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

APPLICATION OF E.G.L. RESOURCES, INC. TO EXTEND TIME TO COMMENCE DRILLING OPERATIONS, LEA COUNTY, NEW MEXICO.

CASE NO. ____ORDER NO. R-22823

APPLICATION

- E.G.L. Resources, Inc. ("E.G.L." or "Applicant") (OGRID No. 192373) files this application with the Oil Conservation Division ("Division") requesting a one-year extension of time to commence drilling operations under Order No. R-22823 ("Order"). In support of this application, E.G.L. states the following.
 - 1. The Division entered the Order in Case No. 23331 on August 4, 2023.
- 2. The Order pooled all uncommitted interests in the Wolfcamp formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the W/2 W/2 of Sections 13 and 24, Township 19 South, Range 33 East, Lea County, New Mexico ("Unit") and dedicated the Unit to the Millie Mile 13-24 Federal Com Well No. 401H well ("Well").
 - 3. The Order designated Applicant as operator of the Unit and Well.
- 4. 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 delays in the issuance of federal drilling permits.
- 6. Accordingly, Applicant requests that the Division extend the deadline to commence drilling the Well until August 4, 2025.

7. Good cause exists for the requested extension.

WHEREFORE, Applicant requests this application be set for hearing on July 11, 2024, and after notice and hearing, the Division extend the deadline to commence drilling the Well under the Order until August 4, 2025.

Respectfully submitted,

HINKLE SHANOR LLP

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