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

APPLICATION OF MRC PERMIAN COMPANY TO EXTEND THE DRILLING DEADLINE UNDER ORDER NO. R-23485, LEA COUNTY, NEW MEXICO.

CASE NO. ORDER NO. R-23485

APPLICATION

MRC Permian Company ("MRC" or "Applicant"), through its undersigned attorneys, hereby files this application with the Oil Conservation Division to extend the drilling deadline under compulsory pooling Order No. R-23485 ("Order"). In support of its application, MRC states:

- 1. On October 23, 2024, the Division entered Order No. R-23485 in Case No. 24305, which approved a standard 320-acre, more or less, overlapping horizontal well spacing unit in the Bone Spring formation comprised of the E/2 W/2 of Sections 22 and 27, Township 18 South, Range 34 East, NMPM, Lea County, New Mexico (the "Unit"), and pooled the uncommitted interests therein. Matador Production Company (OGRID No. 228937) is the operator under the Pooling Order and the pooled spacing unit is initially dedicated to the proposed **Jim Rolfe Federal Com 122H** well.
- 2. Good cause exists to extend the deadline to commence drilling the initial well under the Pooling Order.
- 3. Under the Order, Applicant would be required to commence drilling the well by October 24, 2025, and therefore, asks for the deadline to commence drilling the well be extended for a year, to October 24, 2026.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on October 9, 2025, and, after notice and hearing as required by law, the Division enter an order extending the time for MRC to commence drilling the proposed initial well under the Order.

Respectfully submitted,

HOLLAND & HART LLP

By:

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

ATTORNEYS FOR MRC PERMIAN COMPANY & MATADOR PRODUCTION COMPANY

CASE ____:

Application of MRC Permian Company to Extend the Drilling Deadline Under Order No. R-23485, Lea County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R-23485. The Unit is comprised of the E/2 W/2 of Sections 22 and 27, Township 18 South, Range 34 East, NMPM, Lea County, New Mexico. Order No. R-23485 approved the overlapping spacing unit and pooled the uncommitted mineral interests in the Bone Spring formation and dedicated the Unit to the proposed initial Jim Rolfe Federal Com 122H well, to be horizontally drilled from a surface location in the NE/4 NW/4 (Unit C) of Section 34, to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 22. Said area is located 22 miles west of Hobbs, New Mexico.