BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF MATADOR PRODUCTION COMPANY TO EXTEND THE WELL COMMENCEMENT DEADLINE UNDER ORDER NO. R-20965, EDDY COUNTY, NEW MEXICO.

Case No.	
Case IVU.	

APPLICATION

Matador Production Company applies for an order extending the well commencement deadline under Order No. R-20965, and in support thereof, states

- 1. Order No. R-20965 (Case No. 20735), entered on December 5, 2019, pooled all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the E/2E/2 of Section 36 and the E/2E/2 of Section 25, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.
- 2. Applicant proposes to drill the Ray State Com. 36 & 25-23S-28E Well No. 124H, a Bone Spring horizontal well with a first take point in the SE/4SE/4 of Section 36 and a last take point in the NE/4NE/4 of Section 25.
- 3. Order No. R-20965 required the well to be commenced by December 31, 2020. Applicant previously obtained the Division's approval to extend the deadline to December 31, 2021.
- 4. Ordering Paragraph 5 of Order No. R-20965 provides that the order will terminate if the well is not timely commenced unless the operator obtains an extension upon satisfactory evidence.

- 6. Applicant requests an additional extension of the drilling deadline due to market conditions which have altered drilling schedules, and the coronavirus situation. Applicant intends to commence the subject well in the spring of 2022. Thus good cause exists for Applicant's request for an extension.
- 7. Applicant requests an extension of the well commencement deadline to June 30, 2022.

WHEREFORE, Applicant requests that, after notice and hearing, the Division enter its order extending the well commencement deadline to June 30, 2022.

Respectfully submitted,

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