

**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 AND POOL ADDITIONAL INTERESTS
UNDER ORDER NO. R-23078,
EDDY COUNTY, NEW MEXICO.**

**CASE NO. _____
ORDER NO. R-23078**

APPLICATION

Colgate Operating, LLC (“Applicant”) files this application with the Oil Conservation Division (“Division”) requesting a one-year extension of time to commence drilling operations and to pool additional interests under Order No. R-23078 (“Order”). In support of this application, Applicant states the following.

1. The Division entered the Order in Case No. 24080 on February 28, 2024.
2. The Order pooled uncommitted interests in the Bone Spring formation underlying a 318.59 acre, more or less, standard horizontal spacing unit comprised of the N/2 N/2 of Section 25, Township 19 South, Range 30 East, and the N/2 N/2 of irregular Section 30, Township 19 South, Range 31 East, Eddy County, New Mexico (“Unit”) and dedicated the Unit to the Mojo 30-25 Fed Com 111H, Mojo 30-25 Fed Com 121H, and Mojo 30-25 Fed Com 131H wells (“Wells”).
3. The Order designated Permian Resources Operating, LLC (OGRID No. 372165) (“Permian Resources”) as operator of the Unit and Wells.
4. The Order requires Permian Resources to commence drilling the Wells within one (1) year of the date of the Order unless an extension of time is obtained from the Division Director for good cause shown.
5. The spud date for the Wells has been delayed until May 2025 to allow Permian Resources to obtain production results from offset acreage and ensure optimal well spacing.

6. Accordingly, Applicant requests that the Division extend the deadline to commence drilling the Wells until February 28, 2026.

7. Good cause exists for the requested extension.

8. Additionally, since the Order was entered, Applicant has identified additional uncommitted interests in the Unit that have not been pooled under the terms of the Order.

9. Applicant has undertaken diligent, good-faith efforts to obtain voluntary agreements from the additional interest owners but has been unable to obtain voluntary agreements from the owners.

10. In order to allow Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the additional interests should be pooled into the Unit pursuant to the terms of the Order.

WHEREFORE, Applicant requests this application be set for hearing before an Examiner of the Division on February 13, 2025, and, after notice and hearing, the Division: (1) extend the deadline to commence drilling the Wells under the Order until February 28, 2026; and (2) pool the additional uncommitted interests into the Unit pursuant to the terms of Division Order No. R-23078.

Respectfully submitted,

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