (1) year of the date of the Order unless Applicant obtains a time extension from the Division Director for good cause shown.
5. Applicant’s ability to commence drilling the Well has been impacted by limited rig availability, supply chain delays, and delays due to the merger of Colgate and Centennial Resources.

6. Accordingly, Applicant requests that the Division extend the deadline to commence drilling the Well until August 29, 2024.

7. Good cause exists for the requested extension.

WHEREFORE, Applicant requests this application be set for hearing on June 1, 2023, and after notice and hearing, the Division extend the deadline to commence drilling the Well under the Order until August 29, 2024.

Respectfully submitted,

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