PROPOSED ADVERTISEMENT

Case No. 1080: Application of Santa Fe Energy Operating Partners, L.P. for compulsory pooling and an unorthodox gas well location, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Atoka formation underlying the following described areas in Section 20, Township 23 South, Range 29 East, and in the following manner: The S1/2 forming a standard 320 acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within said vertical extent, including the Laguna Salado-Atoka Gas Pool; and the SE% forming a standard 160 acre gas spacing and proration unit for any and all spacing within said vertical extent. Said unit is to be dedicated to the Applicant's Harroun Trust 20 Fed. Com. No. 1 Well, to be drilled at an unorthodox gas well location 1,980 feet from the South line and 660 feet from the East line of the section. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Applicant as operator of the well, and a charge for the risk involved in drilling said well. Said unit is located approximately