

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

**APPLICATION OF LONGFELLOW ENERGY, LP
FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO**

Case No. _____

APPLICATION

Longfellow Energy, LP (“Longfellow”), through its undersigned counsel Montgomery & Andrews, P.A. (Sharon T. Shaheen and Samantha H. Catalano), hereby files this application with the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-17, for an order pooling all mineral interests in the Yeso formation (Empire; Glorieta-Yeso [96210]) in a standard 320-acre, more or less, horizontal spacing and proration unit (“HSU”) comprised of the S/2 S/2 of Sections 17 and 18, Township 17 South, Range 29 East, NMPM, in Eddy County, New Mexico. In support of its application, Longfellow states as follows:

1. Longfellow is a working interest owner in the proposed HSU and has the right to drill thereon.
2. Longfellow proposes to drill the following 2-mile wells in the proposed HSU:
 - **Ozzy Federal Com 1718DX 001H** well, to be horizontally drilled from an approximate surface hole location 255’ FSL and 608’ FEL of Section 13, T17S-R28E, to an approximate bottom hole location 880’ FSL and 100’ FEL of Section 17, T17S-R29E;
 - **Ozzy Federal Com 1718DX 002H** well, to be horizontally drilled from an approximate surface hole location 235’ FSL and 608’ FEL of Section 13, T17S-

R28E, to an approximate bottom hole location 480' FSL and 100' FEL of Section 17, T17S-R29E;

3. The completed intervals and first and last take points for all wells will meet the setback requirements set forth in the statewide rules for horizontal oil wells.

4. Longfellow has in good faith sought and been unable to obtain voluntary agreement for the development of these lands from all of the mineral interest owners in the HSU.

5. Approval of the HSU and the pooling of all mineral interest owners in the Yeso formation underlying the HSU will avoid the drilling of unnecessary wells, prevent waste, and protect correlative rights.

6. In order to permit Longfellow to obtain its just and fair share of the oil and gas underlying the subject lands, all uncommitted interests in this HSU should be pooled and Longfellow should be designated the operator of the HSU.

WHEREFORE, Longfellow requests that this application be set for hearing before an Examiner of the Oil Conservation Division on February 1, 2024, and that, after notice and hearing as required by law, the Division enter an order:

A. Creating a standard 320-acre, more or less, HSU comprised of the S/2 S/2 of Sections 17 and 18, Township 17 South, Range 29 East, NMPM, in Eddy County, New Mexico;

B. Pooling all mineral interests in the Yeso formation underlying the HSU;

C. Allowing the drilling of the following 2-mile wells in the HSU: (1) Ozzy Federal Com 1718DX 001H and (2) Ozzy Federal Com 1718DX 002H.

D. Designating Longfellow as operator of the HSU and the wells to be drilled thereon;

E. Authorizing Longfellow to recover its costs of drilling, equipping and completing the wells;

F. Approving the operating charges and costs of supervision while drilling of \$8,000/month and, after completion, \$800/month, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and

G. Imposing a 200% penalty for the risk assumed by Longfellow in drilling and completing the wells against any interest owner who does not voluntarily participate in the drilling of the wells.

Respectfully submitted,

MONTGOMERY & ANDREWS, P.A.

/s/ Sharon T. Shaheen

Sharon T. Shaheen

Samantha H. Catalano

Post Office Box 2307

Santa Fe, NM 87504-2307

(505) 986-2678

sshaheen@montand.com

scatalano@montand.com

[ec: wmcginnis@montand.com](mailto:wmcginnis@montand.com)

Attorneys for Longfellow Energy, LP

Application of Longfellow Energy, LP for Compulsory Pooling, Eddy County, New Mexico.

Applicant in the above-styled cause seeks an order from the Division pooling all uncommitted interests in the Yeso formation (Empire; Glorieta-Yeso [96210]) in a standard 320-acre, more or less, horizontal spacing and proration unit (“HSU”) comprised of the S/2 S/2 of Sections 17 and 18, Township 17 South, Range 29 East, NMPM, in Eddy County, New Mexico. Applicant proposes to drill the following wells: (1) **Ozzy Federal Com 1718DX 001H** well, to be horizontally drilled from an approximate surface hole location 255’ FSL and 608’ FEL of Section 13, T17S-R28E, to an approximate bottom hole location 880’ FSL and 100’ FEL of Section 17, T17S-R29E; and (2) **Ozzy Federal Com 1718DX 002H** well, to be horizontally drilled from an approximate surface hole location 235’ FSL and 608’ FEL of Section 13, T17S-R28E, to an approximate bottom hole location 480’ FSL and 100’ FEL of Section 17, T17S-R29E. The completed intervals and first and last take points for all wells will meet the setback requirements set forth in the statewide rules for horizontal oil wells. Also to be considered will be the cost of drilling and completing the wells and the allocation of the costs, the designation of Applicant as Operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells. The wells and lands are located approximately 15 miles west of Loco Hills, New Mexico. The well and lands are located approximately 15 miles West of Loco Hills, New Mexico.