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

APPLICATION OF NOVO OIL & GAS NORTHERN DELAWARE, LLC TO EXTEND TIME TO COMMENCE DRILLING OPERATIONS, EDDY COUNTY, NEW MEXICO.

Case No	
Order No	. R-22622

APPLICATION

Novo Oil & Gas Northern Delaware, LLC ("Novo") (OGRID No. 372920) files this application with the Oil Conservation Division ("Division") requesting a one-year extension of time to commence drilling the wells authorized by Order No. R-22622. In support of its application, Novo states the following.

- 1. The Division issued Order No. R-22622 in Case No. 23210 on April 13, 2023, approving a 720-acre, more or less, standard horizontal spacing unit comprised of the W/2 of Sections 9 and 16, and the N/2 NW/4 of Section 21, Township 19 South, Range 30 East, Eddy County, New Mexico ("Unit"), and designating Novo as operator of the Unit.
- 2. The Order further pooled all uncommitted interests within the Bone Spring formation in the Hackberry, Bone Spring Pool (Code 29345) underlying the Unit and dedicated the Unit to the Tickety Boo Fed Com 2109 121H, Tickety Boo Fed Com 2109 122H, Tickety Boo Fed Com 2109 131H, Tickety Boo Fed Com 2109 132H, and Tickety Boo Fed Com 2109 133H wells (collectively "Wells").
- 3. The Order requires Novo to commence drilling the Wells within one (1) year of the date of the Order unless Novo obtains a time extension from the Division Director for good cause shown.

- 4. Novo's overall development plans in the immediate area would be best served by co-developing the Wells with adjacent lands to prevent waste, and federal drilling permits for wells in the adjacent tracts have been delayed. These delays have impacted Novo's ability to commence drilling the Wells.
 - 5. Good cause exists for the requested extension.
- 6. Accordingly, Applicant requests that the Division extend the deadline to commence drilling the Wells to April 13, 2025.

WHEREFORE, Novo requests that this application be set for hearing on April 4, 2024, and after notice and hearing, the Division extend the deadline for Novo to commence drilling the Wells until April 13, 2025.

Respectfully submitted,

HINKLE SHANOR LLP

<u>/s/ Dana S. Hardy</u>

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