

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

**APPLICATION OF BURNETT OIL CO., INC.
FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO**

CASE NO. _____

APPLICATION

Pursuant to NMSA § 70-2-17, Burnett Oil Company, Inc. (“Applicant”) (OGRID No. 3080), through its undersigned attorney, hereby files this Application with the Oil Conservation Division of the State of New Mexico (“Division”) for an order (1) creating a 321.4-acre, more or less, standard horizontal well spacing unit comprised of the N/2 of Section 19, located in Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico (“Unit”), and (2) pooling all uncommitted interest within the Atoka Glorieta – Yeso Pool Formation, designated as an oil pool (Pool Code 3250), underlying said Unit. In support of its Application, Applicant states the following:

1. Applicant is a working interest owner in the Unit and has the right to drill thereon.
2. Applicant seeks to dedicate the above-referenced Unit to the following wells, referred to collectively as the Wells:
 - a. **The Aggie Well No. 1H**, API No. 30-015-55570, an oil well to be horizontally drilled from a surface hole location in Unit A of Section 24, Township 18 South, Range 26 East, approximately 1,226 feet FNL, and approximately 800 feet FEL, to a bottom hole location in Unit A of Section 19, Township 18 South, Range 27 East, approximately 350 feet FNL, and approximately 101 feet FEL;
 - b. **The Aggie Well No. 2H**, API No. 30-015-55571, an oil well to be horizontally drilled from a surface hole location in Unit A of Section 24, Township 18 South, Range 26 East, approximately 1,226 feet FNL, and approximately 800 feet FEL, to a bottom hole location in Unit H of Section 19, Township 18 South, Range 27 East, approximately 1,321 feet FNL, and approximately 101 feet FEL;
 - c. **The Aggie Well No. 3H**, API No. 30-015-55572, an oil well to be horizontally drilled from a surface hole location in the Unit A of Section 24, Township 18 South, Range 26 East, approximately 1,306 feet FNL, and approximately 800 feet FEL, to

- a bottom hole location in Unit A of Section 19, Township 18 South, Range 27 East, approximately 2,990 feet FNL, and approximately 101 feet FEL;
- d. **The Aggie Well No. 31H**, API No. 30-015-55899, an oil well to be horizontally drilled from a surface hole location in the Unit A of Section 24, Township 18 South, Range 26 East, approximately 1,246 feet FNL, and approximately 800 feet FEL, to a bottom hole location in Unit A of Section 19, Township 18 South, Range 27 East, approximately 660 feet FNL, and approximately 101 feet FEL;
 - e. **The Aggie Well No. 32H**, API No. 30-015-55898, an oil well to be horizontally drilled from a surface hole location in the Unit A of Section 24, Township 18 South, Range 26 East, approximately 1,286 feet FNL, and approximately 800 feet FEL, to a bottom hole location in Unit H of Section 19, Township 18 South, Range 27 East, approximately 1,981 feet FNL, and approximately 101 feet FEL.
- 3. The completed interval of the Wells will be orthodox and remain within 330-feet of the adjoining quarter-quarter section (or equivalent) tracts to allow inclusion of these proximity tracts within the proposed Unit under NMAC 19.15.16.15(B)(1)(6).
 - 4. Applicant has undertaken diligent, good-faith efforts to obtain voluntary agreements from all interest owners to participate in the drilling of the Wells but has been unable to obtain voluntary agreements from all interest owners.
 - 5. The approval of this Unit and pooling of uncommitted interests within the Unit will avoid the drilling of unnecessary wells, prevent waste, and protect correlative rights.
 - 6. In order to allow Applicant to obtain it's just and fair share of the oil and gas underlying the subject lands, all uncommitted interests in the Unit should be pooled and Applicant should be designated the operator of the Wells and Unit.

WHEREFORE, Applicant requests this Application be set for hearing December 4, 2025, and that after notice and hearing, the Division enter an order:

- A. Pooling all uncommitted interests in the Unit;
- B. Approving the Wells in the Unit;
- C. Designating Applicant as operator of the Unit and the Wells;

- D. Authorizing Applicant to recover its costs of drilling, equipping and completing the Wells;
- E. Approving the actual operating charges and costs of supervision while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and
- F. Imposing a 200% penalty for the risk assumed by Applicant in drilling and completing the Wells against any working interest owner who does not voluntarily participate in the drilling of the Wells.

Respectfully submitted,

HOLLIDAY ENERGY LAW GROUP, PC

/s/ Benjamin B. Holliday

Benjamin B. Holliday

107 Katherine Court, Suite 100

San Antonio, Texas 78209

Phone: (210) 469-3197

Email: ben@helg.law

Counsel for Burnett Oil Company, Inc.