

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

**APPLICATION OF FASKEN OIL AND RANCH, LTD.
TO EXTEND THE DRILLING DEADLINE
UNDER ORDER NOS. R-21922 AND R-21922-B,
LEA COUNTY, NEW MEXICO**

Case No. _____

APPLICATION

Fasken Oil and Ranch, Ltd. (“Fasken” or “Applicant”), through its undersigned counsel, hereby files this application with the Oil Conservation Division to extend the drilling deadline under compulsory pooling Order Nos. R-21922 and R-21922-B. In support of its application, Fasken states as follows:

1. On December 7, 2021, the New Mexico Oil Conservation Division (“OCD”) entered Order No. R-21922 (the “Pooling Order”), in Case No. 21619, pooling all uncommitted interest owners in the Bone Spring formation (SALT LAKE; BONE SPRING [53560]) in a standard 560-acre, more or less, horizontal spacing and proration unit (“HSU”) with proximity tracts, comprised of the E/2 of Section 22 and NE/4 and N/2 SE/4 of Section 27, Township 20 South, Range 32 East, NMPM, in Lea County, New Mexico, dedicated to the Thai Curry Fed Com 223H and the Thai Curry Fed Com 224H wells (“Wells”).

2. Titus Oil & Gas Production, LLC (“Titus”) was the applicant in Case No. 21619.

3. Subsequently, Fasken and Titus entered into a joint operating agreement (“JOA”) in which the parties agreed that Fasken would operate the Wells.

4. Fasken is the current operator of the Wells.

5. On December 5, 2022, the OCD entered Order No. R-21922-A in Case No. 23010 extending until December 7, 2023, the period to drill the wells under the pooling order. At the

OCD hearing, the applicant demonstrated that the applications for permits to drill (“APDs”) were not yet approved by the Bureau of Land Management (“BLM”).

6. On January 31, 2024, the OCD entered Order No. R-21922-B in Case No. 23995 extending until December 7, 2024, the period to drill the wells under the Pooling Order. At the OCD hearing, the applicant again demonstrated good cause for the extension because the APDs still were not yet approved by BLM.

7. At the time of filing this application, the APDs on file with the BLM still have not been approved due to third party opposition to the proposed surface locations within a BLM designated potash Drilling Island.

8. Good cause exists to extend the deadline to commence drilling the Wells.

WHEREFORE, Fasken requests that this application be set for hearing before an Examiner of the Oil Conservation Division on December 5, 2024, and that, after notice and hearing as required by law, the Division enter an order extending until December 7, 2025, the deadline to commence drilling the wells under the Pooling Order.

RESPECTFULLY SUBMITTED,

SPENCER FANE LLP

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Application of Fasken Oil and Ranch, Ltd. to Extend the Drilling Deadline Under Order Nos. R-21922 and R-21922-B, Lea County, New Mexico. Applicant in the above-styled cause seeks to amend Order No. R-21922 and Order No. R-21922-B to extend by one year, through December 7, 2025, the time to commence drilling the Thai Curry Fed Com 223H and the Thai Curry Fed Com 224H wells, proposed to be drilled into the Bone Spring formation (SALT LAKE; BONE SPRING [53560]) in a standard 560-acre, more or less, horizontal spacing and proration unit with proximity tracts, comprised of the E/2 of Section 22 and NE/4 and N/2 SE/4 of Section 27, Township 20 South, Range 32 East, NMPM, in Lea County, New Mexico. The wells and lands are located approximately twenty-seven miles northeast of Loving, New Mexico.