

## NOTICE OF HEARINGS

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

The State of New Mexico, Energy Minerals and Natural Resources Department, Oil Conservation Division ("Division") hereby gives notice that the Division will hold public hearings before a hearing examiner on the following cases.

During the COVID-19 Public Health Emergency, state buildings are closed to the public and hearings will be conducted remotely.

The hearings will be conducted on Thursday, February 4, 2021, beginning at 8:15 a.m.

To participate in the hearings, see the instructions posted below.

The docket may be viewed at <http://www.emnrd.state.nm.us/OCD/hearings.html> or obtained from Marlene Salvidrez, at [Marlene.Salvidrez@state.nm.us](mailto:Marlene.Salvidrez@state.nm.us).

Documents filed in these cases may be viewed at <http://ocdimage.emnrd.state.nm.us/imaging/CaseFileCriteria.aspx>.

If you are an individual with a disability who needs a reader, amplifier, qualified sign language interpreter, or other form of auxiliary aid or service to attend or participate in a hearing, contact Marlene Salvidrez at [Marlene.Salvidrez@state.nm.us](mailto:Marlene.Salvidrez@state.nm.us), or the New Mexico Relay Network at 1-800-659-1779, no later than January 24, 2021.

Persons may view and participate in the hearings through the following link:

<https://nmemnrd.webex.com/nmemnrd/onstage/g.php?MTID=e20f7eb5254afb1dfd156f987187578e8>

Event number: 146 678 7322

Event password: J9RbNNEXw35

Join by video: [1466787322@nmemnrd.webex.com](mailto:1466787322@nmemnrd.webex.com)

Numeric Password: 573697

You can also dial 173.243.2.68 and enter your meeting number

Join by audio: 1-844-992-4726 United States Toll Free

Access code: 146 678 7322

Note: All land descriptions refer to the New Mexico Principal Meridian.

**1. Case No. 21631: Application of Matador Production Company for compulsory pooling, Lea County, New Mexico.** Applicant in the above-styled cause seeks an order pooling all uncommitted interest owners in the Bone Spring formation underlying a standard 320-acre, more or less, horizontal spacing unit comprised of the W/2 W/2 of Sections 28 and 33, Township 24 South, Range 35 East, NMPM, Lea County, New Mexico. The above-referenced unit will be dedicated to the proposed initial Noel Fed Com #111H well to be horizontally drilled from a surface location in the SW/4 SW/4 (Unit M) of Section 33 to a bottom hole location in NW/4 NW/4 (Unit D) of Section 28. The completed interval of this well will comply with standard setback requirements for oil wells. Also to be considered will be the cost of drilling and completing the well, the allocation of the cost thereof, as well as actual operating costs and charges for supervision, the designation of applicant as operator, and a 200% charge for risk involved in drilling and completing the well. Said area is located approximately 11 miles northwest of Jal, New Mexico.

**2. Case No. 21632: Application of Matador Production Company for compulsory pooling, Lea County, New Mexico.** Applicant in the above-styled cause seeks an order pooling all uncommitted interest owners in the Bone Spring formation underlying a standard 320-acre, more or less, horizontal spacing unit comprised of the E/2 W/2 of Sections 28 and 33, Township 24 South, Range 35 East, NMPM, Lea County, New Mexico. The above-referenced unit will be dedicated to the proposed initial Noel Fed Com #112H well to be horizontally drilled from a surface location in the SE/4 SW/4 (Unit N) of Section 33 to a bottom hole location in NE/4 NW/4 (Unit C) of Section 28. The completed interval of this well will comply with standard setback requirements for oil wells. Also to be considered will be the cost of drilling and completing the well, the allocation of the cost thereof, as well as actual operating costs and charges for supervision, the designation of applicant as operator, and a 200% charge for risk involved in drilling and completing the well. Said area is located approximately 11 miles northwest of Jal, New Mexico.

**3. Case No. 21633: Application of Devon Energy Production Company, L.P., to Amend Order No. R-21261 for a One-Year Extension of the Well Commencement Deadline, Lea County, New Mexico.** Applicant in the above-styled cause seeks to re-open Case No. 20962 and amend Division Order No. R-21261 in order to obtain, based on good cause shown, a one-year extension of the well commencement deadline, through April 18, 2022. Order No. R-21261 pooled uncommitted interest owners and granted Applicant operating rights for three wells: (1) Danger Noodle 29-20 Fed Com Well No. 1H; (2) Danger Noodle 29-20 Fed Com Well No. 2H; and (3) Danger Noodle 29-20 Fed Com Well No. 3H; proposed to be drilled into the Bone Spring formation underlying the W/2 of Sections 20 and 29, Township 23 South, Range 33 East, NMPM, Lea County, New Mexico.

**4. Case No. 21634: Application of Tamaroa Operating, LLC for Approval of a Non-Standard Spacing and Proration Unit and Compulsory Pooling, Chaves County, New Mexico.** Applicant seeks an order: (1) approving an 80-acre, more or less, non-standard spacing and proration unit comprised of the NW/4 NW/4 of Section 29 and the NE/4 NE/4 of Section 30, Township 9 South, Range 29 East in Chaves County; and (2) pooling all uncommitted interests in all formations from the surface through the Devonian formation underlying the proposed non-standard spacing unit. Applicant proposes to dedicate the spacing unit to the Heritage Park #1 well, which will be vertically drilled from a surface location 660' FNL and 10' FEL in Section 30. The completed interval for the well will comply with the Division's standard setback requirements. Also to be considered will be the costs of drilling and completing the well and the allocation of the costs, the designation of Tamaroa Operating, LLC as the operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The proposed well is located approximately 26 miles east of Roswell, New Mexico.

**5. Case No. 21635: Application of Ridge Runner Resources Operating, LLC for Compulsory Pooling, Lea County, New Mexico.** Applicant applies for an order pooling all uncommitted mineral interests in the Bone Spring formation in a 320-acre, more or less, standard horizontal spacing unit comprised of the W/2 W/2 of Sections 2 and 11, Township 20 South, Range 35 East in Lea County. The horizontal spacing unit will be dedicated to applicant's proposed Zeus 2-11 Fed Com #1H well, which will be horizontally drilled from a surface location approximately 100' FNL and 330' FWL in Section 2 to a bottom hole location approximately 100' FSL and 330' FWL in Section 11. The completed interval of the well will be orthodox. Also to be considered will be the costs of drilling and completing the well and the allocation of the costs, the designation of Ridge Runner Resources Operating, LLC as the operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The proposed well is located approximately 16 miles Southwest of Hobbs, New Mexico.

**6. Case No. 21636: Application of Ridge Runner Resources Operating, LLC for Compulsory Pooling, Lea County, New Mexico.** Applicant applies for an order pooling all uncommitted mineral interests in the Bone Spring formation in a 320-acre, more or less, standard horizontal spacing unit comprised of the E/2 W/2 of Sections 2 and 11, Township 20 South, Range 35 East in Lea County. The horizontal spacing unit will be dedicated to applicant's proposed Zeus 2-11 Fed Com #2H well, which will be horizontally drilled from a surface location approximately 100' FNL & 2310' FWL in Section 2 to a bottom hole location approximately 100' FSL & 2310' FWL in Section 11. The completed interval of the well will be orthodox. Also to be considered will be the costs of drilling and completing the well and the allocation of the costs, the designation of Ridge Runner Resources Operating, LLC as the operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The proposed well is located approximately 16 miles Southwest of Hobbs, New Mexico.

**7. Case No. 21638: (Re-Open) Application of Apache Corporation to Amend Order No. R-21181, Eddy County, New Mexico.** Applicant seeks an order from the Division for the limited purposes of amending Order No. R-21181 to allow for a one-year extension of time to commence drilling the well under the Order. The Division issued Order No. R-21181 on April 14, 2020, which pooled uncommitted interest owners in a 160-acre, more or less, Bone Spring horizontal spacing unit comprised of the N/2 N/2 of Section 26, Township 19 South, Range 27 East, NMPM, Eddy County, New Mexico and requires commencement of drilling the well within one year of the date of the Order unless Apache Corporation obtains an extension by an amendment of this Order for good cause shown. Good cause exists for Apache's request for an extension of time due to current market conditions.

**8. Case No. 21639: (Re-Open) Application of Apache Corporation to Amend Order No. R-21138, Eddy County, New Mexico.** Applicant seeks an order from the Division for the limited purposes of (1) conforming Division Order No. R-21138 to the amended order template ("Amended Order Template") described in the Letter of the Division Director dated April 9, 2020 (Re: Amendments to Compulsory Pooling Order Template); and (2) amending Order No. R-21138 to allow for a one-year extension of time to commence drilling the well under the Order. The Division issued Order No. R-21138 on February 21, 2020, which pooled uncommitted interest owners in a 160-acre, more or less, Bone Spring horizontal spacing unit comprised of the S/2 N/2 of Section 26, Township 19 South, Range 27 East, NMPM, Eddy County, New

Mexico and required commencement of drilling the well within one year of the date of the Order. Good cause exists for Apache's request for an extension of time due to current market conditions.

**9. Case No. 21640: (Re-Open) Application of Apache Corporation to Amend Order No. R-21139, Eddy County, New Mexico.** Applicant seeks an order from the Division for the limited purposes of (1) conforming Division Order No. R-21139 to the amended order template ("Amended Order Template") described in the Letter of the Division Director dated April 9, 2020 (Re: Amendments to Compulsory Pooling Order Template); and (2) amending Order No. R-21139 to allow for a one-year extension of time to commence drilling the well under the Order. The Division issued Order No. R-21139 on February 21, 2020, which pooled uncommitted interest owners in a 160-acre, more or less, Bone Spring horizontal spacing unit comprised of the N/2 S/2 of Section 26, Township 19 South, Range 27 East, NMPM, Eddy County, New Mexico and required commencement of drilling the well within one year of the date of the Order. Good cause exists for Apache's request for an extension of time due to current market conditions.

**10. Case No. 21641: (Re-Open) Application of Apache Corporation to Amend Order No. R-21140, Eddy County, New Mexico.** Applicant seeks an order from the Division for the limited purposes of (1) conforming Division Order No. R-21140 to the amended order template ("Amended Order Template") described in the Letter of the Division Director dated April 9, 2020 (Re: Amendments to Compulsory Pooling Order Template); and (2) amending Order No. R-21140 to allow for a one-year extension of time to commence drilling the well under the Order. The Division issued Order No. R-21140 on February 21, 2020, which pooled uncommitted interest owners in a 160-acre, more or less, Bone Spring horizontal spacing unit comprised of the S/2 S/2 of Section 26, Township 19 South, Range 27 East, NMPM, Eddy County, New Mexico and required commencement of drilling the well within one year of the date of the Order. Good cause exists for Apache's request for an extension of time due to current market conditions.

**11. Case No. 21642: Application of Mewbourne Oil Company for compulsory pooling, Eddy County, New Mexico.** Mewbourne Oil Company seeks an order pooling all mineral interests in the Bone Spring formation in a horizontal spacing unit comprised of the N/2S/2 of Section 5 and the N/2S/2 of Section 6, Township 19 South, Range 29 East, NMPM. The unit will be dedicated to the Gobbler 5/6 B3L State Com. Well No. 2H, with a first take point in the NE/4SE/4 of 5 and a final take point in the NW/4SW/4 of Section 6. Also to be considered will be the cost of drilling, completing, and equipping the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling, completing, and equipping the well. The unit is located approximately 11-1/2 miles southwest of Loco Hills, New Mexico.

**12. Case No. 21643: Application of Mewbourne Oil Company for compulsory pooling, Eddy County, New Mexico.** Mewbourne Oil Company seeks an order pooling all mineral interests in the Bone Spring formation in a horizontal spacing unit comprised of the S/2S/2 of Section 5 and the S/2S/2 of Section 6, Township 19 South, Range 29 East, NMPM. The unit will be dedicated to the Gobbler 5/6 B3PM State Com. Well No. 2H, with a first take point in the SE/4SE/4 of 5 and a final take point in the SW/4SW/4 of Section 6. Also to be considered will be the cost of drilling, completing, and equipping the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling, completing, and equipping the well. The unit is located approximately 11-1/2 miles southwest of Loco Hills, New Mexico.

**13. Case No. 21644: Application of Mewbourne Oil Company for compulsory pooling, Eddy County, New Mexico.** Mewbourne Oil Company seeks an order pooling all mineral interests in the Wolfcamp formation underlying a horizontal spacing unit comprised of the N/2 of Section 13 and the N/2 of Section 14, Township 23 South, Range 26 East, NMPM. The unit will be dedicated to the Airboss 13/14 W0AD Fed. Com. Well No. 1H, with a first take point in the NE/4NE/4 of 13 and a last take point in the NW/4NW/4 of Section 14. Also to be considered will be the cost of drilling, completing, and equipping the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling, completing, and equipping the well. The unit is located approximately 6 miles northwest of Otis, New Mexico.

**14. Case No. 21645: Application of E.G.L. Resources, Inc. for compulsory pooling, Lea County, New Mexico.** E.G.L. Resources, Inc. seeks an order pooling all mineral interest owners in the Bone Spring formation in a horizontal spacing unit comprised of the W/2SW/4 of Section 16 and the W/2W/2 of Section 21, Township 19 South, Range 34 East, NMPM. The unit will be dedicated to the Money Penny Well No. 1H, with a first take point in the SW/4SW/4 of 21 and a final take point in the NW/4SW/4 of Section 16. Also to be considered will be the cost of drilling, completing, and equipping the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling, completing, and equipping the well. The unit is located approximately 12-1/2 miles northeast of Halfway, New Mexico.

**15. Case No. 21646: Application of E.G.L. Resources, Inc. for compulsory pooling, Lea County, New Mexico.**

E.G.L. Resources, Inc. seeks an order pooling all mineral interest owners in the Bone Spring formation in a horizontal spacing unit comprised of the E/2SW/4 of Section 16 and the E/2W/2 of Section 21, Township 19 South, Range 34 East, NMPM. The unit will be dedicated to the Money Penny Well No. 2H, with a first take point in the SE/4SW/4 of 21 and a final take point in the NE/4SW/4 of Section 16. Also to be considered will be the cost of drilling, completing, and equipping the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling, completing, and equipping the well. The unit is located approximately 12-1/2 miles northeast of Halfway, New Mexico.

**16. Case No. 21647: Application of Colgate Operating, LLC for compulsory pooling, Eddy County, New Mexico.**

Applicant seeks an order from the Division: (1) to the extent necessary, approving the creation of a 320-acre, more or less, Bone Spring standard horizontal spacing unit; and, (2) pooling all uncommitted mineral interests within a Bone Spring standard horizontal spacing unit underlying the N/2 N/2 of Section 9 and N/2 N/2 of Section 8, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico. This standard spacing unit will be dedicated to the Madera 9 State Com 121H and Madera 9 State Com 131H wells, to be horizontally drilled. The producing intervals for these wells will be orthodox. Also to be considered will be the cost of drilling, completing and equipping said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Colgate as operator of the wells, and a 200% charge for risk involved in drilling said wells. Said area is located approximately 16 miles southeast of Artesia, New Mexico.

**17. Case No. 21648: Application of Colgate Operating, LLC for compulsory pooling, Eddy County, New Mexico.**

Applicant seeks an order from the Division: (1) to the extent necessary, approving the creation of a 320-acre, more or less, Bone Spring standard horizontal spacing unit; and, (2) pooling all uncommitted mineral interests within a Bone Spring standard horizontal spacing unit underlying the S/2 N/2 of Section 9 and S/2 N/2 of Section 8, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico. This standard spacing unit will be dedicated to the Madera 9 State Com 122H and Madera 9 State Com 132H wells, to be horizontally drilled. The producing intervals for these wells will be orthodox. Also to be considered will be the cost of drilling, completing and equipping said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Colgate as operator of the wells, and a 200% charge for risk involved in drilling said wells. Said area is located approximately 16 miles southeast of Artesia, New Mexico.

**18. Case No. 21649: Application of Colgate Operating, LLC for compulsory pooling, Eddy County, New Mexico.**

Applicant seeks an order from the Division: (1) to the extent necessary, approving the creation of a 320-acre, more or less, Bone Spring standard horizontal spacing unit; and, (2) pooling all uncommitted mineral interests within a Bone Spring standard horizontal spacing unit underlying the N/2 S/2 of Section 9 and N/2 S/2 of Section 8, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico. This standard spacing unit will be dedicated to the Klondike 9 State Com 123H and Klondike 9 State Com 133H wells, to be horizontally drilled. The producing intervals for these wells will be orthodox. Also to be considered will be the cost of drilling, completing and equipping said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Colgate as operator of the wells, and a 200% charge for risk involved in drilling said wells. Said area is located approximately 16.2 miles southeast of Artesia, New Mexico.

**19. Case No. 21650: Application of Colgate Operating, LLC for compulsory pooling, Eddy County, New Mexico.**

Applicant seeks an order from the Division: (1) to the extent necessary, approving the creation of a 320-acre, more or less, Bone Spring standard horizontal spacing unit; and, (2) pooling all uncommitted mineral interests within a Bone Spring standard horizontal spacing unit underlying the S/2 S/2 of Section 9 and S/2 S/2 of Section 8, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico. This standard spacing unit will be dedicated to the Klondike 9 State Com 124H and Klondike 9 State Com 134H wells, to be horizontally drilled. The producing intervals for these wells will be orthodox. Also to be considered will be the cost of drilling, completing and equipping said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Colgate as operator of the wells, and a 200% charge for risk involved in drilling said wells. Said area is located approximately 16.4 miles southeast of Artesia, New Mexico.

Given under the Seal of the State of New Mexico Oil Conservation Commission at Santa Fe, New Mexico on this Wednesday, January 6, 2021

**STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION**

**Adrienne Sandoval  
Director, Oil Conservation Division**