

OIL CONSERVATION DIV.

PROPOSED ADVERTISEMENT

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Case 12237:

Application of Louis Dreyfus Natural Gas Corp. for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the following described acreage in Section 2, Township 19 South, Range 28 East, NMPM, and in the following manner: The E½ of Section 2 to form a standard 320-acre gas spacing and proration unit for any formations and/or pools developed on 320-acre spacing within said vertical extent, including the Undesignated Millman-Wolfcamp Gas Pool, Undesignated North Turkey Track-Cisco Gas Pool, Undesignated Millman-Atoka Gas Pool, and Undesignated North Turkey Track-Morrow Gas Pool; the SW¼ of Section 2 to form a standard 160-acre gas spacing and proration unit for any formations and/or pools developed on 160-acre spacing within said vertical extent; the N½SW¼ of Section 2 to form a standard 80-acre oil and spacing proration unit for any formations and/or pools developed on 80-acre spacing within said vertical extent, including the Undesignated Travis-Upper Pennsylvanian Pool; and the NE¼SW¼ of Section 2 to form a standard 40-acre oil spacing and proration unit for any formations and/or pools developed on 40-acre spacing within said vertical extent, including the Undesignated Artesia Queen-Grayburg-San Andres Pool and Undesignated Palmillo-Bone Spring Pool. Said units are to be dedicated to applicant's Turkey Track "2" State Well No. 1, located at an orthodox location 1650 feet from the north line and 1650 feet from the west line (Unit K) of said Section 2. 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 and the well. Said units are located approximately 13½ miles northeast of Lakewood, New Mexico.