

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

FILED
2017 MAY 24 A 7 51

**APPLICATION OF NM&O OPERATING COMPANY
TO RE-OPEN CASE NO 15658 FOR COMPULSORY
POOLING, RIO ARRIBA COUNTY, NEW MEXICO**

Case No 15658 (re opened)

APPLICATION

NM&O Operating Company applies for an order pooling all mineral interests in the Mesaverde formation underlying the S½ of Section 35, Township 25 North, Range 2 West N M P M Rio Arriba County New Mexico and in support thereof states

1 Applicant is an interest owner in the S½ of Section 35, and has the right to drill a well thereon

2 Applicant has drilled its Hawk Well No 3 to a depth sufficient to test the Mesaverde formation (Blanco-Mesaverde Gas Pool) Applicant has dedicated the S½ of Section 35 to the well to form a standard 320 acre gas spacing and proration unit The well has a surface location in the NE¼SW¼ Section 35 (1835 feet from the south line and 1690 feet from the west line)

3 Applicant has in good faith sought to obtain the voluntary joinder of all other mineral interest owners in the S½ of Section 35 for the purposes set forth herein

4 Although applicant attempted to obtain voluntary agreements from all mineral interest owners to participate in the drilling of the well or to otherwise commit their interests to the well certain interest owners have failed or refused to join in dedicating their interests Therefore, applicant seeks an order pooling all mineral interest owners in the S½ of Section 35, pursuant to NMSA 1978 §§70 2 17

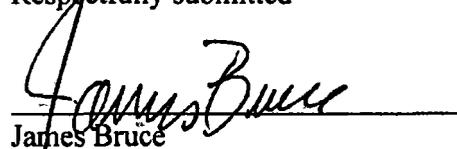
5 The pooling of all mineral interests underlying the S½ of Section 35 will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights

WHEREFORE, applicant requests that after notice and hearing the Division enter its order

A Pooling all mineral interests in the Mesaverde formation underlying the S½ of Section 35, and

B Designating applicant as operator of the well

Respectfully submitted



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PROPOSED ADVERTISEMENT

Case No 15658 (Re-opened)

Application of NM&O Operating Company to re-open Case No 15658 for compulsory pooling, Rio Arriba County, New Mexico Applicant seeks an order pooling all mineral interests in the Mesaverde formation (Blanco Mesaverde Gas Pool) underlying the S/2 of Section 35 Township 25 North Range 2 West NMPM to form a standard 320 acre gas spacing and proration unit. The unit is dedicated to the Hawk Well No 3 located at an orthodox location in the NE/4SW/4 of Section 35 (1835 feet from the south line and 1690 feet from the west line). Also to be considered will be the designation of applicant as operator of the well. The unit is located approximately 2-1/2 miles north of Lindrith New Mexico.

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