



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

**Mark E. Fesmire, P.E.**

Director

**Oil Conservation Division**

May 19, 2005

Mr. William F. Carr  
Holland & Hart  
Attorneys at Law  
Post Office Box 2208  
Santa Fe, New Mexico 87504-2208

Dear Mr. Carr:

Based upon the reasons stated in your letter of May 15, 2005, and in accordance with the provisions of Division Order No. R-12291, Matrix New Mexico Holdings, L.L.C. is hereby granted an extension of time until September 1, 2005, in which to commence the drilling of the well pooled by this order.

Sincerely,

A handwritten signature in black ink, appearing to read "Mark E. Fesmire".

Mark E. Fesmire, P.E.

Director

fd/

cc: ✓ Case No. 13420  
OCD - Hobbs



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May 15, 2005

**HAND DELIVERED**

Mark E. Fesmire, P. E.  
Director  
Oil Conservation Division  
New Mexico Department of Energy,  
Minerals and Natural Resources  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

**Re: Oil Conservation Division Case No. 13420:** Application of Matrix New Mexico Holdings, L.L.C. for compulsory pooling, Lea County, New Mexico.

Dear Mr. Fesmire;

On February 25th, 2005, the Division entered Order No. R-12291 which granted the application of Matrix New Mexico Holdings, L.L.C. in the above-referenced case pooling all uncommitted interests from the surface to the base of the Wolfcamp formation underlying the SE/4 NE/4 of Section 10, Township 13 South, Range 38 East, NMPM, Lea County, New Mexico. This pooled unit is to be dedicated to the applicant's Townsend Well No. 2 to be drill at a standard oil well within Unit H of Section 10.

Order R-12291 provides that in the event Matrix does not commence re-entry operations on the well on or before June 1, 2005, this pooling order shall be of no effect unless Matrix obtains a time extension from the Division Director for good cause shown.

Matrix plans to drill the Townsend Well No. 2 but has encountered delays in obtaining a rig and has determined that it will not be able to commence drilling prior to June 1, 2005. Since it will be unable to commence drilling prior to the current deadline set by this pooling order, Matrix New Mexico Holdings, L.L.C. hereby request an extension of Order No. R-12291 from June 1, 2005 until September 1, 2005.

Your attention to this request is appreciated.

Very truly yours,

William F. Carr  
ATTORNEY FOR MATRIX NEW MEXICO HOLDINGS, L.L.C.

cc: Mr. Fred Bryla  
Matrix New Mexico Holdings, L.L.C.