

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

**APPLICATION OF FRANKLIN MOUNTAIN  
ENERGY, LLC FOR COMPULSORY POOLING,  
AND, TO THE EXTENT NECESSARY, APPROVAL  
OF OVERLAPPING SPACING UNIT,  
LEA COUNTY, NEW MEXICO**

CASE NO. \_\_\_\_\_

**APPLICATION**

Franklin Mountain Energy, LLC (“Franklin”), OGRID Number 373910, through its undersigned attorneys, hereby files this amended application with the Oil Conservation Division (“Division”) pursuant to the provisions of NMSA 1978, § 70-2-17, for an order pooling all uncommitted mineral interests within a 360-acre, more or less, Wolfbone horizontal spacing unit comprising the W/2E/2 of Sections 16 and 21 and the NW/NE of Section 28, Township 24 South, Range 35 East, N.M.P.M., Lea County, New Mexico. Franklin also seeks, to the extent necessary, approval of an overlapping spacing unit. In support of this application, Franklin states as follows:

1. Franklin has an interest in the subject lands and has a right to drill and operate a well thereon.
2. Franklin seeks to dedicate the W/2E/2 of Sections 16 and 21 and the NW/NE of Section 28, Township 24 South, Range 35 East, N.M.P.M., Lea County, New Mexico to form a standard 360-acre, more or less, Wolfbone horizontal spacing unit.
3. Franklin plans to drill the **Remington Fed Com 704H well** to a depth sufficient to test the Wolfbone formation. The well will be horizontally drilled, and the producing area for the well is expected to be orthodox.

4. This proposed horizontal spacing unit will overlap with an existing 160-acre Wolfbone horizontal spacing unit comprised of the W/2E/2 of Section 16, Township 24 South, Range 35 East, dedicated to COG Operating LLC's Angus State 24-35-16 #454H well (API 30-025-43722).

5. Franklin sought, but has been unable to obtain, a voluntary agreement from all interest owners in the Wolfbone formation underlying the proposed spacing unit to participate in the drilling of the well or to otherwise commit their interests to the well.

6. The pooling of all interests in the Wolfbone formation underlying the proposed unit and approval of the overlapping spacing unit, to the extent necessary, will prevent the drilling of unnecessary wells, prevent waste and protect correlative rights.

WHEREFORE, Franklin requests this application be set for hearing before an Examiner of the Oil Conservation Division on March 7, 2024 and after notice and hearing as required by law, the Division enter its order:

A. Pooling all uncommitted interests in the Wolfbone formation underlying a horizontal spacing unit within the W/2E/2 of Sections 16 and 21 and the NW/NE of Section 28, Township 24 South, Range 35 East, N.M.P.M., Lea County, New Mexico;

B. Approving, to the extent necessary, the proposed overlapping spacing unit.

C. Designating Franklin as operator of this unit and the wells to be drilled thereon;

D. Authorizing Franklin to recover its costs of drilling, equipping and completing the well;

E. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and

F. Setting a 200% charge for the risk involved in drilling and completing the well in the event a working interest owner elects not to participate in the well.

Respectfully submitted,

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

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**CASE NO. \_\_\_\_\_: Application of Franklin Mountain Energy, LLC for Compulsory Pooling, Lea County, to the Extent Necessary, Approval of an Overlapping Spacing Unit, Lea County, New Mexico.** Applicant seeks an order from the Division pooling all uncommitted mineral interests within a 360-acre, more or less, Wolfbone horizontal spacing unit comprising the W/2E/2 of Sections 16 and 21 and the NW/NE of Section 28, Township 24 South, Range 35 East, N.M.P.M., Lea County, New Mexico. This spacing unit will be dedicated to the **Remington Fed Com 704H well**, to be horizontally drilled. Applicant also seeks, to the extent necessary, approval of an overlapping spacing unit. This proposed horizontal spacing unit will overlap with an existing 160-acre Wolfbone horizontal spacing unit comprised of the W/2E/2 of Section 16, Township 24 South, Range 35 East, dedicated to COG Operating LLC's Angus State 24-35-16 #454H well (API 30-025-43722). The producing area for the well is expected to be orthodox. Also to be considered will be the cost of drilling and completing said well, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Franklin Mountain Energy, LLC as operator of the well, and a 200% charge for risk involved in drilling said well. Said area is located approximately 12 miles northwest of Jal, New Mexico.