

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

**APPLICATION OF CHISHOLM ENERGY
OPERATING, LLC TO AMEND ORDER
NO. R-21681, LEA COUNTY, NEW
MEXICO.**

**CASE NO. _____
(Formerly Case 21800)**

APPLICATION

Chisholm Energy Operating, LLC (“Applicant”) (OGRID No. 372137), through its undersigned attorneys, hereby files this application with the Oil Conservation Division, to amend Order No. R-21681 to allow an additional year to commence drilling the proposed initial wells. In support of this request Applicant states:

1. Division Order No. R-21681, entered on May 17, 2021, in Case No. 21800, pooled all uncommitted interest owners in the Bone Spring formation underlying a standard 320-acre horizontal spacing unit comprised of the E/2 W/2 of Section 34, Township 19 South, Range 33 East, and the E/2 W/2 of Section 3, Township 20 South, Range 33 East, NMPM, Lea County, New Mexico, and dedicated the unit to the proposed **Jade 34-3 Fed Com 2BS 6H** and the **Jade 34-3 Fed Com 1BS 10H** wells.¹

2. Paragraph 19 of Order No. R-21681 requires Applicant to commence drilling the wells “within one year after the date of this Order, and complete each Well no later than one (1) year after the commencement of drilling the Well.”

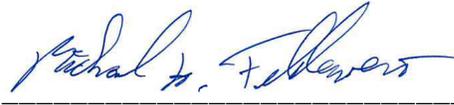
¹ The acreage description pooled under Order R-21681 was corrected under Order R-21681-A.

3. Good cause exists to extend the drilling deadline and Applicant requests that Order No. R-21681 be amended to allow an additional year to commence drilling the initial well under the Order.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on April 7, 2022, and, after notice and hearing as required by law, the Division enter an order extending the time for Applicant to commence drilling the proposed initial wells under the Order R-21681 to May 17, 2023.

Respectfully submitted,

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