

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

**APPLICATION OF FRANKLIN MOUNTAIN ENERGY, LLC
FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO**

CASE NO. _____

APPLICATION

Franklin Mountain Energy, LLC (“FME”), OGRID Number 373910, through its undersigned attorneys, hereby files this application with the Oil Conservation Division (“Division”) pursuant to the provisions of NMSA 1978, § 70-2-17, for an order pooling all overriding royalty owners within a Wolfcamp horizontal spacing unit underlying the W/2 of Sections 25 and 36, Township 24 South, Range 35 East, NMPM, Lea County, New Mexico. In support of this application, FME states:

1. FME has an interest in the subject lands and has a right to drill and operate a well thereon.
2. FME seeks to dedicate the W/2 of Sections 25 and 36, Township 24 South, Range 35 East, NMPM, Lea County, New Mexico to form a 640-acre, more or less, spacing unit.
3. FME plans to drill the **Western Fed Com 702H** and **Bidder 49 Fed Com 703H** wells to a depth sufficient to test the Wolfcamp formation.
4. The completed interval for the Western Fed Com 702H well will be less than 330’ from the adjoining tracts and the Division’s rules allow for the inclusion of proximity tracts within the proposed spacing unit.
5. The wells will be horizontally drilled and will be drilled at orthodox locations under the Division’s rules.

6. FME’s 640-acre horizontal spacing unit for the Western Fed Com 702H and Bidder 49 Fed Com 703H wells will overlap with an existing FME 320-acre spacing unit that is dedicated to the Proxy WCA State Com 001H located in the W/2W/2 of Section 25 and 36, Township 24 South, Range 35 East, NMPM, Lea County, New Mexico. FME is the operator of the Proxy WCA State Com 001H well and there are no other working interest owners.

7. FME seeks only to pool overriding royalty interest owners. The pooling of such interests in the Wolfcamp formation underlying the proposed unit will prevent the drilling of unnecessary wells, prevent waste and protect correlative rights.

WHEREFORE, FME requests this application be set for hearing before an Examiner of the Oil Conservation Division on March 3, 2022, and after notice and hearing as required by law, the Division enter its order:

A. Pooling all overriding royalty interest owners in the Wolfcamp formation underlying a horizontal spacing unit within the W/2 of Sections 25 and 36, Township 24 South, Range 35 East, NMPM, Lea County, New Mexico; and

B. Designating FME as operator of this unit and the wells to be drilled thereon.

MODRALL, SPERLING, ROEHL, HARRIS

& SISK, P.A.

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CASE NO. _____: Application of Franklin Mountain Energy, LLC for compulsory pooling, Lea County, New Mexico. Applicant seeks an order from the Division pooling all overriding royalty interests within a Wolfcamp horizontal spacing unit underlying the W/2 of Sections 25 and 36, Township 24 South, Range 35 East, NMPM, Lea County, New Mexico. This spacing unit will be dedicated to the **Western Fed Com 702H** and **Bidder 49 Fed Com 703H** wells to be horizontally drilled. The completed interval for the Western Fed Com 702H well will be less than 330' from the adjoining tracts to allow inclusion of proximity tracts within the proposed standard horizontal spacing unit. The producing area for the wells will be orthodox. Also to be considered will be designation of Franklin Mountain Energy, LLC as operator of the wells. Said area is located approximately 11 miles Northwest of Jal, New Mexico.