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

APPLICATION OF RKI EXPLORATION AND PRODUCTION, LLC TO RE-OPEN CASE NO. 15414 TO POOL ADDITIONAL RECORD TITLE OWNERS UNDER THE TERMS OF COMPULSORY POOLING ORDER NO. R-14104, EDDY COUNTY, NEW MEXICO.

CASE NO. 15414 (re-opened)

## **APPLICATION**

RKI Exploration and Production, LLC ("RKI") (OGRID No. 246289), through its undersigned attorneys, hereby makes application to the Oil Conservation Division to pool the interests of additional interest owners under the terms of Division Order R-14104 and R-14104-A. In support of this application, RKI states:

1. Division Order R-14104, entered on December 21, 2015, created a 224.74-acre spacing and proration unit consisting of the W/2 W/2 of Section 28 and NW/4 NW/4 and Lot 4 of Irregular Section 33, Township 26 South, Range 30 East, NMPM, in Eddy County, New Mexico. This order further pooled the uncommitted interests in the Wolfcamp Formation (Brushy Draw; Wolfcamp Oil Pool (97136))<sup>1</sup> in this spacing and proration unit (the "Unit") and dedicated the Unit to the RDX Federal Com 28 Well No. 9H (API No. 30-015-43294), a horizontal well that has been drilled from a surface location 360 feet from the North line and 1345 feet from the West line (Unit C) of Section 28 to a bottom hole location 230 feet from the South line and 430 feet from the West line (Lot 4) of Irregular Section 33.

<sup>&</sup>lt;sup>1</sup> The well has since been reassigned to the Purple Sage Wolfcamp Pool (98220). However, pursuant to Paragraph 7, p. 8 of Order No. R-14262, the prior spacing unit established in Order R-14104 was retained.

2. Following the entry of Order R-14104, RKI re-opened Case No. 15414 to

compulsory pool record title interest owners who did not sign the communitization agreement. The

Division issued order R-14104-A pooling the additional record title owners.

3. Since the entry of Order No. R-14104, RKI has discovered two additional record

title owners who did not receive notice of RKI's prior applications.

4. The pooling of these additional record owners under the terms of Division Order

R-14104 and R-14104-A will prevent waste, will protect correlative rights, and will promote

administrative efficiency.

5. In order to obtain RKI's just and fair share of the oil and gas underlying the subject

acreage and to promote administrative efficiency, the record title owners should be pooled

pursuant to the terms of Order R-14104 and R-14104-A.

WHEREFORE, RKI Exploration and Production, LLC requests that this application be set

for hearing before an Examiner of the Oil Conservation Division on January 10, 2019, and, after

notice and hearing as required by law, the Division pool remaining uncommitted record title

owners in the Unit pursuant to the terms of existing Division Order R-14104 and Order R-14104-

A.

Respectfully submitted,

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CASE 15414 (re-opened):

Application of RKI Exploration and Production, LLC to Re-Open Case No. 15414 To Pool The Interests Of Record Title Owners Under The Terms Of Compulsory Pooling Order R-14104, Eddy County, New Mexico. Applicant in the above-styled cause seeks to amend Division Order R-14104 and R-14104-A to include the pooling of record title owners in the Wolfcamp formation underlying the W/2 W/2 of Section 28 and NW/4 NW/4 and Lot 4 of Irregular Section 33, Township 26 South, Range 30 East, NMPM, in Eddy County, New Mexico. Said unit is dedicated to the RDX Federal Com 28 No. 9H Well and is located 10.5 miles southwest of Ross Place, New Mexico.