

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

**APPLICATION OF CHASE OIL
CORPORATION FOR COMPULSORY POOLING,
CHAVES COUNTY, NEW MEXICO.**

CASE NO. _____

APPLICATION

Chase Oil Corporation (“Chase” or “Applicant”) (OGRID No. 53773), through its undersigned attorneys, hereby files this application with the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-17, for an order pooling all uncommitted interest owners in the San Andres formation underlying a standard 160-acre, more or less, horizontal well spacing unit comprised of the W/2 W/2 of Section 23, Township 15 South, Range 29 East, NMPM, Chaves County, New Mexico. In support of its application, Chase states:

1. Applicant is a working interest owner in the proposed horizontal spacing unit and has the right to drill thereon.
2. Applicant seeks to designate Mack Energy Corporation as the operator of the proposed horizontal spacing unit.
3. Applicant seeks to initially dedicate the above-referenced horizontal spacing unit to the proposed **Alberta Federal Com 1H** and **Alberta Federal Com 2H** wells, both to be horizontally drilled from surface locations in the SW/4 SW/4 (Unit M) of Section 14, with first take points in the NW/4 NW/4 (Unit D) of Section 23, and last take points in the SW/4 SW/4 (Unit M) of Section 23.
4. Applicant has reached a voluntary agreement with all working interest owners in this proposed unit but seeks a pooling order for certain non-cost-bearing interest owners, including

overriding royalty interest owners, who have yet to execute the necessary federal and state communitization agreements.

5. The pooling of uncommitted interest owners will allow Applicant to obtain a just and fair share of the oil and gas underlying the subject lands, avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on August 6, 2026, and, after notice and hearing as required by law, the Division enter an order:

- A. Pooling certain non-cost-bearing interest owners, including overriding royalty interest owners, in the horizontal spacing unit; and
- B. Designating Mack Energy Corporation as operator of this spacing unit and the horizontal wells to be drilled thereon.

Respectfully submitted,

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ATTORNEYS FOR CHASE OIL COMPANY & MACK ENERGY CORPORATION

CASE _____ : **Application of Chase Oil Corporation for Compulsory Pooling, Chaves County, New Mexico.** Applicant in the above-styled cause seeks an order pooling all uncommitted interest owners in the San Andres formation underlying a standard 160-acre, more or less, horizontal well spacing unit comprised of the W/2 W/2 of Section 23, Township 15 South, Range 29 East, NMPM, Chaves County, New Mexico. Said unit will be initially dedicated to the proposed **Alberta Federal Com 1H** and **Alberta Federal Com 2H** wells, both to be horizontally drilled from surface locations in the SW/4 SW/4 (Unit M) of Section 14, with first take points in the NW/4 NW/4 (Unit D) of Section 23, and last take points in the SW/4 SW/4 (Unit M) of Section 23. Also, to be considered will be the designation of Mack Energy Corporation as operator of the wells. Said area is located approximately 25 miles northeast of Artesia, New Mexico.