

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

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

**Case No. _____
Order No. R-22837**

APPLICATION

Colgate Production, LLC (“Colgate”) 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-22837. In support of its application, Colgate states the following.

1. The Division issued Order No. R-22837 in Case No. 23640 on August 25, 2023, approving a 320-acre, more or less, standard horizontal spacing unit comprised of the N/2 N/2 of Sections 9 and 10, Township 20 South, Range 28 East, Eddy County, New Mexico (“Unit”), and designating Permian Resources Operating, LLC (OGRID No. 372165) (“Permian Resources”) as operator of the Unit.

2. The Order further pooled all uncommitted interests within the Old Millman Ranch Bone Spring pool (Code 48035) underlying the Unit and dedicated the Unit to the Koala 9 Fed Com 111H, Koala 9 Fed Com 121H, and Koala 9 Fed Com 131H wells (collectively “Wells”).

3. The Order requires Permian Resources to commence drilling the Wells within one (1) year of the date of the Order unless Permian Resources obtains a time extension from the Division Director for good cause shown.

6. Permian Resources requests an extension of time to drill these Wells so that the wells in the Second Bone Spring formation can be uniformly developed with projects in offset acreage.

7. Good cause exists for the requested extension.

8. Accordingly, Applicant requests that the Division extend the deadline to commence drilling the Wells to August 25, 2025.

WHEREFORE, Colgate requests that this application be set for hearing on August 22, 2024, and after notice and hearing, the Division extend the deadline for Permian Resources to commence drilling the Wells until August 25, 2025.

Respectfully submitted,

HINKLE SHANOR LLP

/s/ Dana S. Hardy

Dana S. Hardy

Jaclyn M. McLean

P.O. Box 2068

Santa Fe, NM 87504-2068

Phone: (505) 982-4554

Facsimile: (505) 982-8623

dhardy@hinklelawfirm.com

jmclean@hinklelawfirm.com

Counsel for Colgate Production, LLC and Permian Resources Operating, LLC