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

APPLICATION OF STRATA PRODUCTION CO. TO EXTEND THE DRILLING DEADLINE UNDER ORDER NO. R-23121, EDDY COUNTY, NEW MEXICO

Case No.	
Case No.	

## **APPLICATION**

Strata Production Company, OGRID No. 21712 ("Strata") files this application with the Oil Conservation Division ("Division") to extend the drilling deadline under compulsory pooling Order No. R-23121. In support of its application, Strata states as follows:

- 1. On March 27, 2024, the Division entered Order No. R-23121 ("Order") in Case No. 24130 pooling all mineral interests in the Delaware formation (Forty Niner Ridge; Delaware [24750]) in a standard 320-acre, more or less, horizontal spacing and proration unit ("HSU") comprised of the S/2 N/2 of Sections 27 and 28, Township 23 South, Range 30 East in Eddy County, New Mexico.
- 2. The HSU is dedicated to the 2-mile **Eeyore 27 28 HEL Fed Com 2H** (API No. 30-015-54350) well, to be horizontally drilled from an approximate surface hole location 2310' FNL and 1905' FWL of Section 23, T23S-R30E, to an approximate bottom hole location 2240' FSL and 100' FWL of Section 28, T23S-R30E ("Well").
  - 3. The deadline for drilling expires March 27, 2025.
- 4. Due to unforeseen surface facility and takeaway issues Strata had to push the drilling of this well into 2025. These issues have since been resolved.

- 5. Strata anticipates drilling the Well in the spring of 2025 but may not spud the Well until after March 27, 2025.
- 6. Good cause exists to extend the deadline to commence drilling the Well because Strata has long term drilling plans in the area and this well is part of those plans. Strata has drilled 21 wells in this area over the last two years and anticipates continuing this development.

WHEREFORE, Strata requests that this application be set for hearing before an examiner of the Division on March 13, 2025, and that, after notice and hearing as required by law, the Division enter an order extending until March 27, 2026, the deadline to commence drilling the Well under the Order.

Respectfully submitted,

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Application of Strata Production Co. to Extend the Drilling Deadline Under Order No. R-23121, Eddy County, New Mexico. Applicant in the above-styled cause seeks to amend Order No. 23121 entered in Case No. 24130 to extend by one year, through March 27, 2026, the time to commence drilling the Eeyore 27 28 HEL Fed Com 2H well, API No. 30-015-54350, proposed to be drilled into the Delaware formation (Forty Niner Ridge; Delaware [24750]) in a standard 320-acre, more or less, horizontal spacing and proration unit comprised of the S/2 N/2 of Sections 27 and 28, Township 23 South, Range 30 East, in Eddy County, New Mexico. The well and lands are located approximately 13 miles East of Loving, New Mexico.