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

APPLICATION OF COLGATE OPERATING LLC TO AMEND ORDER NO. R-21311, EDDY COUNTY, NEW MEXICO

APPLICATION OF COLGATE OPERATING LLC TO AMEND ORDER NO. R-21312, EDDY COUNTY, NEW MEXICO

APPLICATION OF COLGATE OPERATING LLC TO AMEND ORDER NO. R-21328, EDDY COUNTY, NEW MEXICO

APPLICATION OF COLGATE OPERATING LLC TO AMEND ORDER NO. R-21329, EDDY COUNTY, NEW MEXICO

CASE NO. 21830 ORDER NO. R-21311 (Re-Open)

CASE NO. 21831 ORDER NO. R-21312 (Re-Open)

CASE NO. 21832 ORDER NO. R-21328 (Re-Open)

CASE NO. 21833 ORDER NO. R-21329 (Re-Open)

Examiner Docket: April 22, 2021

## **COLGATE EXHIBITS**

Black Diamond 34 Fed Com 122H / 34 Fed Com 132H Black Diamond 34 Fed Com 131H / Black Diamond 34 Fed Com 133H Black Diamond 34 Fed Com 134H



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

APPLICATION OF COLGATE OPERATING LLC
TO AMEND ORDER NO. R-21311,
EDDY COUNTY, NEW MEXICO

CASE NO. 21830 ORDER NO. R-21311 (Re-Open)

APPLICATION OF COLGATE OPERATING LLC TO AMEND ORDER NO. R-21312, EDDY COUNTY, NEW MEXICO CASE NO. 21831 ORDER NO. R-21312 (Re-Open)

APPLICATION OF COLGATE OPERATING LLC TO AMEND ORDER NO. R-21328, EDDY COUNTY, NEW MEXICO

CASE NO. 21832 ORDER NO. R-21328 (Re-Open)

APPLICATION OF COLGATE OPERATING LLC TO AMEND ORDER NO. R-21329, EDDY COUNTY, NEW MEXICO

CASE NO. 21833 ORDER NO. R-21329 (Re-Open)

## Black Diamond 34 Fed Com 122H / 34 Fed Com 132H Black Diamond 34 Fed Com 131H / Black Diamond 34 Fed Com 133H Black Diamond 34 Fed Com 134H

Exhibit A	Self-	Affirmed Declaration of Mark Hajdik
	A-1	Application for Case No. 21830
	A-2	Application for Case No. 21831
	A-3	Application for Case No. 21832
	A-4	Application for Case No. 21833
	A-5	Order No. R-21311
	A-6	Order No. R-21312
	A-7	Order No. R-21328
	A-8	Order No. R-21329
Exhibit B	Affid	avit of Lance D. Hough
	B-1	Hearing Notice
	B-2	Certified Mail Log / Notice March 19, 2021
		Certified Mail Log / Report April 5, 2021
	B-3	Affidavit of Publication

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

APPLICATION OF COLGATE OPERATING LLC	CASE NO. 21830
TO AMEND ORDER NO. R-21311,	<b>ORDER NO. R-21311</b>
EDDY COUNTY, NEW MEXICO	(Re-Open)
APPLICATION OF COLGATE OPERATING LLC	<b>CASE NO. 21831</b>
TO AMEND ORDER NO. R-21312,	<b>ORDER NO. R-21312</b>
EDDY COUNTY, NEW MEXICO	(Re-Open)
APPLICATION OF COLGATE OPERATING LLC	<b>CASE NO. 21832</b>
TO AMEND ORDER NO. R-21328,	<b>ORDER NO. R-21328</b>
EDDY COUNTY, NEW MEXICO	(Re-Open)
APPLICATION OF COLGATE OPERATING LLC	<b>CASE NO. 21833</b>
TO AMEND ORDER NO. R-21329,	ORDER NO. R-21329
EDDY COUNTY, NEW MEXICO	(Re-Open)

#### SELF-AFFIRMED DECLARATION OF MARK HAJDIK

STATE OF TEXAS	)
	) ss.
COUNTY OF MIDLAND	)

Mark Hajdik declares and affirms, under penalty of perjury, as follows:

- 1. I am a landman for Colgate Operating, LLC ("Colgate"), over the age of 18 and have personal knowledge of the matters stated herein. I have previously been qualified to testify by the New Mexico Oil Conservation Division as an expert in petroleum land matters and my credentials were accepted and made part of the record in those proceedings.
- 2. I am familiar with the applications filed by Colgate in the above-referenced cases and the land matters involved. Pursuant to NMAC 19.15.4.12.A(1), the following information is submitted in support of the above referenced compulsory pooling applications filed by Colgate, which are attached hereto as **Exhibits A.1** through **A.4**.



- 3. In Case No. 21830, Colgate seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21311 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21311 on May 7, 2020, which designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 122H and Black Diamond 34 Fed Com 132H wells; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the S/2 N/2 of Section 34 and S/2 N/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. The Order requires commencement of drilling the wells within one year of the date of the Order unless Colgate obtains an extension by an amendment of this Order for good cause shown. Order No. R-21311 is attached hereto as **Exhibit A.5.**
- 4. In Case No. 21831, Colgate seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21312 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21312 on May 7, 2020, which designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 131H well; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the N/2 N/2 of Section 34 and N/2 N/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. The Order requires commencement of drilling the wells within one year of the date of the Order unless Colgate obtains an extension by an amendment of this Order for good cause shown. Good cause exists for Colgate's request for an extension of time due to current market conditions. Order No. R-21312 is attached hereto as **Exhibit A.6.**
- 5. In Case No. 21832, Colgate seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21328 to allow for a one-year extension of time to

commence drilling the wells under the Order. The Division issued Order No. R-21328 on May 19, 2020, which designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 133H well; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the N/2 S/2 of Section 34 and N/2 S/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. The Order requires commencement of drilling the wells within one year of the date of the Order unless Colgate obtains an extension by an amendment of this Order for good cause shown. Order No. R-21328 is attached hereto as **Exhibit A.7.** 

- 6. In Case No. 21833, Colgate seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21329 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21329 on May 19, 2020, which designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 134H well; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the S/2 S/2 of Section 34 and S/2 S/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. The Order requires commencement of drilling the wells within one year of the date of the Order unless Colgate obtains an extension by an amendment of this Order for good cause shown. Order No. R-21329 is attached hereto as **Exhibit A.8**.
- 7. Good cause exists for Colgate's requests for extensions of time because, due to recent market conditions and limitations from the COVID-19 pandemic, Colgate has adjusted its drilling schedule for this development.
- 8. Colgate requests that the deadline to commence drilling the wells under the Orders be extended for a year as follows:

Order R-21311: from May 7, 2021 to May 7, 2022

Order R-21312: from May 7, 2021 to May 7, 2022

Order R-21328: from May 19, 2021 to May 19, 2022

Order R-21329: from May 19, 2021 to May 19, 2022

9. No opposition is expected. Colgate, through its counsel, provided all working interest owners, any unleased mineral owners, and overriding royalty owners with notice of these applications. No parties have entered an appearance in opposition to these cases.

10. Colgate is in good standing under the statewide rules and regulations.

11. Based upon my knowledge of the land matters involved in these cases, education and training, it is my expert opinion that the granting of Colgate's application in these cases is in the interests of conservation and the prevention of waste.

12. The attachments to my declaration were prepared by me or compiled from company business records.

13. Pursuant to Rules 1-011 and 23-115 NMRA, I declare and affirm under penalty of perjury under the laws of the State of New Mexico that the foregoing statements are true and correct to the best of my knowledge and belief.

Date: 4/19/21

Mark Hajdik

APPLICATION OF COLGATE OPERATING LLC TO AMEND ORDER NO. R-21311, EDDY COUNTY, NEW MEXICO

CASE NO. \_\_\_\_ORDER NO. R-21311 (Re-Open)

#### **APPLICATION**

Colgate Operating LLC ("Colgate"), OGRID Number 371449, through its undersigned attorney, files this application with the Oil Conservation Division ("Division") for the limited purpose of amending Order No. R-21311 ("the Order") to allow for an extension of time for drilling the well under the Order. In support of this application, Colgate states as follows:

- 1. The Division heard Case No. 21185 on April 30, 2020 and entered the Order on May 7, 2020.
- 2. The Order designated Colgate as the operator of the unit and the **Black Diamond**34 Fed Com 122H and Black Diamond 34 Fed Com 132H wells; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the S/2 N/2 of Section 34 and S/2 N/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico.
- 3. Paragraph 19 of the Order states: "The Operator shall commence drilling the Well(s) 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." Paragraph 20 of the Order states: "This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by an amendment of this Order for good cause shown."
- 4. Under the Order, Colgate would be required to commence drilling the well by May 7, 2021.



- 5. Colgate requests that the Order be re-opened and amended to allow Colgate an additional year to commence drilling the well under the Order.
- 6. Colgate requests this extension because there have been changes in Colgate's drilling schedule due to the COVID-19 pandemic and current market conditions.
  - 7. Good cause exists for Colgate's request for an extension of time.
- 8. Colgate asks that the deadline to commence drilling the well be extended for a year from May 7, 2021 to May 7, 2022.

WHEREFORE, Colgate requests this application be set for hearing before an Examiner of the Oil Conservation Division on April 8, 2021, and after notice and hearing as required by law, the Division amend Order No. R-21311 to extend the time for Colgate to commence drilling the well under the Order for a year, through May 7, 2022.

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

Bv:

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Attorneys for Applicant

(Re-Open) Application of Colgate Operating LLC to Amend Order No. R-21311, Eddy County, New Mexico. Applicant seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21311 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21311 on May 7, 2020, which designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 122H and Black Diamond 34 Fed Com 132H wells; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the S/2 N/2 of Section 34 and S/2 N/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. The Order requires commencement of drilling the wells within one year of the date of the Order unless Colgate obtains an extension by an amendment of this Order for good cause shown. Good cause exists for Colgate's request for an extension of time due to current market conditions.

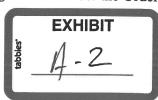
APPLICATION OF COLGATE OPERATING LLC TO AMEND ORDER NO. R-21312, EDDY COUNTY, NEW MEXICO

CASE NO. \_\_\_\_ORDER NO. R-21312 (Re-Open)

### **APPLICATION**

Colgate Operating LLC ("Colgate"), OGRID Number 371449, through its undersigned attorney, files this application with the Oil Conservation Division ("Division") for the limited purpose of amending Order No. R-21312 ("the Order") to allow for an extension of time for drilling the well under the Order. In support of this application, Colgate states as follows:

- 1. The Division heard Case No. 21186 on April 30, 2020 and entered the Order on May 7, 2020.
- 2. The Order designated Colgate as the operator of the unit and the **Black Diamond**34 Fed Com 131H well; and pooled uncommitted interest owners in a 240-acre, more or less,
  Bone Spring horizontal spacing unit comprised of the N/2 N/2 of Section 34 and N/2 N/2 of the
  E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico.
- 3. Paragraph 19 of the Order states: "The Operator shall commence drilling the Well(s) 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." Paragraph 20 of the Order states: "This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by an amendment of this Order for good cause shown."
- 4. Under the Order, Colgate would be required to commence drilling the well by May 7, 2021.
- 5. Colgate requests that the Order be re-opened and amended to allow Colgate an additional year to commence drilling the well under the Order.



- 6. Colgate requests this extension because there have been changes in Colgate's drilling schedule due to the COVID-19 pandemic and current market conditions.
  - 7. Good cause exists for Colgate's request for an extension of time.
- 8. Colgate asks that the deadline to commence drilling the well be extended for a year from May 7, 2021 to May 7, 2022.

WHEREFORE, Colgate requests this application be set for hearing before an Examiner of the Oil Conservation Division on April 8, 2021, and after notice and hearing as required by law, the Division amend Order No. R-21312 to extend the time for Colgate to commence drilling the well under the Order for a year, through May 7, 2022.

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

By:

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Attorneys for Applicant

(Re-Open) Application of Colgate Operating LLC to Amend Order No. R-21312, Eddy County, New Mexico. Applicant seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21312 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21312 on May 7, 2020, which designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 131H well; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the N/2 N/2 of Section 34 and N/2 N/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. The Order requires commencement of drilling the wells within one year of the date of the Order unless Colgate obtains an extension by an amendment of this Order for good cause shown. Good cause exists for Colgate's request for an extension of time due to current market conditions.

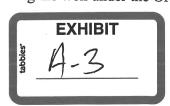
APPLICATION OF COLGATE OPERATING LLC TO AMEND ORDER NO. R-21328, EDDY COUNTY, NEW MEXICO

CASE NO. \_\_\_\_ORDER NO. R-21328 (Re-Open)

#### **APPLICATION**

Colgate Operating LLC ("Colgate"), OGRID Number 371449, through its undersigned attorney, files this application with the Oil Conservation Division ("Division") for the limited purpose of amending Order No. R-21328 ("the Order") to allow for an extension of time for drilling the well under the Order. In support of this application, Colgate states as follows:

- 1. The Division heard Case No. 21187 on April 30, 2020 and entered the Order on May 19, 2020.
- 2. The Order designated Colgate as the operator of the unit and the **Black Diamond**34 Fed Com 133H well; and pooled uncommitted interest owners in a 240-acre, more or less,
  Bone Spring horizontal spacing unit comprised of the N/2 S/2 of Section 34 and N/2 S/2 of the E/2
  of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico.
- 3. Paragraph 19 of the Order states: "The Operator shall commence drilling the Well(s) 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." Paragraph 20 of the Order states: "This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by an amendment of this Order for good cause shown."
- 4. Under the Order, Colgate would be required to commence drilling the well by May 19, 2021.
- 5. Colgate requests that the Order be re-opened and amended to allow Colgate an additional year to commence drilling the well under the Order.



- 6. Colgate requests this extension because there have been changes in Colgate's drilling schedule due to the COVID-19 pandemic and current market conditions.
  - 7. Good cause exists for Colgate's request for an extension of time.
- 8. Colgate asks that the deadline to commence drilling the well be extended for a year from May 19, 2021 to May 19, 2022.

WHEREFORE, Colgate requests this application be set for hearing before an Examiner of the Oil Conservation Division on April 8, 2021, and after notice and hearing as required by law, the Division amend Order No. R-21328 to extend the time for Colgate to commence drilling the well under the Order for a year, through May 19, 2022.

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

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Attorneys for Applicant

(Re-Open) Application of Colgate Operating LLC to Amend Order No. R-21328, Eddy County, New Mexico. Applicant seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21328 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21328 on May 19, 2020, which designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 133H well; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the N/2 S/2 of Section 34 and N/2 S/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. The Order requires commencement of drilling the wells within one year of the date of the Order unless Colgate obtains an extension by an amendment of this Order for good cause shown. Good cause exists for Colgate's request for an extension of time due to current market conditions.

APPLICATION OF COLGATE OPERATING LLC TO AMEND ORDER NO. R-21329, EDDY COUNTY, NEW MEXICO

CASE NO. \_\_\_\_ORDER NO. R-21329 (Re-Open)

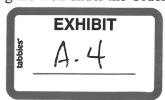
#### **APPLICATION**

Colgate Operating LLC ("Colgate"), OGRID Number 371449, through its undersigned attorney, files this application with the Oil Conservation Division ("Division") for the limited purpose of amending Order No. R-21329 ("the Order") to allow for an extension of time for drilling the well under the Order. In support of this application, Colgate states as follows:

- 1. The Division heard Case No. 21188 on April 30, 2020 and entered the Order on May 19, 2020.
- 2. The Order designated Colgate as the operator of the unit and the **Black Diamond**34 Fed Com 134H well; and pooled uncommitted interest owners in a 240-acre, more or less,

  Bone Spring horizontal spacing unit comprised of the S/2 S/2 of Section 34 and S/2 S/2 of the E/2

  of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico.
- 3. Paragraph 19 of the Order states: "The Operator shall commence drilling the Well(s) 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." Paragraph 20 of the Order states: "This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by an amendment of this Order for good cause shown."
- 4. Under the Order, Colgate would be required to commence drilling the well by May 19, 2021.
- 5. Colgate requests that the Order be re-opened and amended to allow Colgate an additional year to commence drilling the well under the Order.



- 6. Colgate requests this extension because there have been changes in Colgate's drilling schedule due to the COVID-19 pandemic and current market conditions.
  - 7. Good cause exists for Colgate's request for an extension of time.
- 8. Colgate asks that the deadline to commence drilling the well be extended for a year from May 19, 2021 to May 19, 2022.

WHEREFORE, Colgate requests this application be set for hearing before an Examiner of the Oil Conservation Division on April 8, 2021, and after notice and hearing as required by law, the Division amend Order No. R-21329 to extend the time for Colgate to commence drilling the well under the Order for a year, through May 19, 2022.

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

By:

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Attorneys for Applicant

(Re-Open) Application of Colgate Operating LLC to Amend Order No. R-21329, Eddy County, New Mexico. Applicant seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21329 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21329 on May 19, 2020, which designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 134H well; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the S/2 S/2 of Section 34 and S/2 S/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. The Order requires commencement of drilling the wells within one year of the date of the Order unless Colgate obtains an extension by an amendment of this Order for good cause shown. Good cause exists for Colgate's request for an extension of time due to current market conditions.

IN THE MATTER OF APPLICATION FOR COMPULSORY POOLING SUBMITTED BY COLGATE OPERATING, LLC

CASE NO.	_21185
ORDER NO.	R-21311

#### **ORDER**

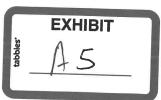
The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through a Hearing Examiner on April 30, 2020, and after considering the testimony, evidence, and recommendation of the Hearing Examiner, issues the following Order.

#### **FINDINGS OF FACT**

- 1. Colgate Operating, LLC ("Operator") submitted an application ("Application") to compulsory pool the uncommitted oil and gas interests within the spacing unit ("Unit") described in Exhibit A. The Unit is expected to be a standard horizontal spacing unit. 19.15.16.15(B) NMAC. Operator seeks to be designated the operator of the Unit.
- 2. Operator will dedicate the well(s) described in Exhibit A ("Well(s)") to the Unit.
- 3. Operator proposes the supervision and risk charges for the Well(s) described in Exhibit A.
- 4. Operator identified the owners of uncommitted interests in oil and gas minerals in the Unit and provided evidence that notice was given.
- 5. The Application was heard by the Hearing Examiner on the date specified above, during which Operator presented evidence through affidavits in support of the Application. No other party presented evidence at the hearing.

#### **CONCLUSIONS OF LAW**

- 6. OCD has jurisdiction to issue this Order pursuant to NMSA 1978, Section 70-2-17.
- 7. Operator is the owner of an oil and gas working interest within the Unit.
- 8. Operator satisfied the notice requirements for the Application and the hearing as required by 19.15.4.12 NMAC.
- 9. OCD satisfied the notice requirements for the hearing as required by 19.15.4.9 NMAC.
- 10. Operator has the right to drill the Well(s) to a common source of supply at the depth(s) and location(s) in the Unit described in Exhibit A.



- 11. The Unit contains separately owned uncommitted interests in oil and gas minerals.
- 12. Some of the owners of the uncommitted interests have not agreed to commit their interests to the Unit.
- 13. The pooling of uncommitted interests in the Unit will prevent waste and protect correlative rights, including the drilling of unnecessary wells.
- 14. This Order affords to the owner of an uncommitted interest the opportunity to produce his just and equitable share of the oil or gas in the pool.

#### **ORDER**

- 15. The uncommitted interests in the Unit are pooled as set forth in Exhibit A.
- 16. The Unit shall be dedicated to the Well(s) set forth in Exhibit A.
- 17. Operator is designated as operator of the Unit and the Well(s).
- 18. If the location of a well will be unorthodox under the spacing rules in effect at the time of completion, Operator shall obtain the OCD's approval for a non-standard location in accordance with 19.15.16.15(C) NMAC.
- 19. The Operator shall commence drilling the Well(s) 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.
- 20. This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by an amendment of this Order for good cause shown.
- 21. The infill well requirements in 19.15.13.9 NMAC through 19.15.13.12 NMAC shall be applicable.
- 22. Operator shall submit to each owner of an uncommitted working interest in the pool ("Pooled Working Interest") an itemized schedule of estimated costs to drill, complete, and equip the well ("Estimated Well Costs").
- 23. No later than thirty (30) days after Operator submits the Estimated Well Costs, the owner of a Pooled Working Interest shall elect whether to pay its share of the Estimated Well Costs or its share of the actual costs to drill, complete and equip the well ("Actual Well Costs") out of production from the well. An owner of a Pooled Working Interest who elects to pay its share of the Estimated Well Costs shall render payment to Operator no later than thirty (30) days after the expiration of the election period, and shall be liable for operating costs, but not risk charges, for the well. An owner of a Pooled Working Interest who fails to pay its share of the Estimated Well Costs or who

- elects to pay its share of the Actual Well Costs out of production from the well shall be considered to be a "Non-Consenting Pooled Working Interest."
- 24. No later than one hundred eighty (180) days after Operator submits a Form C-105 for a well, Operator shall submit to OCD and each owner of a Pooled Working Interest an itemized schedule of the Actual Well Costs. The Actual Well Costs shall be considered to be the Reasonable Well Costs unless OCD or an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If OCD or an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Reasonable Well Costs after public notice and hearing.
- 25. No later than sixty (60) days after the expiration of the period to file a written objection to the Actual Well Costs or OCD's order determining the Reasonable Well Costs, whichever is later, each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs shall pay to Operator its share of the Reasonable Well Costs that exceed the Estimated Well Costs, or Operator shall pay to each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs its share of the Estimated Well Costs that exceed the Reasonable Well Costs.
- 26. The reasonable charges for supervision to drill and produce a well ("Supervision Charges") shall not exceed the rates specified in Exhibit A, provided however that the rates shall be adjusted annually pursuant to the COPAS form entitled "Accounting Procedure-Joint Operations."
- 27. No later than within ninety (90) days after Operator submits a Form C-105 for a well, Operator shall submit to OCD and each owner of a Pooled Working Interest an itemized schedule of the reasonable charges for operating and maintaining the well ("Operating Charges"), provided however that Operating Charges shall not include the Reasonable Well Costs or Supervision Charges. The Operating Charges shall be considered final unless OCD or an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If OCD or an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Operating Charges after public notice and hearing.
- 28. Operator may withhold the following costs and charges from the share of production due to each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs: (a) the proportionate share of the Supervision Charges; and (b) the proportionate share of the Operating Charges.
- 29. Operator may withhold the following costs and charges from the share of production due to each owner of a Non-Consenting Pooled Working Interest: (a) the proportionate share of the Reasonable Well Costs; (b) the proportionate share of the Supervision and Operating Charges; and (c) the percentage of the Reasonable Well Costs specified as the charge for risk described in Exhibit A.

- 30. Operator shall distribute a proportionate share of the costs and charges withheld pursuant to paragraph 29 to each Pooled Working Interest that paid its share of the Estimated Well Costs.
- 31. Each year on the anniversary of this Order, and no later than ninety (90) days after each payout, Operator shall provide to OCD and each owner of a Non-Consenting Pooled Working Interest a schedule of the revenue attributable to a well and the Supervision and Operating Costs charged against that revenue.
- 32. Any cost or charge that is paid out of production shall be withheld only from the share due to an owner of a Pooled Working Interest. No cost or charge shall be withheld from the share due to an owner of a royalty interests. For the purpose of this Order, an unleased mineral interest shall consist of a seven-eighths (7/8) working interest and a one-eighth (1/8) royalty interest.
- 33. Except as provided above, Operator shall hold the revenue attributable to a well that is not disbursed for any reason for the account of the person(s) entitled to the revenue as provided in the Oil and Gas Proceeds Payment Act, NMSA 1978, Sections 70-10-1 et seq., and relinquish such revenue as provided in the Uniform Unclaimed Property Act, NMSA 1978, Sections 7-8A-1 et seq.
- 34. The Unit shall terminate if (a) the owners of all Pooled Working Interests reach a voluntary agreement; or (b) the well(s) drilled on the Unit are plugged and abandoned in accordance with the applicable rules. Operator shall inform OCD no later than thirty (30) days after such occurrence.
- 35. OCD retains jurisdiction of this matter for the entry of such orders as may be deemed necessary.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

ADRIENNE SANDOVAL DIRECTOR

AES/jag

Date: 5/07/2020

## Exhibit A

ALL INFORMATION IN THE APPLICATION MUST BE	SUPPORTED BY SIGNED AFFIDAVITS
Case: 21185	APPLICANT'S RESPONSE
Date	April 30, 2020
Applicant	Colgate Operating LLC
Designated Operator & OGRID (affiliation if applicable)	Colgate Operating, LLC (OGRID 14744)
Applicant's Counsel:	Modrall Sperling
Case Title:	APPLICATION OF COLGATE OPERATING LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO CASE NO. 21185
Entries of Appearance/Intervenors:	None
Well Family	Black Diamond
Formation/Pool	
Formation Name(s) or Vertical Extent:	Bone Spring Formation
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Bone Spring Formation
Pool Name and Pool Code:	Parkway; Bone Spring (Pool Code: 49622)
Well Location Setback Rules:	Latest Statewide Horizontal Rules Apply
Spacing Unit Size:	240 Acres
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	240 Acres
Building Blocks:	Quarter Quarter Sections
Orientation:	East to West
Description: TRS/County	S/2 N/2 of Section 34, and the S/2 N/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico
tandard Horizontal Well Spacing Unit (Y/N), If No, describe	Yes
Other Situations	
Depth Severance: Y/N. If yes, description	No
Proximity Tracts: If yes, description	No
roximity Defining Well: if yes, description	N/A
applicant's Ownership in Each Tract	Exhibit B.5-85
Veil(s)	
Jame & API (if assigned), surface and bottom hole location, potages, completion target, orientation, completion status standard or non-standard)	See Exhibit B.3-85 and Exhibit B.4-85

Well#1	Black Diamond 34 Fed Com 122H
	SHL: 1898 feet from the North line and 170 feet from the
	East line,
	(Unit H) of Section 34, Township 19 South, Range 29 East, NMPM.
	BHL: 1896 feet from the North line and 2650 feet from the
	West line,
	(Unit G) of Section 33, Township 19 South, Range 29 East, NMPM.
	Completion Target: 2nd Bone Spring at approx 7,967 feet TVD.
	Well Orientation: East to West
	Completion Location expected to be: standard
Well #2	Black Diamond 34 Fed Com 132H
	SHL: 1940 feet from the North line and 170 feet from the East line.
	(Unit H) of Section 34, Township 19 South, Range 29 East, NMPM.
	BHL: 2230 feet from the North line and 2625 feet from the
	East line,
	(Unit G) of Section 33, Township 19 South, Range 29 East, NMPM.
	Completion Target: 3rd Bone Spring at approx 8,992 feet
	TVD.
	Well Orientation: East to West Completion Location expected to be: standard
Horizontal Well First and Last Take Points	Exhibit B.4-85
Completion Target (Formation, TVD and MD)	Exhibit B; Exhibit B.1; Exhibit B.3-85; Exhibit B.4-85; Exhibit
	C.3 through C.10
AFE Capex and Operating Costs	
Orilling Supervision/Month \$	8,000
roduction Supervision/Month \$	800
ustification for Supervision Costs	Exhibit B.6-85 for AFEs
Requested Risk Charge	200%; see Exhibit B
lotice of Hearing	
roposed Notice of Hearing	Exhibit D.1
roof of Mailed Notice of Hearing (20 days before hearing)	Exhibit D.2
roof of Published Notice of Hearing (10 days before hearing)	Exhibit D.3
wnership Determination	
and Ownership Schematic of the Spacing Unit	Exhibit B; Exhibit B.5-85
ract List (including lease numbers and owners)	Exhibit B.5-85

Pooled Parties (including ownership type)	Exhibit B.5-85
Unlocatable Parties to be Pooled	Exhibit B.5-85; Exhibit D.2
Ownership Depth Severance (including percentage above & below)	None
Joinder	
Sample Copy of Proposal Letter	Exhibit B.1
List of Interest Owners (ie Exhibit A of JOA)	Exhibit B.5-85
Chronology of Contact with Non-Joined Working Interests	Exhibit B.2
Overhead Rates in Proposal Letter	Exhibit B.5-85
Cost Estimate to Drill and Complete	Exhibit B.6-85 for AFEs
Cost Estimate to Equip Well	Exhibit B.6-85 for AFEs
Cost Estimate for Production Facilities	Exhibit B.6-85 for AFEs
Geology	
Summary (including special considerations)	Exhibit C
Spacing Unit Schematic	Exhibits B.4-85, C.2, and C.3
Gunbarrel/Lateral Trajectory Schematic	Exhibit C.3
Well Orientation (with rationale)	Exhibit C
Farget Formation	Exhibits C.3 through C.10
HSU Cross Section	Exhibits C.7 through C.10
Depth Severance Discussion	Exhibit B
orms, Figures and Tables	
:-102	Exhibite B.4-85
racts	Exhibit B.5-85
ummary of Interests, Unit Recapitulation (Tracts)	Exhibit B.5-85
eneral Location Map (including basin)	Exhibit C.1
Vell Bore Location Map	Exhibits C.2 through C.10
tructure Contour Map - Subsea Depth	Exhibits C.4 and C.6
ross Section Location Map (including wells)	Exhibit C.2
ross Section (including Landing Zone)	Exhibits C.7 through C.10
dditional Information	
pecial Provisions/Stipulations	None
ERTIFICATION: I hereby certify that the information provide	ed in this checklist is complete and accurate.
rinted Name (Attorney or Party Representative):	Lance Hough
gned Name (Attorney or Party Representative):	C-14/
ate:	4/28/2020

IN THE MATTER OF APPLICATION FOR COMPULSORY POOLING SUBMITTED BY COLGATE OPERATING, LLC

CASE NO.	<b>21186</b>
ORDER NO.	R-21312

#### **ORDER**

The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through a Hearing Examiner on April 30, 2020, and after considering the testimony, evidence, and recommendation of the Hearing Examiner, issues the following Order.

#### **FINDINGS OF FACT**

- 1. Colgate Operating, LLC ("Operator") submitted an application ("Application") to compulsory pool the uncommitted oil and gas interests within the spacing unit ("Unit") described in Exhibit A. The Unit is expected to be a standard horizontal spacing unit. 19.15.16.15(B) NMAC. Operator seeks to be designated the operator of the Unit.
- 2. Operator will dedicate the well(s) described in Exhibit A ("Well(s)") to the Unit.
- 3. Operator proposes the supervision and risk charges for the Well(s) described in Exhibit A.
- 4. Operator identified the owners of uncommitted interests in oil and gas minerals in the Unit and provided evidence that notice was given.
- 5. The Application was heard by the Hearing Examiner on the date specified above, during which Operator presented evidence through affidavits in support of the Application. No other party presented evidence at the hearing.

#### **CONCLUSIONS OF LAW**

- 6. OCD has jurisdiction to issue this Order pursuant to NMSA 1978, Section 70-2-17.
- 7. Operator is the owner of an oil and gas working interest within the Unit.
- 8. Operator satisfied the notice requirements for the Application and the hearing as required by 19.15.4.12 NMAC.
- 9. OCD satisfied the notice requirements for the hearing as required by 19.15.4.9 NMAC.
- 10. Operator has the right to drill the Well(s) to a common source of supply at the depth(s) and location(s) in the Unit described in Exhibit A.



- 11. The Unit contains separately owned uncommitted interests in oil and gas minerals.
- 12. Some of the owners of the uncommitted interests have not agreed to commit their interests to the Unit.
- 13. The pooling of uncommitted interests in the Unit will prevent waste and protect correlative rights, including the drilling of unnecessary wells.
- 14. This Order affords to the owner of an uncommitted interest the opportunity to produce his just and equitable share of the oil or gas in the pool.

#### **ORDER**

- 15. The uncommitted interests in the Unit are pooled as set forth in Exhibit A.
- 16. The Unit shall be dedicated to the Well(s) set forth in Exhibit A.
- 17. Operator is designated as operator of the Unit and the Well(s).
- 18. If the location of a well will be unorthodox under the spacing rules in effect at the time of completion, Operator shall obtain the OCD's approval for a non-standard location in accordance with 19.15.16.15(C) NMAC.
- 19. The Operator shall commence drilling the Well(s) 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.
- 20. This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by an amendment of this Order for good cause shown.
- 21. The infill well requirements in 19.15.13.9 NMAC through 19.15.13.12 NMAC shall be applicable.
- 22. Operator shall submit to each owner of an uncommitted working interest in the pool ("Pooled Working Interest") an itemized schedule of estimated costs to drill, complete, and equip the well ("Estimated Well Costs").
- 23. No later than thirty (30) days after Operator submits the Estimated Well Costs, the owner of a Pooled Working Interest shall elect whether to pay its share of the Estimated Well Costs or its share of the actual costs to drill, complete and equip the well ("Actual Well Costs") out of production from the well. An owner of a Pooled Working Interest who elects to pay its share of the Estimated Well Costs shall render payment to Operator no later than thirty (30) days after the expiration of the election period, and shall be liable for operating costs, but not risk charges, for the well. An owner of a Pooled Working Interest who fails to pay its share of the Estimated Well Costs or who

- elects to pay its share of the Actual Well Costs out of production from the well shall be considered to be a "Non-Consenting Pooled Working Interest."
- 24. No later than one hundred eighty (180) days after Operator submits a Form C-105 for a well, Operator shall submit to OCD and each owner of a Pooled Working Interest an itemized schedule of the Actual Well Costs. The Actual Well Costs shall be considered to be the Reasonable Well Costs unless OCD or an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If OCD or an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Reasonable Well Costs after public notice and hearing.
- 25. No later than sixty (60) days after the expiration of the period to file a written objection to the Actual Well Costs or OCD's order determining the Reasonable Well Costs, whichever is later, each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs shall pay to Operator its share of the Reasonable Well Costs that exceed the Estimated Well Costs, or Operator shall pay to each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs its share of the Estimated Well Costs that exceed the Reasonable Well Costs.
- 26. The reasonable charges for supervision to drill and produce a well ("Supervision Charges") shall not exceed the rates specified in Exhibit A, provided however that the rates shall be adjusted annually pursuant to the COPAS form entitled "Accounting Procedure-Joint Operations."
- 27. No later than within ninety (90) days after Operator submits a Form C-105 for a well, Operator shall submit to OCD and each owner of a Pooled Working Interest an itemized schedule of the reasonable charges for operating and maintaining the well ("Operating Charges"), provided however that Operating Charges shall not include the Reasonable Well Costs or Supervision Charges. The Operating Charges shall be considered final unless OCD or an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If OCD or an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Operating Charges after public notice and hearing.
- 28. Operator may withhold the following costs and charges from the share of production due to each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs: (a) the proportionate share of the Supervision Charges; and (b) the proportionate share of the Operating Charges.
- 29. Operator may withhold the following costs and charges from the share of production due to each owner of a Non-Consenting Pooled Working Interest: (a) the proportionate share of the Reasonable Well Costs; (b) the proportionate share of the Supervision and Operating Charges; and (c) the percentage of the Reasonable Well Costs specified as the charge for risk described in Exhibit A.

- 30. Operator shall distribute a proportionate share of the costs and charges withheld pursuant to paragraph 29 to each Pooled Working Interest that paid its share of the Estimated Well Costs.
- 31. Each year on the anniversary of this Order, and no later than ninety (90) days after each payout, Operator shall provide to OCD and each owner of a Non-Consenting Pooled Working Interest a schedule of the revenue attributable to a well and the Supervision and Operating Costs charged against that revenue.
- 32. Any cost or charge that is paid out of production shall be withheld only from the share due to an owner of a Pooled Working Interest. No cost or charge shall be withheld from the share due to an owner of a royalty interests. For the purpose of this Order, an unleased mineral interest shall consist of a seven-eighths (7/8) working interest and a one-eighth (1/8) royalty interest.
- 33. Except as provided above, Operator shall hold the revenue attributable to a well that is not disbursed for any reason for the account of the person(s) entitled to the revenue as provided in the Oil and Gas Proceeds Payment Act, NMSA 1978, Sections 70-10-1 et seq., and relinquish such revenue as provided in the Uniform Unclaimed Property Act, NMSA 1978, Sections 7-8A-1 et seq.
- 34. The Unit shall terminate if (a) the owners of all Pooled Working Interests reach a voluntary agreement; or (b) the well(s) drilled on the Unit are plugged and abandoned in accordance with the applicable rules. Operator shall inform OCD no later than thirty (30) days after such occurrence.
- 35. OCD retains jurisdiction of this matter for the entry of such orders as may be deemed necessary.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

ADRIENNE SANDOVAL DIRECTOR

AES/jag

Date: 5/07/2020

## Exhibit A

ALL INFORMATION IN THE APPLICATION MUST BE S	SUPPORTED BY SIGNED AFFIDAVITS
Case: 21186	APPLICANT'S RESPONSE
Date	April 30, 2020
Applicant	Colgate Operating LLC
Designated Operator & OGRID (affiliation if applicable)	Colgate Operating, LLC (OGRID 14744)
Applicant's Counsel:	Modrall Sperling
Case Title:	APPLICATION OF COLGATE OPERATING LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO CASE NO. 21186
Entries of Appearance/intervenors:	None
Well Family	Black Diamond
Formation/Pool	
Formation Name(s) or Vertical Extent:	Bone Spring Formation
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Bone Spring Formation
Pool Name and Pool Code:	Parkway; Bone Spring (Pool Code: 49622)
Well Location Setback Rules:	Latest Statewide Horizontal Rules Apply
Spacing Unit Size:	240 Acres
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	240 Acres
Building Blocks:	Quarter Quarter Sections
Orientation:	East to West
Description: TRS/County	N/2 N/2 of Section 34, and the N/2 N/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico
tandard Horizontal Well Spacing Unit (Y/N), If No, describe	Yes
Other Situations	
Pepth Severance: Y/N. If yes, description	No
roximity Tracts: If yes, description	No
roximity Defining Well: if yes, description	N/A
applicant's Ownership in Each Tract	Exhibit B.5-86
Veil(s)	
lame & API (if assigned), surface and bottom hole location, potages, completion target, orientation, completion status standard or non-standard)	See Exhibit B.3-86 and Exhibit B.4-86

Well #1	Black Diamond 34 Fed Com 131H
	SHL: 990 feet from the North line and 170 feet from the
	East line,
	(Unit A) of Section 34, Township 19 South, Range 29 East, NMPM.
	BHL: 910 feet from the North line and 2650 feet from the
	West line,
	(Unit B) of Section 33, Township 19 South, Range 29 East, NMPM.
	Completion Target: 3rd Bone Spring at approx 8,995 feet TVD. Well Orientation: East to West
	Completion Location expected to be: standard
Horizontal Well First and Last Take Points	Exhibit B.4-86
Completion Target (Formation, TVD and MD)	Exhibit B; Exhibit B.1; Exhibit B.3-86; Exhibit B.4-86; Exhibit C.3 through C.10
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	8,000
Production Supervision/Month \$	800
Justification for Supervision Costs	Exhibit B.6-86 for AFEs
Requested Risk Charge	200%; see Exhibit B
Notice of Hearing	
Proposed Notice of Hearing	Exhibit D.1
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit D.2
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit D.3
Ownership Determination	
and Ownership Schematic of the Spacing Unit	Exhibit B; Exhibit B.5-86
ract List (including lease numbers and owners)	Exhibit B.5-86
Pooled Parties (including ownership type)	Exhibit B.5-86
Unlocatable Parties to be Pooled	Exhibit B.5-86; Exhibit D.2
Ownership Depth Severance (including percentage above & selow)	None
oinder	
ample Copy of Proposal Letter	Exhibit B.1
ist of Interest Owners (ie Exhibit A of JOA)	Exhibit B.5-86
hronology of Contact with Non-Joined Working Interests	Exhibit B.2
verhead Rates In Proposal Letter	Exhibit B.5-86
ost Estimate to Drill and Complete	Exhibit B.6-86 for AFEs
ost Estimate to Equip Well	Exhibit B.6-86 for AFEs
ost Estimate for Production Facilities	Exhibit B.6-86 for AFEs
eology	
ummary (including special considerations)	Exhibit C

Date:	4/28/2020	
Signed Name (Attorney or Party Representative):	L-7/1	
Printed Name (Attorney or Party Representative):	Lance Hough	
CERTIFICATION: I hereby certify that the information provided in this checklist is complete and accurate.		
Special Provisions/Stipulations	None	
Additional Information		
Cross Section (including Landing Zone)	Exhibits C.7 through C.10	
Cross Section Location Map (including wells)	Exhibit C.2	
Structure Contour Map - Subsea Depth	Exhibits C.4 and C.6	
Well Bore Location Map	Exhibits C.2 through C.10	
General Location Map (including basin)	Exhibit C.1	
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit B.5-86	
Tracts	Exhibit B.5-86	
C-102	Exhibitc B.4-86	
Forms, Figures and Tables		
Depth Severance Discussion	Exhibit B	
HSU Cross Section	Exhibits C.7 through C.10	
Target Formation	Exhibits C.3 through C.10	
Well Orientation (with rationale)	Exhibit C	
Gunbarrel/Lateral Trajectory Schematic	Exhibit C.3	
Spacing Unit Schematic	Exhibits B.4-86, C.2, and C.3	

IN THE MATTER OF APPLICATION FOR COMPULSORY POOLING SUBMITTED BY COLGATE OPERATING, LLC

CASE NO.	21187	
ORDER NO.	R-21328	

#### **ORDER**

The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through a Hearing Examiner on April 30, 2020, and after considering the testimony, evidence, and recommendation of the Hearing Examiner, issues the following Order.

#### FINDINGS OF FACT

- 1. Colgate Operating, LLC ("Operator") submitted an application ("Application") to compulsory pool the uncommitted oil and gas interests within the spacing unit ("Unit") described in Exhibit A. The Unit is expected to be a standard horizontal spacing unit. 19.15.16.15(B) NMAC. Operator seeks to be designated the operator of the Unit.
- 2. Operator will dedicate the well(s) described in Exhibit A ("Well(s)") to the Unit.
- 3. Operator proposes the supervision and risk charges for the Well(s) described in Exhibit A.
- 4. Operator identified the owners of uncommitted interests in oil and gas minerals in the Unit and provided evidence that notice was given.
- 5. The Application was heard by the Hearing Examiner on the date specified above, during which Operator presented evidence through affidavits in support of the Application. No other party presented evidence at the hearing.

#### **CONCLUSIONS OF LAW**

- 6. OCD has jurisdiction to issue this Order pursuant to NMSA 1978, Section 70-2-17.
- 7. Operator is the owner of an oil and gas working interest within the Unit.
- 8. Operator satisfied the notice requirements for the Application and the hearing as required by 19.15.4.12 NMAC.
- 9. OCD satisfied the notice requirements for the hearing as required by 19.15.4.9 NMAC.
- 10. Operator has the right to drill the Well(s) to a common source of supply at the depth(s) and location(s) in the Unit described in Exhibit A.



- 11. The Unit contains separately owned uncommitted interests in oil and gas minerals.
- 12. Some of the owners of the uncommitted interests have not agreed to commit their interests to the Unit.
- 13. The pooling of uncommitted interests in the Unit will prevent waste and protect correlative rights, including the drilling of unnecessary wells.
- 14. This Order affords to the owner of an uncommitted interest the opportunity to produce his just and equitable share of the oil or gas in the pool.

#### **ORDER**

- 15. The uncommitted interests in the Unit are pooled as set forth in Exhibit A.
- 16. The Unit shall be dedicated to the Well(s) set forth in Exhibit A.
- 17. Operator is designated as operator of the Unit and the Well(s).
- 18. If the location of a well will be unorthodox under the spacing rules in effect at the time of completion, Operator shall obtain the OCD's approval for a non-standard location in accordance with 19.15.16.15(C) NMAC.
- 19. The Operator shall commence drilling the Well(s) 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.
- 20. This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by an amendment of this Order for good cause shown.
- 21. The infill well requirements in 19.15.13.9 NMAC through 19.15.13.12 NMAC shall be applicable.
- 22. Operator shall submit to each owner of an uncommitted working interest in the pool ("Pooled Working Interest") an itemized schedule of estimated costs to drill, complete, and equip the well ("Estimated Well Costs").
- 23. No later than thirty (30) days after Operator submits the Estimated Well Costs, the owner of a Pooled Working Interest shall elect whether to pay its share of the Estimated Well Costs or its share of the actual costs to drill, complete and equip the well ("Actual Well Costs") out of production from the well. An owner of a Pooled Working Interest who elects to pay its share of the Estimated Well Costs shall render payment to Operator no later than thirty (30) days after the expiration of the election period, and shall be liable for operating costs, but not risk charges, for the well. An owner of a Pooled Working Interest who fails to pay its share of the Estimated Well Costs or who

- elects to pay its share of the Actual Well Costs out of production from the well shall be considered to be a "Non-Consenting Pooled Working Interest."
- 24. No later than one hundred eighty (180) days after Operator submits a Form C-105 for a well, Operator shall submit to OCD and each owner of a Pooled Working Interest an itemized schedule of the Actual Well Costs. The Actual Well Costs shall be considered to be the Reasonable Well Costs unless OCD or an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If OCD or an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Reasonable Well Costs after public notice and hearing.
- 25. No later than sixty (60) days after the expiration of the period to file a written objection to the Actual Well Costs or OCD's order determining the Reasonable Well Costs, whichever is later, each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs shall pay to Operator its share of the Reasonable Well Costs that exceed the Estimated Well Costs, or Operator shall pay to each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs its share of the Estimated Well Costs that exceed the Reasonable Well Costs.
- 26. The reasonable charges for supervision to drill and produce a well ("Supervision Charges") shall not exceed the rates specified in Exhibit A, provided however that the rates shall be adjusted annually pursuant to the COPAS form entitled "Accounting Procedure-Joint Operations."
- 27. No later than within ninety (90) days after Operator submits a Form C-105 for a well, Operator shall submit to OCD and each owner of a Pooled Working Interest an itemized schedule of the reasonable charges for operating and maintaining the well ("Operating Charges"), provided however that Operating Charges shall not include the Reasonable Well Costs or Supervision Charges. The Operating Charges shall be considered final unless OCD or an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If OCD or an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Operating Charges after public notice and hearing.
- 28. Operator may withhold the following costs and charges from the share of production due to each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs: (a) the proportionate share of the Supervision Charges; and (b) the proportionate share of the Operating Charges.
- 29. Operator may withhold the following costs and charges from the share of production due to each owner of a Non-Consenting Pooled Working Interest: (a) the proportionate share of the Reasonable Well Costs; (b) the proportionate share of the Supervision and Operating Charges; and (c) the percentage of the Reasonable Well Costs specified as the charge for risk described in Exhibit A.

- 30. Operator shall distribute a proportionate share of the costs and charges withheld pursuant to paragraph 29 to each Pooled Working Interest that paid its share of the Estimated Well Costs.
- 31. Each year on the anniversary of this Order, and no later than ninety (90) days after each payout, Operator shall provide to OCD and each owner of a Non-Consenting Pooled Working Interest a schedule of the revenue attributable to a well and the Supervision and Operating Costs charged against that revenue.
- 32. Any cost or charge that is paid out of production shall be withheld only from the share due to an owner of a Pooled Working Interest. No cost or charge shall be withheld from the share due to an owner of a royalty interests. For the purpose of this Order, an unleased mineral interest shall consist of a seven-eighths (7/8) working interest and a one-eighth (1/8) royalty interest.
- 33. Except as provided above, Operator shall hold the revenue attributable to a well that is not disbursed for any reason for the account of the person(s) entitled to the revenue as provided in the Oil and Gas Proceeds Payment Act, NMSA 1978, Sections 70-10-1 *et seq.*, and relinquish such revenue as provided in the Uniform Unclaimed Property Act, NMSA 1978, Sections 7-8A-1 *et seq.*
- 34. The Unit shall terminate if (a) the owners of all Pooled Working Interests reach a voluntary agreement; or (b) the well(s) drilled on the Unit are plugged and abandoned in accordance with the applicable rules. Operator shall inform OCD no later than thirty (30) days after such occurrence.
- 35. OCD retains jurisdiction of this matter for the entry of such orders as may be deemed necessary.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

ADRIENNE SANDOVAL DIRECTOR

AES/jag

Date: 5/19/2020

#### Exhibit A

ALL INFORMATION IN THE APPLICATION MUST BE	SUPPORTED BY SIGNED AFFIDAVITS						
Case: 21187	APPLICANT'S RESPONSE						
Date	April 30, 2020						
Applicant	Colgate Operating LLC						
Designated Operator & OGRID (affiliation if applicable)	Colgate Operating, LLC (OGRID 14744)						
Applicant's Counsel:	Modrall Sperling						
Case Title:	APPLICATION OF COLGATE OPERATING LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO CASE NO. 21187						
Entries of Appearance/Intervenors:	None						
Well Family	Black Diamond						
Formation/Pool							
Formation Name(s) or Vertical Extent:	Bone Spring Formation						
Primary Product (Oil or Gas):	Oil						
Pooling this vertical extent:	Bone Spring Formation						
Pool Name and Pool Code:	Parkway; Bone Spring (Pool Code: 49622)						
Well Location Setback Rules:	Latest Statewide Horizontal Rules Apply						
Spacing Unit Síze:	240 Acres						
Spacing Unit							
Type (Horizontal/Vertical)	Horizontal						
Size (Acres)	240 Acres						
Building Blocks:	Quarter Quarter Sections						
Orientation:	East to West						
Description: TRS/County	N/2 S/2 of Section 34, and the N/2 S/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico						
tandard Horizontal Well Spacing Unit (Y/N), If No, describe	Yes						
Other Situations							
epth Severance: Y/N. If yes, description	No						
roximity Tracts: If yes, description	No						
roximity Defining Well: if yes, description	N/A						
pplicant's Ownership in Each Tract	Exhibit B.5-87						
vell(s)							
lame & API (if assigned), surface and bottom hole location, potages, completion target, orientation, completion status standard or non-standard)	See Exhibit B.3-87 and Exhibit B.4-87						

Well #1	Black Diamond 34 Fed Com 133H							
	SHL: 1135 feet from the South line and 360 feet from the							
	East line,							
	(Unit P) of Section 34, Township 19 South, Range 29 East NMPM.							
	BHL: 1750 feet from the South line and 2626 feet from							
	the East line,							
	(Unit J) of Section 33, Township 19 South, Range 29 East NMPM.							
	Completion Target: 3rd Bone Spring at approx 9,005 feet TVD. Well Orientation: East to West Completion Location expected to be: standard							
Horizontal Well First and Last Take Points	Exhibit B.4-87							
Completion Target (Formation, TVD and MD)	Exhibit B; Exhibit B.1; Exhibit B.3-87; Exhibit B.4-87; Exhibit C.3 through C.10							
AFE Capex and Operating Costs								
Drilling Supervision/Month \$	8,000							
Production Supervision/Month \$	800							
Justification for Supervision Costs	Exhibit B.6-87 for AFEs							
Requested Risk Charge	200%; see Exhibit B							
Notice of Hearing								
Proposed Notice of Hearing	Exhibit D.1							
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit D.2							
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit D.3							
Ownership Determination								
Land Ownership Schematic of the Spacing Unit	Exhibit B; Exhibit B.5-87							
Tract List (including lease numbers and owners)	Exhibit B.5-87							
Pooled Parties (including ownership type)	Exhibit B.5-87							
Unlocatable Parties to be Pooled	Exhibit B.5-87; Exhibit D.2							
Ownership Depth Severance (including percentage above & below)	None							
loinder								
Sample Copy of Proposal Letter	Exhibit B.1							
List of Interest Owners (ie Exhibit A of JOA)	Exhibit B.5-87							
Chronology of Contact with Non-Joined Working Interests	Exhibit B.2							
Overhead Rates In Proposal Letter	Exhibit B.5-87							
Cost Estimate to Drill and Complete	Exhibit B.6-87 for AFEs							
Cost Estimate to Equip Well	Exhibit B.6-87 for AFEs							
Cost Estimate for Production Facilities	Exhibit B.6-87 for AFEs							
Beology								

Summary (including special considerations)	Exhibit C
Spacing Unit Schematic	Exhibits B.4-87, C.2, and C.3
Gunbarrel/Lateral Trajectory Schematic	Exhibit C.3
Well Orientation (with rationale)	Exhibit C
Target Formation	Exhibits C.3 through C.10
HSU Cross Section	Exhibits C.7 through C.10
Depth Severance Discussion	Exhibit B
Forms, Figures and Tables	
C-102	Exhibite B.4-87
Tracts	Exhibit B.5-87
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit B.5-87
General Location Map (including basin)	Exhibit C.1
Well Bore Location Map	Exhibits C.2 through C.10
Structure Contour Map - Subsea Depth	Exhibits C.4 and C.6
Cross Section Location Map (including wells)	Exhibit C.2
Cross Section (including Landing Zone)	Exhibits C.7 through C.10
Additional Information	
Special Provisions/Stipulations	None
CERTIFICATION: I hereby certify that the information pro-	ovided in this checklist is complete and accurate.
Printed Name (Attorney or Party Representative):	Lance Hough
Signed Name (Attorney or Party Representative):	
Date:	5/12/2020

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

IN THE MATTER OF APPLICATION FOR COMPULSORY POOLING SUBMITTED BY COLGATE OPERATING, LLC

CASE NO.	21188
ORDER NO.	R-21329

#### **ORDER**

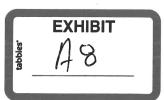
The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through a Hearing Examiner on April 30, 2020, and after considering the testimony, evidence, and recommendation of the Hearing Examiner, issues the following Order.

#### **FINDINGS OF FACT**

- 1. Colgate Operating, LLC ("Operator") submitted an application ("Application") to compulsory pool the uncommitted oil and gas interests within the spacing unit ("Unit") described in Exhibit A. The Unit is expected to be a standard horizontal spacing unit. 19.15.16.15(B) NMAC. Operator seeks to be designated the operator of the Unit.
- 2. Operator will dedicate the well(s) described in Exhibit A ("Well(s)") to the Unit.
- 3. Operator proposes the supervision and risk charges for the Well(s) described in Exhibit A.
- 4. Operator identified the owners of uncommitted interests in oil and gas minerals in the Unit and provided evidence that notice was given.
- 5. The Application was heard by the Hearing Examiner on the date specified above, during which Operator presented evidence through affidavits in support of the Application. No other party presented evidence at the hearing.

#### **CONCLUSIONS OF LAW**

- 6. OCD has jurisdiction to issue this Order pursuant to NMSA 1978, Section 70-2-17.
- 7. Operator is the owner of an oil and gas working interest within the Unit.
- 8. Operator satisfied the notice requirements for the Application and the hearing as required by 19.15.4.12 NMAC.
- 9. OCD satisfied the notice requirements for the hearing as required by 19.15.4.9 NMAC.
- 10. Operator has the right to drill the Well(s) to a common source of supply at the depth(s) and location(s) in the Unit described in Exhibit A.



- 11. The Unit contains separately owned uncommitted interests in oil and gas minerals.
- 12. Some of the owners of the uncommitted interests have not agreed to commit their interests to the Unit.
- 13. The pooling of uncommitted interests in the Unit will prevent waste and protect correlative rights, including the drilling of unnecessary wells.
- 14. This Order affords to the owner of an uncommitted interest the opportunity to produce his just and equitable share of the oil or gas in the pool.

#### **ORDER**

- 15. The uncommitted interests in the Unit are pooled as set forth in Exhibit A.
- 16. The Unit shall be dedicated to the Well(s) set forth in Exhibit A.
- 17. Operator is designated as operator of the Unit and the Well(s).
- 18. If the location of a well will be unorthodox under the spacing rules in effect at the time of completion, Operator shall obtain the OCD's approval for a non-standard location in accordance with 19.15.16.15(C) NMAC.
- 19. The Operator shall commence drilling the Well(s) 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.
- 20. This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by an amendment of this Order for good cause shown.
- 21. The infill well requirements in 19.15.13.9 NMAC through 19.15.13.12 NMAC shall be applicable.
- 22. Operator shall submit to each owner of an uncommitted working interest in the pool ("Pooled Working Interest") an itemized schedule of estimated costs to drill, complete, and equip the well ("Estimated Well Costs").
- 23. No later than thirty (30) days after Operator submits the Estimated Well Costs, the owner of a Pooled Working Interest shall elect whether to pay its share of the Estimated Well Costs or its share of the actual costs to drill, complete and equip the well ("Actual Well Costs") out of production from the well. An owner of a Pooled Working Interest who elects to pay its share of the Estimated Well Costs shall render payment to Operator no later than thirty (30) days after the expiration of the election period, and shall be liable for operating costs, but not risk charges, for the well. An owner of a Pooled Working Interest who fails to pay its share of the Estimated Well Costs or who

- elects to pay its share of the Actual Well Costs out of production from the well shall be considered to be a "Non-Consenting Pooled Working Interest."
- 24. No later than one hundred eighty (180) days after Operator submits a Form C-105 for a well, Operator shall submit to OCD and each owner of a Pooled Working Interest an itemized schedule of the Actual Well Costs. The Actual Well Costs shall be considered to be the Reasonable Well Costs unless OCD or an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If OCD or an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Reasonable Well Costs after public notice and hearing.
- 25. No later than sixty (60) days after the expiration of the period to file a written objection to the Actual Well Costs or OCD's order determining the Reasonable Well Costs, whichever is later, each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs shall pay to Operator its share of the Reasonable Well Costs that exceed the Estimated Well Costs, or Operator shall pay to each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs its share of the Estimated Well Costs that exceed the Reasonable Well Costs.
- 26. The reasonable charges for supervision to drill and produce a well ("Supervision Charges") shall not exceed the rates specified in Exhibit A, provided however that the rates shall be adjusted annually pursuant to the COPAS form entitled "Accounting Procedure-Joint Operations."
- 27. No later than within ninety (90) days after Operator submits a Form C-105 for a well, Operator shall submit to OCD and each owner of a Pooled Working Interest an itemized schedule of the reasonable charges for operating and maintaining the well ("Operating Charges"), provided however that Operating Charges shall not include the Reasonable Well Costs or Supervision Charges. The Operating Charges shall be considered final unless OCD or an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If OCD or an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Operating Charges after public notice and hearing.
- 28. Operator may withhold the following costs and charges from the share of production due to each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs: (a) the proportionate share of the Supervision Charges; and (b) the proportionate share of the Operating Charges.
- 29. Operator may withhold the following costs and charges from the share of production due to each owner of a Non-Consenting Pooled Working Interest: (a) the proportionate share of the Reasonable Well Costs; (b) the proportionate share of the Supervision and Operating Charges; and (c) the percentage of the Reasonable Well Costs specified as the charge for risk described in Exhibit A.

- 30. Operator shall distribute a proportionate share of the costs and charges withheld pursuant to paragraph 29 to each Pooled Working Interest that paid its share of the Estimated Well Costs.
- 31. Each year on the anniversary of this Order, and no later than ninety (90) days after each payout, Operator shall provide to OCD and each owner of a Non-Consenting Pooled Working Interest a schedule of the revenue attributable to a well and the Supervision and Operating Costs charged against that revenue.
- 32. Any cost or charge that is paid out of production shall be withheld only from the share due to an owner of a Pooled Working Interest. No cost or charge shall be withheld from the share due to an owner of a royalty interests. For the purpose of this Order, an unleased mineral interest shall consist of a seven-eighths (7/8) working interest and a one-eighth (1/8) royalty interest.
- 33. Except as provided above, Operator shall hold the revenue attributable to a well that is not disbursed for any reason for the account of the person(s) entitled to the revenue as provided in the Oil and Gas Proceeds Payment Act, NMSA 1978, Sections 70-10-1 *et seq.*, and relinquish such revenue as provided in the Uniform Unclaimed Property Act, NMSA 1978, Sections 7-8A-1 *et seq.*
- 34. The Unit shall terminate if (a) the owners of all Pooled Working Interests reach a voluntary agreement; or (b) the well(s) drilled on the Unit are plugged and abandoned in accordance with the applicable rules. Operator shall inform OCD no later than thirty (30) days after such occurrence.
- 35. OCD retains jurisdiction of this matter for the entry of such orders as may be deemed necessary.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

ADRIENNE SANDOVAL

**DIRECTOR** AES/jag

Date: 5/19/2020

#### Exhibit A

ALL INFORMATION IN THE APPLICATION MUST BE S	SUPPORTED BY SIGNED AFFIDAVITS							
Case: 21188	APPLICANT'S RESPONSE							
Date	April 30, 2020							
Applicant	Colgate Operating LLC							
Designated Operator & OGRID (affiliation if applicable)	Colgate Operating, LLC (OGRID 14744)							
Applicant's Counsel:	Modrall Sperling							
Case Title:	APPLICATION OF COLGATE OPERATING LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO, CASE NO. 21188							
Entries of Appearance/Intervenors:	None							
Well Family	Black Diamond							
Formation/Pool								
Formation Name(s) or Vertical Extent:	Bone Spring Formation							
Primary Product (Oil or Gas):	Oil							
Pooling this vertical extent:	Bone Spring Formation							
Pool Name and Pool Code:	Parkway; Bone Spring (Pool Code: 49622)							
Well Location Setback Rules:	Latest Statewide Horizontal Rules Apply							
Spacing Unit Size:	240 Acres							
Spacing Unit								
Type (Horizontal/Vertical)	Horizontal							
Size (Acres)	240 Acres							
Building Blocks:	Quarter Quarter Sections							
Orientation:	East to West							
Description: TRS/County	S/2 S/2 of Section 34, and the S/2 S/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico							
Standard Horizontal Well Spacing Unit (Y/N), If No, describe	Yes							
Other Situations								
Depth Severance: Y/N. If yes, description	No							
Proximity Tracts: If yes, description	No							
Proximity Defining Well: if yes, description	N/A							
Applicant's Ownership in Each Tract	Exhibit B.5-88							
Vell(s)								
lame & API (if assigned), surface and bottom hole location, ootages, completion target, orientation, completion status standard or non-standard)	See Exhibit B.3-88 and Exhibit B.4-88							

Well #1	Black Diamond 34 Fed Com 134H
	SHL: 1090 feet from the South line and 360 feet from the
	East line,
	(Unit P) of Section 34, Township 19 South, Range 29 East, NMPM.
	BHL: 410 feet from the South line and 2626 feet from the
	East line,
	(Unit O) of Section 33, Township 19 South, Range 29 East, NMPM.
	Completion Target: 3rd Bone Spring at approx 9,025 feet TVD. Well Orientation: East to West
	Completion Location expected to be: standard
Horizontal Well First and Last Take Points	Exhibit B.4-88
Completion Target (Formation, TVD and MD)	Exhibit B; Exhibit B.1; Exhibit B.3-88; Exhibit B.4-88; Exhibit C.3 through C.10
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	8,000
Production Supervision/Month \$	800
Justification for Supervision Costs	Exhibit B.6-88 for AFEs
Requested Risk Charge	200%; see Exhibit B
Notice of Hearing	
Proposed Notice of Hearing	Exhibit D.1
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit D.2
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit D.3
Ownership Determination	
and Ownership Schematic of the Spacing Unit	Exhibit B; Exhibit B.5-88
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Pooled Parties (including ownership type)	Exhibit B.5-88
Inlocatable Parties to be Pooled	Exhibit B.5-88; Exhibit D.2
Ownership Depth Severance (including percentage above & elow)	None
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ample Copy of Proposal Letter	Exhibit B.1
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ost Estimate to Equip Well	Exhibit B.6-88 for AFEs
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eology	
ummary (including special considerations)	Exhibit C

Spacing Unit Schematic	Eukihira D. 4.00. C. 2						
Gunbarrel/Lateral Trajectory Schematic	Exhibits B.4-88, C.2, and C.3						
	Exhibit C.3						
Well Orientation (with rationale)	Exhibit C						
Target Formation	Exhibits C.3 through C.10						
HSU Cross Section	Exhibits C.7 through C.10						
Depth Severance Discussion	Exhibit B						
Forms, Figures and Tables							
C-102	Exhibite B.4-88						
Tracts	Exhibit B.5-88						
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit B.5-88						
General Location Map (including basin)	Exhibit C.1						
Well Bore Location Map	Exhibits C.2 through C.10						
Structure Contour Map - Subsea Depth	Exhibits C.4 and C.6						
Cross Section Location Map (including wells)	Exhibit C.2						
cross Section (including Landing Zone)	Exhibits C.7 through C.10						
Additional Information							
pecial Provisions/Stipulations	None						
ERTIFICATION: I hereby certify that the information pro	ovided in this checklist is complete and accurate						
rinted Name (Attorney or Party Representative):	Lance Hough						
igned Name (Attorney or Party Representative):	C-1//C						
ate:	4/28/2020 //						

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

APPLICATION OF COLGATE OPERATING LLC	CASE NO. 21830
TO AMEND ORDER NO. R-21311,	ORDER NO. R-21311
EDDY COUNTY, NEW MEXICO	(Re-Open)
APPLICATION OF COLGATE OPERATING LLC	<b>CASE NO. 21831</b>
TO AMEND ORDER NO. R-21312,	<b>ORDER NO. R-21312</b>
EDDY COUNTY, NEW MEXICO	(Re-Open)
APPLICATION OF COLGATE OPERATING LLC	CASE NO. 21832
TO AMEND ORDER NO. R-21328,	<b>ORDER NO. R-21328</b>
EDDY COUNTY, NEW MEXICO	(Re-Open)
APPLICATION OF COLGATE OPERATING LLC	CASE NO. 21833
TO AMEND ORDER NO. R-21329,	ORDER NO. R-21329
EDDY COUNTY, NEW MEXICO	(Re-Open)
AFFIDAVIT OF LANCE D. HOUGH	
STATE OF NEW MEXICO )	
)ss.	

Lance D. Hough, attorney in fact and authorized representative of Cimarex Energy Co. ("Cimarex"), the Applicant herein, being first duly sworn, upon oath, states that the abovereferenced Applications were provided under notices of hearing to parties entitled to notice; and that the following are attached hereto: a sample of said notice of hearing as Exhibit B.1, proof of mailed notice of hearing as Exhibit B.2, and proof of published notice of hearing as Exhibit B.3.

Lance D. Hough

SUBSCRIBED AND SWORN to before me this 5 day of April 2021 by Lance D.

Hough OFFICIAL SEAL Zina Crum SEA

**COUNTY OF BERNALILLO** 

Notary Public

My/commission expires: 12-07-2023



LAWYERS

March 19, 2021

Lance D. Hough Tel: 505.848.1826 Fax: 505.848.9710 Lance.Hough@modrall.com

#### VIA CERTIFIED MAIL - RETURN RECEIPT REQUESTED

TO: AFFECTED PARTIES

This letter is to advise you that Colgate Operating LLC has filed the enclosed applications with the New Mexico Oil Conservation Division:

Case No. 21830: (Re-Open) Application of Colgate Operating LLC to Amend Order No. R-21311, Eddy County, New Mexico. Applicant seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21311 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21311 on May 7, 2020, which designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 122H and Black Diamond 34 Fed Com 132H wells; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the S/2 N/2 of Section 34 and S/2 N/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. The Order requires commencement of drilling the wells within one year of the date of the Order unless Colgate obtains an extension by an amendment of this Order for good cause shown. Good cause exists for Colgate's request for an extension of time due to current market conditions.

Case No. 21831: (Re-Open) Application of Colgate Operating LLC to Amend Order No. R-21312, Eddy County, New Mexico. Applicant seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21312 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21312 on May 7, 2020, which designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 131H well; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the N/2 N/2 of Section 34 and N/2 N/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM,

Modrali Sperling Roehl Harris & Sisk P.A.

500 Fourth Street NW Suite 1000 Albuquerque, New Mexico 87102

PO Box 2168 Albuquerque, New Mexico 87103-2168

Tel: 505.848.1800 www.modrall.com



#### **AFFECTED PARTIES**

Colgate / Order Amendments / Black Diamond 34 Fed Com 121, 131-134H Wells March 19, 2021
Page 2

Eddy County, New Mexico. The Order requires commencement of drilling the wells within one year of the date of the Order unless Colgate obtains an extension by an amendment of this Order for good cause shown. Good cause exists for Colgate's request for an extension of time due to current market conditions.

Case No. 21832: (Re-Open) Application of Colgate Operating LLC to Amend Order No. R-21328, Eddy County, New Mexico. Applicant seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21328 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21328 on May 19, 2020, which designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 133H well; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the N/2 S/2 of Section 34 and N/2 S/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. The Order requires commencement of drilling the wells within one year of the date of the Order unless Colgate obtains an extension by an amendment of this Order for good cause shown. Good cause exists for Colgate's request for an extension of time due to current market conditions.

Case No. 21833: (Re-Open) Application of Colgate Operating LLC to Amend Order No. R-21329, Eddy County, New Mexico. Applicant seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21329 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21329 on May 19, 2020, which designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 134H well; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the S/2 S/2 of Section 34 and S/2 S/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. The Order requires commencement of drilling the wells within one year of the date of the Order unless Colgate obtains an extension by an amendment of this Order for good cause shown. Good cause exists for Colgate's request for an extension of time due to current market conditions.

These applications are expected to be set for hearing before a Division Examiner at 8:15 a.m. on April 8, 2021. During the COVID-19 Public Health Emergency, the hearings will be conducted remotely. Instructions to appear can also be found by accessing http://www.emnrd.state.nm.us/OCD/hearings.html and

#### **AFFECTED PARTIES**

Colgate / Order Amendments / Black Diamond 34 Fed Com 121, 131-134H Wells March 19, 2021
Page 3

scrolling down to "Hearing Notices" under "OCD Hearings." As a party who may be affected by these applications, we are notifying you of your right to appear at the hearing and participate in this case, including the right to present evidence either in support of or in opposition to the applications. Failure to appear at the hearings may preclude you from any involvement in this case at a later date.

You are further notified that if you desire to appear in these cases, then you are requested to file a Pre-Hearing Statement with the Division at least four business days in advance of a scheduled hearing before the Division or the Commission, but in no event later than 5:00 p.m. mountain time, on the Thursday preceding the scheduled hearing date, with a copy delivered to the undersigned.

Sincerely,

Lance D. Hough

Attorney for Applicant

EED/ldh/W4025968.DOCX Enclosures: as stated

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

APPLICATION OF COLGATE OPERATING LLC TO AMEND ORDER NO. R-21311, EDDY COUNTY, NEW MEXICO

CASE NO. \_\_\_\_\_ORDER NO. R-21311 (Re-Open)

#### **APPLICATION**

Colgate Operating LLC ("Colgate"), OGRID Number 371449, through its undersigned attorney, files this application with the Oil Conservation Division ("Division") for the limited purpose of amending Order No. R-21311 ("the Order") to allow for an extension of time for drilling the well under the Order. In support of this application, Colgate states as follows:

- 1. The Division heard Case No. 21185 on April 30, 2020 and entered the Order on May 7, 2020.
- 2. The Order designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 122H and Black Diamond 34 Fed Com 132H wells; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the S/2 N/2 of Section 34 and S/2 N/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico.
- 3. Paragraph 19 of the Order states: "The Operator shall commence drilling the Well(s) 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." Paragraph 20 of the Order states: "This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by an amendment of this Order for good cause shown."
- 4. Under the Order, Colgate would be required to commence drilling the well by May 7, 2021.

- 5. Colgate requests that the Order be re-opened and amended to allow Colgate an additional year to commence drilling the well under the Order.
- 6. Colgate requests this extension because there have been changes in Colgate's drilling schedule due to the COVID-19 pandemic and current market conditions.
  - 7. Good cause exists for Colgate's request for an extension of time.
- 8. Colgate asks that the deadline to commence drilling the well be extended for a year from May 7, 2021 to May 7, 2022.

WHEREFORE, Colgate requests this application be set for hearing before an Examiner of the Oil Conservation Division on April 8, 2021, and after notice and hearing as required by law, the Division amend Order No. R-21311 to extend the time for Colgate to commence drilling the well under the Order for a year, through May 7, 2022.

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

By:

Earl E. DeBrine

Deana M. Bennett

Lance D. Hough

Post Office Box 2168

500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800

edebrine@modrall.com

dmb@modrall.com

ldh@modrall.com

Attorneys for Applicant

(Re-Open) Application of Colgate Operating LLC to Amend Order No. R-21311, Eddy County, New Mexico. Applicant seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21311 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21311 on May 7, 2020, which designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 122H and Black Diamond 34 Fed Com 132H wells; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the S/2 N/2 of Section 34 and S/2 N/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. The Order requires commencement of drilling the wells within one year of the date of the Order unless Colgate obtains an extension by an amendment of this Order for good cause shown. Good cause exists for Colgate's request for an extension of time due to current market conditions.

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

APPLICATION OF COLGATE OPERATING LLC TO AMEND ORDER NO. R-21312, EDDY COUNTY, NEW MEXICO

CASE NO. \_\_\_\_ORDER NO. R-21312 (Re-Open)

#### **APPLICATION**

Colgate Operating LLC ("Colgate"), OGRID Number 371449, through its undersigned attorney, files this application with the Oil Conservation Division ("Division") for the limited purpose of amending Order No. R-21312 ("the Order") to allow for an extension of time for drilling the well under the Order. In support of this application, Colgate states as follows:

- 1. The Division heard Case No. 21186 on April 30, 2020 and entered the Order on May 7, 2020.
- 2. The Order designated Colgate as the operator of the unit and the **Black Diamond**34 Fed Com 131H well; and pooled uncommitted interest owners in a 240-acre, more or less,

  Bone Spring horizontal spacing unit comprised of the N/2 N/2 of Section 34 and N/2 N/2 of the

  E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico.
- 3. Paragraph 19 of the Order states: "The Operator shall commence drilling the Well(s) 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." Paragraph 20 of the Order states: "This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by an amendment of this Order for good cause shown."
- 4. Under the Order, Colgate would be required to commence drilling the well by May 7, 2021.
- 5. Colgate requests that the Order be re-opened and amended to allow Colgate an additional year to commence drilling the well under the Order.

- 6. Colgate requests this extension because there have been changes in Colgate's drilling schedule due to the COVID-19 pandemic and current market conditions.
  - 7. Good cause exists for Colgate's request for an extension of time.
- 8. Colgate asks that the deadline to commence drilling the well be extended for a year from May 7, 2021 to May 7, 2022.

WHEREFORE, Colgate requests this application be set for hearing before an Examiner of the Oil Conservation Division on April 8, 2021, and after notice and hearing as required by law, the Division amend Order No. R-21312 to extend the time for Colgate to commence drilling the well under the Order for a year, through May 7, 2022.

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

By:

Earl E. DeBrine Deana M. Bennett

Lance D. Hough

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Albuquerque, New Mexico 87103-2168

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dmb@modrall.com ldh@modrall.com

Attorneys for Applicant

(Re-Open) Application of Colgate Operating LLC to Amend Order No. R-21312, Eddy County, New Mexico. Applicant seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21312 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21312 on May 7, 2020, which designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 131H well; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the N/2 N/2 of Section 34 and N/2 N/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. The Order requires commencement of drilling the wells within one year of the date of the Order unless Colgate obtains an extension by an amendment of this Order for good cause shown. Good cause exists for Colgate's request for an extension of time due to current market conditions.

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

APPLICATION OF COLGATE OPERATING LLC TO AMEND ORDER NO. R-21328, EDDY COUNTY, NEW MEXICO

CASE NO. \_\_\_\_ORDER NO. R-21328 (Re-Open)

#### **APPLICATION**

Colgate Operating LLC ("Colgate"), OGRID Number 371449, through its undersigned attorney, files this application with the Oil Conservation Division ("Division") for the limited purpose of amending Order No. R-21328 ("the Order") to allow for an extension of time for drilling the well under the Order. In support of this application, Colgate states as follows:

- 1. The Division heard Case No. 21187 on April 30, 2020 and entered the Order on May 19, 2020.
- 2. The Order designated Colgate as the operator of the unit and the **Black Diamond**34 Fed Com 133H well; and pooled uncommitted interest owners in a 240-acre, more or less,

  Bone Spring horizontal spacing unit comprised of the N/2 S/2 of Section 34 and N/2 S/2 of the E/2

  of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico.
- 3. Paragraph 19 of the Order states: "The Operator shall commence drilling the Well(s) 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." Paragraph 20 of the Order states: "This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by an amendment of this Order for good cause shown."
- 4. Under the Order, Colgate would be required to commence drilling the well by May 19, 2021.
- 5. Colgate requests that the Order be re-opened and amended to allow Colgate an additional year to commence drilling the well under the Order.

- 6. Colgate requests this extension because there have been changes in Colgate's drilling schedule due to the COVID-19 pandemic and current market conditions.
  - 7. Good cause exists for Colgate's request for an extension of time.
- 8. Colgate asks that the deadline to commence drilling the well be extended for a year from May 19, 2021 to May 19, 2022.

WHEREFORE, Colgate requests this application be set for hearing before an Examiner of the Oil Conservation Division on April 8, 2021, and after notice and hearing as required by law, the Division amend Order No. R-21328 to extend the time for Colgate to commence drilling the well under the Order for a year, through May 19, 2022.

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

By:

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Deana M. Bennett

Lance D. Hough

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dmb@modrall.com ldh@modrall.com

Attorneys for Applicant

(Re-Open) Application of Colgate Operating LLC to Amend Order No. R-21328, Eddy County, New Mexico. Applicant seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21328 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21328 on May 19, 2020, which designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 133H well; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the N/2 S/2 of Section 34 and N/2 S/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. The Order requires commencement of drilling the wells within one year of the date of the Order unless Colgate obtains an extension by an amendment of this Order for good cause shown. Good cause exists for Colgate's request for an extension of time due to current market conditions.

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

APPLICATION OF COLGATE OPERATING LLC TO AMEND ORDER NO. R-21329, EDDY COUNTY, NEW MEXICO

CASE NO. ORDER NO. R-21329 (Re-Open)

#### **APPLICATION**

Colgate Operating LLC ("Colgate"), OGRID Number 371449, through its undersigned attorney, files this application with the Oil Conservation Division ("Division") for the limited purpose of amending Order No. R-21329 ("the Order") to allow for an extension of time for drilling the well under the Order. In support of this application, Colgate states as follows:

- 1. The Division heard Case No. 21188 on April 30, 2020 and entered the Order on May 19, 2020.
- 2. The Order designated Colgate as the operator of the unit and the **Black Diamond**34 Fed Com 134H well; and pooled uncommitted interest owners in a 240-acre, more or less,
  Bone Spring horizontal spacing unit comprised of the S/2 S/2 of Section 34 and S/2 S/2 of the E/2
  of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico.
- 3. Paragraph 19 of the Order states: "The Operator shall commence drilling the Well(s) 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." Paragraph 20 of the Order states: "This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by an amendment of this Order for good cause shown."
- 4. Under the Order, Colgate would be required to commence drilling the well by May 19, 2021.
- 5. Colgate requests that the Order be re-opened and amended to allow Colgate an additional year to commence drilling the well under the Order.

- 6. Colgate requests this extension because there have been changes in Colgate's drilling schedule due to the COVID-19 pandemic and current market conditions.
  - 7. Good cause exists for Colgate's request for an extension of time.
- 8. Colgate asks that the deadline to commence drilling the well be extended for a year from May 19, 2021 to May 19, 2022.

WHEREFORE, Colgate requests this application be set for hearing before an Examiner of the Oil Conservation Division on April 8, 2021, and after notice and hearing as required by law, the Division amend Order No. R-21329 to extend the time for Colgate to commence drilling the well under the Order for a year, through May 19, 2022.

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

Bv:

Earl E. DeBrine
Deana M. Bennett
Lance D. Hough
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500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800 edebrine@modrall.com dmb@modrall.com ldh@modrall.com

Attorneys for Applicant

(Re-Open) Application of Colgate Operating LLC to Amend Order No. R-21329, Eddy County, New Mexico. Applicant seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21329 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21329 on May 19, 2020, which designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 134H well; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the S/2 S/2 of Section 34 and S/2 S/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. The Order requires commencement of drilling the wells within one year of the date of the Order unless Colgate obtains an extension by an amendment of this Order for good cause shown. Good cause exists for Colgate's request for an extension of time due to current market conditions.

Zina Crum Modrall Sperling 500 4th Street NW Suite 1000 Albuquerque NM 87102

# PS Form 3877

# Type of Mailing: CERTIFIED MAIL 03/19/2021

Firm Mailing Book ID: 205471

USPS Article Number Name, Street, City, State, Zip		lity, State, Zip	Postage	Service Fee	RR Fee	Rest Del Koo	Reference
9314 8699 0430 0080 5777 00 A NELSON MUNCY 441 LONG COVE DRIVE FAIRVIEW		XY DRIVE TX 75069	\$1.20	\$3.60	1	\$0.00	Contents 10091.0004 Blk Notice
			\$1.20	\$3.60	\$1.75	\$0.00	10091.0004 Blk Notice
		CO 80201	\$1.20	\$3.60	\$1.75	\$0.00	10091.0004 Blk Notice
			\$1.20	\$3.60	\$1.75	\$0.00	10091.0004 Blk Notice
		. LLC NM 88202	\$1.20	\$3.60	\$1.75	\$0.00	10091.0004 Blk Notice
CAROL A SHUMATE P O BOX 80724 MIDLAND	CAROL A SHUMATE P O BOX 80724 MIDLAND	TX 79708	\$1.20	\$3.60	\$1.75	\$0.00	10091.0004 Blk Notice
PO BOX 3217 PO BOX 3217 PO BOX 3217 ALBANY T		INERALS LTD TX 76430	\$1.20	\$3.60	\$1.75	\$0.00	10091.0004 Blk Notice
DELMAR HUDSON LE PO BOX 840738 DALLAS		WIS LIVING TRUST TX 75284	\$1.20	\$3.60	\$1.75	\$0.00	10091.0004 BIk Notice
		IW NM 87107	\$1.20	\$3.60	\$1.75	\$0.00	10091.0004 BIK Notice
		BRIDE III NM 88202	\$1.20	\$3.60	\$1.75	\$0.00	10091.0004 Blk Notice
USTEE OI		F JOSEPHINE T. Y TRUST TX 78296	\$1.20	\$3.60	\$1.75	\$0.00	10091.0004 Blk Notice
		TX 79702	\$1.20	\$3.60	\$1.75	\$0.00	10091.0004 Blk Notice
HANNIFIN FAMILY TRU PO BOX 218 MIDLAND		IST DTD 2/1/1994 TX 79702	\$1.20	\$3.60	\$1.75	\$0.00	10091.0004 Blk Notice
JAVELINA PAKINEKS 616 TEXAS ST FORT WORTH	JAVELINA PAKINEKS 616 TEXAS ST FORT WORTH	TX 76102	\$1.20	\$3.60	\$1.75	\$0.00	10091.0004 Blk Notice
HUDSON L ARD	JOSEPHINE T. HUDSON FBO J. TERRELL ARD P.O. BOX 1600	TESTAMENTARY TRUST	\$1.20	\$3.60	\$1.75	\$0.00	10091.0004 Blk Notice
SAN ANTONIO		TX 78296		EXHIBIT	느		

PS Form 3877

# Type of Mailing: CERTIFIED MAIL 03/19/2021

Zina Crum Modrall Sperling 500 4th Street NW Suite 1000 Albuquerque NM 87102

Firm Mailing Book ID: 205471

Reference Contents	10091.0004 BIK Notice	10091.0004 Blk Notice	10091.0004 Blk Notice	10091.0004 Blk Notice	10091.0004 BIK Notice	10091.0004 BIK Notice	10091.0004 Blk Notice	10091.0004 Blk Notice	10091.0004 BIR Notice	10091.0004 BIK Notice	10091.0004 Blk Notice	10091.0004 BIK	10091.0004 BIK	Notice 10091.0004 Blk	10091.0004 Blk Notice
Rest.Del.Fee	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
e RR Fee	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75
Service Fee	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60
Postage	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	P \$1.20
Name, Street, City, State, Zip	_				EAND IS LIVING IROST 4200 S HULEN SUITE 302 FT WORTH TX 76109	215 SOUTH STATE ST, SUITE 100 SALT LAKE CITY UT 84111	1204 NW 16TH ST TX 79714	OF STANDOVAL OF MERGANSER LANE CARLSBAD CANTERS OF STANDARD CA 92011	MONIY D & KAREN R MCLANE PO BOX 9451 TX 79708	ONKK PO BOX 25627 DENVER CO 80225	PENROC OIL CORPORATION PO BOX 2769 NM 88241	ROBERT & MAXINE HANNIFIN TST PO BOX 218 MIDLAND TX 79702	RODERICK AND MARIAN DAVIS REV TR 8006 S QUEBEC AVE TULSA	VP. & FRANCE H STREET, STI R	STATES ROYALTY LIMITED PARTNERSHIP PO BOX 911 TX 76474
9314 8699 0430 0080 5778 54	0314 8600 0430 0080 5770 51	0314 8600 0420 0000 6770 70	9314 8699 0430 0080 5778 85	9314 8699 0430 0080 5778 97	9314 8699 0430 0080 5779 08	9314 8699 0430 0080 5770 15	9314 8699 0430 0080 5770 22	9314 8699 0430 0080 5779 22	0314 8600 0430 0000 5779 59	9314 8690 0430 0000 5779 46	0214 0500 0450 0000 5/79 55	7314 0077 0430 0080 37/9 60	9314 8699 0430 0080 5779 77	9314 8699 0430 0080 5779 84	9314 8699 0430 0080 5779 91
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**PS Form 3877** 

Type of Mailing: CERTIFIED MAIL 03/19/2021

Zina Crum Modrall Sperling 500 4th Street NW Suite 1000 Albuquerque NM 87102

Firm Mailing Book ID: 205471

e Contents	10091.0004 Blk Notice	10091.0004 BIk Notice	10091.0004 BIK Notice	10091.0004 BIK Notice	10091.0004 Blk Notice	10091,0004 BIR Notice	10091.0004 Blk Notice	10091.0004 Blk Notice	10091.0004 Blk Notice	10091.0004 Blk Notice	10091.0004 Blk Notice	10091.0004 Blk Notice	10091.0004 BIk Notice	10091.0004 BIK Notice	
Rest.Del.Fee	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
RR Fee	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	\$1.75	
Service Fee	23.60	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60	\$3.60	000
Postage	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20	61.30
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Zina Crum Modrall Sperling 500 4th Street NW Suite 1000 Albuquerque NM 87102

PS Form 3877

Type of Mailing: CERTIFIED MAIL 03/19/2021

Firm Mailing Book ID: 205471

Reference	Contents	10091.0004 Blk Notice	10091.0004 BIK	10091.0004 Blk	Notice . 10091.0004 Blk	Notice			
	Kest.Del.Fee	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00	\$320.95	
DD Eco	NN Fee	\$1.75	\$1.75	\$1.75	\$1.75		\$85.75	Total:	
Service Fee DD Eco	DOLVING L'OC	\$3.60	\$3.60	\$3.60	\$3.60		\$176.40	Grand Total:	
Postage	8	\$1.20	\$1.20	\$1.20	\$1.20		\$58.80		
							Totals:		Dated:
Name, Street, City, State, Zip	9314 8699 0430 0080 5781 58 Patrick & Alice Marrill T.	3534 Gettysburg Pl Jefferson City MO 65109	Robert L. & Patricia J. Dale 15419 Peach Hill Road	Sarauga CA 550/0 Thunderbolt Petroleum LLC P.O. Box 10523	MIDLAND TX 79711 Tim Jennings P.O. Box 1797	ROSWELL NM 88202			Postmaster: Name of receiving employee
USPS Article Number	8699 0430 0080 5781 58		9314 8699 0430 0080 5781 65 Robert L. & Patricia J. Dale 15419 Peach Hill Road Saraton Co. 05070	9314 8699 0430 0080 5781 72	MIDLAND 9314 8699 0430 0080 5781 89 Tim Jennings P.O. Box 1797	1			Total Number of Pieces Received at Post Office
Line USP	46 9314		47 9314	48 9314	49 9314			W. L. W. B. Company	Listed by Sender

49

ransaction Report Details - CertifiedPro.net	Firm Mail Book ID= 205471	Generated: 4/5/2021 12:53:20 PM

	THE RESERVE TO SECURITION ASSESSMENT OF THE PERSON.	Generated:	Generated: 4/5/2021 12:53:20 PM					
USPS Article Number	Date Created Name 1	Name 7						
9314869904300080578189	AM Tim Jennings	Name 2	Addressi	City	State Zip		Service Options	Mail Delivery Date
9314869904300080578172	2021-03-19 10:38 AM Thunderbolt Petroleum LLC		P.O. BOX 1/9/	ROSWELL	<u> </u>		Return Receipt - Electronic, Certified Mail	2021-03-23 8:33 AM
9314869904300080578165	2021-03-19 10:38 AM Robert L. & Patricia J. Dale		15419 Peach Hill Bond	Constant			Return Receipt - Electronic, Certified Mail	2021-03-25 10:46 AM
9314869904300080578158	2021-03-19 10:38 AM Patrick & Alice Morello Trust		2524 Contraction Notes	Saratoga			Return Receipt - Electronic, Certified Mail	2021-03-23 2:05 PM
9314869904300080578141	2021-03-19 10:38 AM Norton LLC		60 Beachs August Backfron	Jerrerson City	_		Return Receipt - Electronic, Certified Mail	2021-03-24 2:38 PM
9314869904300080578134	2021-03-19 10:38 AM L. Neil & Marilyn Burcham		665 to Molodia Drive	South Dartmouth			Return Receipt - Electronic, Certified Mail	2021-03-25 12:00 AM
9314869904300080578127	2021-03-19 10:38 AM Jon Ciezinski		3227 81ct Ct. ct. ct.	ras cruces	~ '		Return Receipt - Electronic, Certified Mail	2021-03-24 1:04 PM
9314869904300080578110	2021-03-19 10:38 AM Hanson Operating Company		AOO N Democratica Ave # 1200	Lubbock			Return Receipt - Electronic, Certified Mail	2021-03-22 1:28 PM
9314869904300080578103	2021-03-19 10:38 AM Francis G. Tracy		DO Box 959		_	_	Return Receipt - Electronic, Certified Mail	2021-03-22 11:06 AM
9314869904300080578097	2021-03-19 10:38 AM Eddy Rodriguez		70 BOX 065	2	_		Return Receipt - Electronic, Certified Mail	2021-03-23 10:18 AM
9314869904300080578080	2021-03-19 10:38 AM Dean Kinsolving		F.O. 50x 691.284				Return Receipt - Electronic, Certified Mail	
9314869904300080578073	2021-03-19 10:38 AM Ciezinski Trust		7.0. Box 323		_		Return Receipt - Electronic, Certified Mail	2021-03-30 2:37 PM
9314869904300080578066	2021-03-19 10:38 AM Charles law Kinsolving		2/3/ 81st Street			_	Return Receipt - Electronic, Certified Mail	2021-03-22 1:28 PM
9314869904300080578059	2021-03-19 10-38 AM Byron Bacherhmid		HC 65 Box 209	6	_		Return Receipt - Electronic, Certified Mail	2021-03-22 8:19 AM
9314869904300080578042	2021-03-19-10-38 AM Borica Oil Inc		1800 Hereford				Return Receipt - Electronic, Certified Mail	2021-03-23 12:07 PM
931486990430008528035	2021-03-10 10:30 AM Arklan Com.		P.O Drawer H	ner	_	9 Delivered	Return Receipt - Electronic, Certified Mail	2021-03-25 11:25 AM
93148699430430505051893	2021-03-19 10:39 AM ASINEY Crow		PO Box 97		TX 79252	2 Delivered	Return Receipt - Electronic, Certified Mail	2021-03-24 1:18 PM
931486994399080578011	2021-03-19 TO:30 AM 2000 DADTHIES ITS		221 Doran Road		NM 88260	) Delivered	Return Receipt - Electronic, Certified Mail	
931486994300080578004	2021-03-19 10:39 AM CHE HANGON MCDRIDE		616 TEXAS STREET	H		2 Undelivered	Return Receipt - Electronic, Certified Mail	
931/8690/3000805179991	2021-03-13 10:30 ANY 30E HANSON INCERIUE		PO BOX 3480		NM 88202	2 Delivered	Return Receipt - Electronic, Certified Mail	2021-03-22 12-52 PM
93148693043000603773931	2021-03-19 10:36 AM SIATES KOYALIY LIMITED PARTNERSHIP		PO BOX 911	RIDGE	TX 76424	1 Delivered	Return Receipt - Electronic, Certified Mail	2021-03-23 9:15 AM
021400000000000000000000000000000000000	2021-03-19 JU.36 AM SHAWN P. & FRANCES A. HANNIFIN		730 17TH STREET, STE. 325	DENVER	CO 80202	Delivered	Return Receipt - Electronic, Certified Mail	2021-03-25-12:14 BM
931486990443000805//9//	2021-03-19 10:38 AM RODERICK AND MARIAN DAVIS REV TR		8006 S QUEBEC AVE		OK 74136	_	Return Receipt - Electronic, Certified Mail	2021-03-23 12:14 PIN
000//0000000000000000000000000000000000	2021-03-19 10:38 AM KUBERT & MAXINE HANNIFIN TST		PO BOX 218	MIDLAND	TX 79702	Undelivered	Return Receipt - Electronic Certified Mail	MU ONITE TO TO THE
331400330430000000000000000000000000000	2021-03-19 10:38 AM PENROC OIL CORPORATION		PO BOX 2769	HOBBS	NM 88241	1 Delivered	Return Receipt - Electronic Certified Mail	2021.02.22 13.20 BAA
9314969904300080577946	2021-03-19 10:38 AM ONRR		PO BOX 25627		CO 80225	Undelivered	Return Receipt - Electronic, Certified Mail	WILL CZ:22 22-CO-7707
9314989904300080577939	2021-03-19 10:38 AM MONTY D & KAREN R MCLANE		PO BOX 9451	MIDLAND	X7 79708	3 Delivered	Return Receipt - Electronic Certified Mail	2021-02-22 11-27 ANA
9314969904300090317945	2021-03-19 10:38 AM MICHELLE R SANDOVAL		974 MERGANSER LANE		CA 92011		Return Receipt - Electronic. Certified Mail	2021-03-24 2-10 PM
3314603304300000000000000000000000000000	2021-03-19 10:38 AM MARTIN B MUNCY		1204 NW 16TH ST	ANDREWS	TX 79714	l Undelivered	Return Receipt - Electronic, Certified Mail	IAI - 01 - 7 - 7 - 7 - 7 - 7 - 7 - 7 - 7 - 7 -
9314609904300080377908	2021-03-19 10:38 AM LONG, LLC		215 SOUTH STATE ST, SUITE 100	SALT LAKE CITY	UT 84111	Delivered	Return Receipt - Electronic, Certified Mail	2021-03-22 A-SE DNA
931496990430009901/892	2021-03-19 10:38 AM LINDYS LIVING TRUST		<b>4200 S HULEN SUITE 302</b>	FT WORTH	TX 76109	Undelivered - Forwarded	Return Receipt - Electronic, Certified Mail	141 00:1-12-12-12-12-12-12-12-12-12-12-12-12-12
93148699043000805/7885	2021-03-19 10:38 AM KENEBREW MINERALS LP		PO BOX 917	IDALOU	FX 79329	_	Return Receipt - Electronic, Certified Mail	2021-03-22 7:34 AM
221460300430000000000000000000000000000000	2021-03-19 10:38 AM & B LIMITED PARTNERSHIP		PO DRAWER 2588	ROSWELL	NM 88202	Delivered	Return Receipt - Electronic, Certified Mail	2021-03-22 12-39 DM
9314869904300080377851	2021-03-19 10:38 AM JULIE SCOTT MCBRIDE		PO BOX 1515		NM 88202	Delivered	Return Receipt - Electronic, Certified Mail	2021-03-23 10:17 AM
931486904300080577847	2021-03-19 10:36 AM IOCEDIME T MINESMETERAL PROPERTY		PO BOX 2104	_	NM 88202	Delivered	Return Receipt - Electronic, Certified Mail	2021-03-23 10:17 AM
9314869304300080317847	2021 03 10 10:30 AM INVENIME I. HUDSON IESIAMENIARY IRUST	FBO J. TERRELL ARD	P.O. BOX 1600		TX 78296	Delivered	Return Receipt - Electronic, Certified Mail	2021-03-24 9:41 AM
9314869904300080577823	2021-03-19 10:30 AM JAVELINA PARINERS		616 TEXAS ST	TH.			Return Receipt - Electronic, Certified Mail	
9314869904300080577816	2021_03_10_10_28_AM_CENIE CUIMANTE		PO BOX 218	-		Delivered	Return Receipt - Electronic, Certified Mail	2021-03-29 9:18 AM
9314869904300080577809	2021-03-19 10:38 AM EROCT BANK TRIETER OF IOSEBUINE T	The state of the s	P O BOX 2473				Return Receipt - Electronic, Certified Mail	2021-03-25 1:57 PM
9314869904300080577793	2021-03-19 10:38 AM DOLIGIAS LANSON MERRINE II	HODSON JESTAMENTARY IROSI	P.O. BOX 1600	ONIO			Return Receipt - Electronic, Certified Mail	2021-03-24 9:41 AM
9314869904300080577786	2021-03-19 10:38 AM DEVARGAS STREET I.I.C		AC12 LOC DODI AND COR SUM				Return Receipt - Electronic, Certified Mail	2021-03-23 10:17 AM
9314869904300080577779	2021-03-19 10:38 AM DELMAR HUDSON LEWIS LIVING TRUST		PO BOX 940739	EKQUE			Return Receipt - Electronic, Certified Mail	2021-03-20 11:24 AM
9314869904300080577762	2021-03-19 10:38 AM CHEROKEE LEGACY MINERALS LTD		PO BOX 040/38	- '			Return Receipt - Electronic, Certified Mail	
9314869904300080577755	2021-03-19 10:38 AM CAROL A SHUMATE		P.O. BOX 3521/				Return Receipt - Electronic, Certified Mail	2021-03-23 10:21 AM
9314869904300080577748	2021-03-19 10:38 AM BABE DEVELOPMENT LLC		DO BOX 258	MIDLAND			Return Receipt - Electronic, Certified Mail	
9314869904300080577731	2021-03-19 10:38 AM ARD ENERGY GROUP LTD		PO BOX 101032		~ .		Return Receipt - Electronic, Certified Mail	2021-03-23 10:16 AM
9314869904300080577724	2021-03-19 10:38 AM ALAN R HANNIFIN		PO BOX 8874		76185		Return Receipt - Electronic, Certified Mail	2021-03-23 1:27 PM
9314869904300080577717	2021-03-19 10:38 AM ALAN JOCHIMSEN		4209 CARDINAL IN				Return Receipt - Electronic, Certified Mail	
9314869904300080577700	2021-03-19 10:38 AM A NELSON MUNCY		441 LONG COVE DRIVE	٠	/0/6/ XI		Return Receipt - Electronic, Certified Mail	
						Delivered	Return Receipt - Electronic, Certified Mail	2021-03-23 12:09 PM

#### Carlsbad Current Argus.

CASE NO. 21830: Notice to all affected parties, as well as their heirs and devisees, of BORICA OIL, INC; BYRON BACHSCHMID; CIEZINSKI TRUST; DEAN KINSOLVING; CHARLES JAY KINSOLVING; 3SD INTERESTS, LLC; ASHLEY CROW; DEVARGAS STREET, LLC; FRANCIS G. TRACY; HANSON OPERATING COMPANY; JON CIEZINSKI; EDDY RODRIGUEZ; L. NEIL & MARILYN BURCHAM; NORTON LLC; PATRICK & ALICE MORELLO TRUST; PENROC OIL CORPORATION; LONG LLC; ROBERT L. & PATRICIA J. DALE; THUNDERBOLT PETROLEUM LLC; TIM JENNINGS; SHAWN P. & FRANCES A. HANNIFIN; JOSEPHINE T. HUDSON TESTAMENTARY TRUST; K B LIMITED PARTNERSHIP; KENEBREW MINERALS LP; LINDYS LIVING TRUST; ONRR; PENROC OIL CORPORATION; GENE SHUMATE; CAROL A SHUMATE; ARD ENERGY GROUP LTD; BABE DEVELOPMENT LLC; CHEROKEE LEGACY MINERALS LTD; DELMAR HUDSON LEWIS LIVING TRUST; ONRR; HANNIFIN; HANNIFIN FAMILY TRUST DTD 2/1/1994; JAVELINA PARTNERS; ALAN JOCHIMSEN; JOYCO INVESTMENTS LLC; SUE HANSON MCBRIDE; JULIE SCOTT MCBRIDE; DOUGLAS LADSON MCBRIDE III; MONTY D & KAREN R MCLANE; A NELSON MUNCY; MARTIN B MUNCY; ROBERT & MAXINE HANNIFIN TST; RODERICK AND MARIAN DAVIS REV TR: MICHELLE R SANDOVAL: STATES ROVALTY. JUMITED

MCLANE; A NELSON MUNCY; MARTIN B MUNCY; ROBERT &MAXINE HANNIFIN TST; RODERICK AND MARIAN DAVIS REV TR; MICHELLE R SANDOVAL; STATES ROYALTY LIMITED PARTNERSHIP; ZORRO PARTNERS, LTD.; and LONG, LLC of Colgate Operating, LLC's Application to Amend Order No. R-21311, Eddy County, New Mexico. The State of New Mexico through its Oil Conservation Division, hereby gives notice that the Division will conduct a public hearing at 8:15 a.m. on April 8, 2021 to consider this application. Due to state building closures during the COVID-19 Public Health Emergency, the hearing will be conducted remotely. You may access the instructions to appear at http://www.emnrd.state.nm.us/OCD/hearings.html. Applicant seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21311 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21311 on May 7, 2020, which designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 122H and Black Diamond 34 Fed Com 132H wells; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the 5/2 N/2 of Section 34 and 5/2 N/2 of the E/2 of Section 33. Townshin 19 South Regge 20

owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the S/2 N/2 of Section 34 and S/2 N/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. The Order requires commencement of drilling the wells within one year of the date of the Order unless Colgate obtains an extension by an amendment of this Order for good cause shown. Good cause exists for Colgate's request for an extension of time flue to current market conditions.

due to current market conditions.

#4654043, Current Argus, Mar. 23, 2021

#### Affidavit of Publication Ad # 0004654043 This is not an invoice

**MODRALL SPERLING POBOX 2168** 

ALBUQUERQUE, NM 87103

I, a legal clerk of the Carlsbad Current Argus, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof on the date as follows, to wit:

03/23/2021

Legal Clerk

Subscribed and sworn before me this March 23, 2021:

WI, County of Brown

NOTARY PUBLIC

My commission expires

NANCY HEYRMAN Notary Public State of Wisconsin

PO #: No. 21830 # of Affidavits 1

Ad # 0004654043

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#### Affidavit of Publication Ad # 0004654073 This is not an invoice

**MODRALL SPERLING POBOX 2168** 

ALBUQUERQUE, NM 87103

I, a legal clerk of the Carlsbad Current Argus, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof on the date as follows, to wit:

03/23/2021

Legal Clerk

Subscribed and sworn before me this March 23, 2021:

State of WI, County of Brown MOTARY PUBLIC

My commission expires

NANCY HEYRMAN Notary Public State of Wisconsin

#4654073, Current Argus, Mar. 23, 2021

CASE NO. 21831: Notice to all affected parties, as well as their heirs and devisees, of BORICA OIL, INC; BYRON BACHSCHMID; CIEZINSKI TRUST; DEAN KINSOLVING; CHARLES JAY KINSOLVING; 3SD INTERESTS, LLC, SASHLEY CROW; DEVARGAS STREET, LLC; FRANCIS G. TRACY; HANSON OPERATING COMPANY; JON CIEZINSKI; EDDY RODRIGUEZ; L. NEIL & MARILYN BURCHAM; NORTON LLC; PATRICK & ALICE MORELLO TRUST; PENROC OIL CORPORATION; LONG LLC; ROBERT L. & PATRICIA J. DALE; THUNDERBOLT PETROLEUM LLC; TIM JENNINGS; SHAWN P. & FRANCES A. HANNIFIN; JOSEPHINE T. HUDSON TESTAMENTARY TRUST; K B LIMITED PARTNERSHIP; KENEBREW MINERALS LP; LINDYS LIVING TRUST; ONRR; PENROC OIL CORPORATION; GENE SHUMATE; CAROL A SHUMATE; ARD ENERGY GROUP LTD; BABE DEVELOPMENT LLC; CHEROKEE LEGACY MINERALS LTD; DELMAR HUDSON LEWIS LIVING TRUST; DEVARGAS STREET LLC; ALAN R HANNIFIN; HANNIFIN FAMILY TRUST DTD 2/1/1994; JAVELINA PARTNERS; ALAN JOCHIMSEN; JOYCO INVESTMENTS LLC; SUE HANSON MCBRIDE; JULIE SCOTT MCBRIDE; DOUGLAS LADSON MCBRIDE; JULIE SCOTT MCBRIDE; DOUGLAS LADSON MCBRIDE; JULIE SCOTT MCBRIDE; DOUGLAS LADSON MCBRIDE; JULIE SCOTT MCBRIDE; REV TR; MICHELLE R SANDOVAL; STATES ROYALTY LIMITED PARTNERSHIP; ZORRO PARTNERS, LTD.; and LONG, LLC of Colgate Operating, LLC's Application to Amend Order No. R-21312, Eddy County, New Mexico. The State of New Mexico through its Oil Conservation Division, hereby gives notice that the Division will conduct a public hearing at 8:15 a.m. on April 8, 2021 to consider this application. Due to state building closures during the COVID-19 Public Health Emergency, the hearing will be conducted remotely. You may access the instructions to appear at http://www.emnrd.state.n m.us/OCD/hearings.html. Applicant seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21312 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21312 on May 7, 2020, which designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 13

Ad # 0004654073 PO#: NO. 21831 # of Affidavits1

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#### Carlsbad Current Argus.

CASE NO. 21832: Notice to all affected parties, as well as their heirs and devisees, of BORICA OIL, INC; BYRON BACHSCHMID; CIEZINSKI TRUST; DEAN KINSOLVING; CHARLES JAY KINSOLVING; 3SD INTERESTS, LLC; ASHLEY CROW; DEVARGAS STREET, LLC; FRANCIS G. TRACY; HANSON OPERATING COMPANY; JON CIEZINSKI; EDDY RODRIGUEZ; L. NEIL & MARILYN BURCHAM; NORTON LLC; PATRICK & ALICE MORELLO TRUST; PENROC OIL CORPORATION; LONG LLC; ROBERT L. & PATRICIA J. DALE; THUNDERBOLT PETROLEUM LLC; TIM JENNINGS; SHAWN P. & FRANCES A. HANNIFIN; JOSEPHINE T. HUDSON TESTAMENTARY TRUST; FROST BANK TRUSTEE OF JOSEPHINE T. HUDSON TESTAMENTARY TRUST; K B LIMITED PARTNERSHIP; KENEBREW MINERALS LP; LINDYS LIVING TRUST; ONRR; PENROC OIL CORPORATION; GENE SHUMATE; CAROL A SHUMATE; ARD ENERGY GROUP LTD; BABE DEVELOPMENT LC; CHEROKEE LEGACY MINERALS LTD; DELMAR HUDSON LEWIS LIVING TRUST; DEVARGAS STREET LLC; ALAN R HANNIFIN; HANNIFIN FAMILY TRUST DTD 2/1/1994; JAVELINA PARTNERS; ALAN JOCHIMSEN; JOYCO INVESTMENTS LLC; SUE HANSON MCBRIDE; JULIE SCOTT MCBRIDE; DOUGLAS LADSON MCBRIDE III; MONTY D & KAREN R MCI ANF: A NELSON MUNCY: MARTIN B MUNCY: ROBERT

JAVELINA PARTINERS; ALAM JOCTIMBEN; JUTEO INVESTMENTS LLC; SUE HANSON MCBRIDE; JULIE SCOTT MCBRIDE; DOUGLAS LADSON MCBRIDE III; MONTY D & KAREN R MCLANE; A NELSON MUNCY; MARTIN B MUNCY; ROBERT & MAXINE HANNIFIN TST; RODERICK AND MARIAN DAVIS REV TR; MICHELLE R SANDOVAL; STATES ROYALTY LIMITED PARTNERSHIP; ZORRO PARTNERS, LTD.; and LONG, LLC of Colgate Operating, LLC's Application to Amend Order No. R-21328, Eddy County, New Mexico. The State of New Mexico through its Oil Conservation Division, hereby gives notice that the Division will conduct a public hearing at 8:15 a.m. on April 8, 2021 to consider this application. Due to state building closures during the COVID-19 Public Health Emergency, the hearing will be conducted remotely. You may access the instructions to appear at http://www.emnrd.state.nm.us/OCD/hearings.html. Applicant seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21328 to allow for a one-year extension of time to commence drilling the wells under the Or-

amending Order NO. R-21320 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21328 on May 19, 2020, which designated Colgate as the operator of the unit and the Black Diamond 34 Fed Com 133H well; and pooled uncommitted interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the N/2 S/2 of

committed interest owners in a 240-acre, more or less, Bone Spring horizontal spacing unit comprised of the N/2 S/2 of Section 34 and N/2 S/2 of the E/2 of Section 33, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. The Order requires commencement of drilling the wells within one year of the date of the Order unless Colgate obtains an extension by an amendment of this Order for good cause shown. Good cause exists for Colgate's request for an extension of time due to current market conditions. #4654078, Current Argus, Mar. 23, 2021

#### Affidavit of Publication Ad # 0004654078 This is not an invoice

MODRALL SPERLING **POBOX 2168** 

ALBUQUERQUE, NM 87103

I, a legal clerk of the Carlsbad Current Argus, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof on the date as follows, to wit:

03/23/2021

Legal Clerk

Subscribed and sworn before me this March 23, 2021:

State of WI, County of Brown NOTARY PUBLIC

My commission expires

NANCY HEYRMAN Notary Public State of Wisconsin

Ad # 0004654078 PO#: NO. 21832 # of Affidavits 1

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#### Carlsbad Current Argus.

### Affidavit of Publication Ad # 0004654090 This is not an invoice

MODRALL SPERLING POBOX 2168

ALBUQUERQUE, NM 87103

I, a legal clerk of the Carlsbad Current Argus, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof on the date as follows, to wit:

03/23/2021

Legal Clerk

Subscribed and sworn before me this March 23, 2021:

State of WI, County of Brown

NOTARY PUBLIC

My commission expires

CASE NO. 21833: Notice to all affected parties, as well as their heirs and devisees, of BORICA OIL, INC; BYRON BACHSCHMID; CIEZINSKI TRUST; DEAN KINSOLVING; CHARLES JAY KINSOLVING; 3SD INTERESTS, LLC; ASHLEY CROW; DEVARGAS STREET, LLC; FRANCIS G. TRACY; HANSON OPERATING COMPANY; JON CIEZINSKI; EDDY RODRIGUEZ; L. NEIL & MARILYN BURCHAM; NORTON LLC; PATRICK & ALICE MORELLO TRUST; PENROC OIL CORPORATION; LONG LLC; ROBERT L. & PATRICIA J. DALE; THUNDERBOLT PETROLEUM LLC; TIM JENNINGS; SHAWN P. & FRANCES A. HANNIFIN; JOSEPHINE T. HUDSON TESTAMENTARY TRUST; FROST BANK TRUSTEE OF JOSEPHINE T. HUDSON TESTAMENTARY TRUST; K B. LIMITED PARTNERSHIP; KENEBREW MINERALS LP; LINDYS LIVING TRUST; ONRR; PENROC OIL CORPORATION; GENE SHUMATE; CAROL A SHUMATE; ARD ENERGY GROUP LTD; BABE DEVELOPMENT LLC; CHEROKEE LEGACY MINERALS LTD; DELMAR HUDSON LEWIS LIVING TRUST; DEVARGAS STREET LLC; ALAN R HANNIFIN; HANNIFIN FAMILY TRUST DTD 2/1/1994; JAVELINA PARTNERS; ALAN JOCHIMSEN; JOYCO INVESTMENTS LLC; SUE HANSON MCBRIDE; JULIE SCOTT MCBRIDE; DOUGLAS LADSON MCBRIDE III; MONTY D & KAREN R MCLANE; A NELSON MUNCY; MARTIN B MUNCY; ROBERT REY TR; MICHELLE R SANDOVAL; STATES ROYALTY LIMITED PARTNERSHIP; ZORRO PARTNERS, LTD.; and LONG, LLC of Colgate Operating, LLC's Application to Amend Order No. R. 21329, Eddy County, New Mexico. The State of New Mexico through its Oil Conservation Division, hereby gives notice that the Division will conduct a public hearing at 8:15 a.m. on April 8, 2021 to consider this application. Due to state building closures during the COVID-19 Public Health Emergency, the hearing will be conducted remotely. You may access the instructions to appear at http://www.emnrd.state.n.m.us/OCD/hearings.html. Applicant seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21329 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21329 on May 19, 2020, which designated Colgate as the operator of the unit and the Black

Ad # 0004654090 PO #: 21833 # of Affidavits 1

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NANCY HEYRMAN Notary Public State of Wisconsin