

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

**APPLICATION OF E.G.L. RESOURCES, INC.
FOR AUTHORIZATION TO DRILL AND OPERATE
AN INFILL WELL UNDER ORDER NO. R-14097,
LEA COUNTY, NEW MEXICO.**

CASE NO. _____

APPLICATION

Pursuant to NMSA § 70-2-17 and 19.15.13.11(C) NMAC, E.G.L. Resources, Inc. (“Applicant”) (OGRID No. 192373) files this application with the Oil Conservation Division (“Division”) requesting authorization to drill and operate an infill well under the terms of Division Order No. R-14097. Applicant states the following in support of its application.

1. On December 14, 2015, the Division entered Order No. R-14097 (“Order”) in Case No. 15366, which pooled all uncommitted interests in the Quail Ridge; Bone Spring Pool (Code 50640) underlying a 160-acre horizontal spacing unit comprised of the W/2 E/2 of Section 16, Township 19 South, Range 34 East, Lea County, New Mexico (“Unit”). The Order dedicated the Unit to the Cimarron 16 19S 34E RN State Well No. 133H (“Well”) and designated Matador Production Company (“Matador”) as operator of the Unit and Well.

2. Applicant is a pooled working interest owner under the terms of Order No. R-14097.

3. In accordance with 19.15.13.11 NMAC, Applicant notified Matador that it proposed to drill the **Cimarron 16 19 34 RN State Com #101H** infill well (“Infill Well”) on August 9, 2022. The proposed Infill Well will be drilled from a surface hole location in the NW/4 NE/4 (Unit B) of Section 16 to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 16 and will produce from the Quail Ridge; Bone Spring Pool (Code 50640).

4. Matador declined to propose the Infill Well proposed by Applicant and has not commenced drilling the Infill Well.

5. In order to allow Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the Division should authorize Applicant to drill and operate the Infill Well under the terms of Order No. R-14097.

WHEREFORE, Applicant requests this application be set for hearing before an Examiner of the Division on March 7, 2024 and, after notice and hearing, the Division authorize Applicant to drill and operate the proposed Infill Well under the terms of Order No. R-14097.

Respectfully submitted,

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