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

APPLICATION OF READ AND STEVENS, INC. TO AMEND ORDER NO. R-22748, LEA COUNTY, NEW MEXICO.

CASE NO. ORDER NO. R-22748

APPLICATION

Read & Stevens, Inc., ("Read & Stevens" or "Applicant"), through its undersigned attorneys, hereby files this application with the Oil Conservation Division to amend Order No. R-22748 ("Order") to allow for an extension of time for drilling the proposed initial wells under the Order. In support of its application, Read & Stevens states:

- 1. Division Order No. R-22748, entered on June 15, 2023, in Case No. 23524, created a standard 320.95-acre, more or less, horizontal well spacing unit comprised of Lot 4, SW/4 NW/4 and the W/2 SW/4 of Section 3, and the W/2 W/2 of Section 10, Township 20 South, Range 34 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Read & Stevens as operator of the Unit.
- 2. Order No. R-22748 further pooled the uncommitted interests in the Bone Spring formation (Teas; Bone Spring [58960]) in the Unit and dedicated the Unit to the proposed initial Riddler 3-10 Fed Com #111H (API No. 30-025-PENDING), Riddler 3-10 Fed Com #121H (API No. 30-025-PENDING) and Riddler 10 Fed Com #122H (API No. 30-025-PENDING).
- 3. Applicant requests that Order No. R-22748 be re-opened and amended to allow Applicant additional time to commence drilling the wells under the Order.
 - 4. There is good cause for Applicant's request for an extension of time to drill.

5. Under the Order, Applicant would be required to commence drilling the wells by June 16, 2024, and therefore, asks for the deadline to commence drilling the wells be extended for a year, to June 16, 2025.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on June 13, 2024, and, after notice and hearing as required by law, the Division enter an order extending the time for Read & Stevens to commence drilling the proposed initial wells under the Order.

Respectfully submitted,

HOLLAND & HART LLP

By:

Michael H. Feldewert Adam G. Rankin Paula M. Vance Post Office Box 2208 Santa Fe, NM 87504 505-988-4421 505-983-6043 Facsimile mfeldewert@hollandhart.com agrankin@hollandhart.com pmvance@hollandhart.com

ATTORNEYS FOR READ & STEVENS, INC.

CASE :

Application of Read & Stevens, Inc. to Amend Order No. R-22748, Lea County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the wells under Order No. R-22748. The Unit is comprised of the Lot 4, SW/4 NW/4 and the W/2 SW/4 of Section 3, and the W/2 W/2 of Section 10, Township 20 South, Range 34 East, NMPM, Lea County, New Mexico. Order No. R-22748 pooled the uncommitted interests in the Bone Spring formation and dedicated the Unit to the proposed initial Riddler 3-10 Fed Com #111H (API No. 30-025-PENDING), Riddler 3-10 Fed Com #121H (API No. 30-025-PENDING) and Riddler 10 Fed Com #122H (API No. 30-025-PENDING), all to be horizontally drilled from a surface location in the NE/4 NW/4 (Lot 3) of Section 3, to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 10. Said area is located 24 miles Southwest of Hobbs, New Mexico.