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

APPLICATION OF FRANKLIN MOUNTAIN ENERGY 3, LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

CASE NO. 23496

NOTICE OF FILING REVISED EXHIBIT

Pursuant to the Oil Conservation Division's direction provided at the May 4, 2023, Examiner hearing, please find the following revised exhibit:

1) Exhibit A (Compulsory Pooling Checklist): Revised to change Bone Spring to Wolfcamp in the row "Pooling this vertical extent".

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

Deana M. Bennett

Earl E. DeBrine

Post Office Box 2168

500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800

Deana.Bennett@modrall.com

Attorneys for Applicant

COMPULSORY I	POOLING	APPLICATION	CHECKLIST
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Case: 23496	APPLICANT'S RESPONSE
Date: May 4, 2023	
Applicant	Franklin Mountain Energy 3, LLC
Designated Operator & OGRID (affiliation if applicable)	Franklin Mountain Energy 3, LLC OGRID 331595
Applicant's Counsel:	Modrall Sperling
Case Title:	APPLICATION OF FRANKLIN MOUNTAIN ENERGY 3, LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO
Entries of Appearance/Intervenors:	None
Well Family	Norte State
Formation/Pool	
Formation Name(s) or Vertical Extent:	Wolfcamp
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Wolfcamp
Pool Name and Pool Code:	Reeves; Wofcamp South Pool Code 97467
Well Location Setback Rules:	State-Wide Rules Apply
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	320
Building Blocks:	40
Orientation:	North-South
Description: TRS/County	E/2W/2 of Sections 27 and 34, Township 18 South, Range 35 East, N.M.P.M. Lea County, New Mexico
Standard Horizontal Well Spacing Unit (Y/N), If No, describe and is approval of non-standard unit requested in this application?	Unit is standard.
Other Situations	
Depth Severance: Y/N. If yes, description	N
Proximity Tracts: If yes, description	N
Proximity Defining Well: if yes, description	N/A
Applicant's Ownership in Each Tract	See Exhibit B-3.
Well(s)	
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	Add wells as needed
Well #1: Norte State Com 702H (API Pending)	SHL: 325' FNL & 1995' FWL, Section 3, T-19-S R-35-E FTP: 328' FSL & 1694' FWL, Section 34, T-19-S R-35-E LTP: 150' FNL & 1700' FWL, Section 27, T-18-S R-35-E Orientation: North/South Completion Target: Wolfcamp Completion Status: Standard TVD: 10,515' MVD: 20,515,

Released to Imaging: 5/5/2023 11:55:54 AM

eceived by OCD: 5/4/2023 2:35:15 PM————————————————————————————————————	See above cells and Exhibit B-5 (proposal letter)	Page 3
AFE Capex and Operating Costs		
Drilling Supervision/Month \$	\$9,000	
Production Supervision/Month \$	\$900	
Justification for Supervision Costs	See Exhibit B Paragraph 26	
Requested Risk Charge	200%	
Notice of Hearing		
Proposed Notice of Hearing	Exhibit B-7	
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit B-7	
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit B-7	
Ownership Determination		
Land Ownership Schematic of the Spacing Unit	Exhibit B-3	
Tract List (including lease numbers and owners) If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) of Tracts subject to notice requirements.	Exhibit B-3	
Pooled Parties (including ownership type)	Exhibit B-3	
Unlocatable Parties to be Pooled	Exhibit B-3	
Ownership Depth Severance (including percentage above & below)	N/A	
Joinder		
Sample Copy of Proposal Letter	Exhibit B-5	
List of Interest Owners (ie Exhibit A of JOA)	Exhibit B-3	
Chronology of Contact with Non-Joined Working Interests	Exhibt B-4	
Overhead Rates In Proposal Letter	Exhibit B-5	
Cost Estimate to Drill and Complete	Exhibit B-6	
Cost Estimate to Equip Well	Exhibit B-6	
Cost Estimate for Production Facilities	Exhibit B-6	
Geology		
Summary (including special considerations)	Exhibit C	
Spacing Unit Schematic	Exhibit C-2	
Gunbarrel/Lateral Trajectory Schematic	Exhibit C-2	
Well Orientation (with rationale)	Exhibit C-7	
Target Formation	Exhibits C-2 to C-6	
HSU Cross Section	Exhibit C-5	
Depth Severance Discussion	NA	
Forms, Figures and Tables		
C-102	Exhibit B-2	
Tracts	Exhibit B-3	

Received by OCD: 5/4/2023 2:35:15 PM	Page 4
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit B-3
General Location Map (including basin)	Exhibit C-1
Well Bore Location Map	Exhibit C-1 to C-3
Structure Contour Map - Subsea Depth	Exhibit C-3
Cross Section Location Map (including wells)	Exhibit C-4
Cross Section (including Landing Zone)	Exhibit C-5
Additional Information	
Special Provisions/Stipulations	NA
CERTIFICATION: I hereby certify that the information pro	ovided in this checklist is complete and accurate.
Printed Name (Attorney or Party Representative):	Deana M. Bennett
Signed Name (Attorney or Party Representative):	New 18nd
Date:	à reusea May 4, 2023 2-May-23