

BEFORE THE
OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION
OF MACK ENERGY CORPORATION FOR
COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.

CASE NO. 11268

APPLICATION

MACK ENERGY CORPORATION, through its undersigned attorneys, hereby makes application pursuant to the provisions of N.M.Stat. Ann. § 70-2-17, (1978), for an order pooling all mineral interests in the NE/4 NW/4 of Section 27, Township 16 South, Range 38 East, N.M.P.M., Lea County, New Mexico, and in support thereof states:

1. Applicant owns or represents approximately 76.34% of the working interest in the NE/4 NW/4 of Section 27, and Applicant has the right to drill thereon.
2. Applicant proposes to dedicate the above-referenced spacing or proration unit to either an existing well on the pooled acreage which it will re-enter located 660 feet from the North line and 1980 feet from the West line or a new well to be drilled 330 feet from the North line and 1980 feet from the West line. Said well will be drilled to a depth of approximately 8,500 feet, more or less, to test any and all formations from the surface to the base of the Drinkard formation, East Garrett-Drinkard Pool.
3. Applicant has sought and been unable to obtain either voluntary agreement for pooling or farmout from certain interest owners in the NE/4 NW/4 of said Section 27.