BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF MEWBOURNE OIL COMPANY TO AMEND ORDER NO. R-21287, EDDY COUNTY, NEW MEXICO.

Case	No.	

APPLICATION

Mewbourne Oil Company applies for an order amending Order No. R-21287, and in support thereof states:

- 1. Order No. R-21287 (Case No. 21166) pooled all mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the N/2S/2 of Section 11 and the N/2S/2 of Section 12, Township 19 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.
- 2. Applicant proposes to drill the Bourbon Red 11/12 B3LI State Com. Well No. 1H to a depth sufficient to test the Bone Spring formation, with a first take point in the NW/4SW/4 of Section 11 and a final take point in the NE/4SE/4 of Section 12. Order No. R-21287 designates Applicant as operator of the well.
- 3. This matter was heard on April 16, 2020, and Order No. R-21287 was entered on April 23, 2020 using an "interim form of order." A newer, amended order template was described in a letter of the Division Director date April 9, 2020 (the "Amended Order Template").
- Applicant requests that Order No. R-21287 be amended to conform to the Amended Order Template.
- 5. Paragraph 19 of Order No. R-21287 requires the operator to commence the well within one year of the date of issuance. Paragraph 20 of Order No. R-21287 provides that the

order will terminate if the well is not timely commenced, unless the operator "obtains an extension by an amendment of this Order for good cause shown."

- 6. Applicant requests an extension of the drilling deadline due to market conditions which have altered drilling schedules, and due to the corona virus situation. Thus good cause exists for Applicant's request for an extension.
- 7. Applicant requests an extension of the well commencement deadline to April 23, 2022.

WHEREFORE, applicant requests that, after notice and hearing, the Division enter its order amending Order No. R-21287 (i) to conform to the Amended Order Template, and (ii) to extend the well commencement deadline to April 23, 2022.

Respectfully submitted,

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