

PROPOSED ADVERTISEMENT

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Case 12402:

Application of Devon Energy Operating Company, L.P. to amend Division Order No. R-11264 and for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order amending Order No. R-11264 and pooling all mineral interests from the surface to the base of the Morrow formation underlying the following described acreage in Section 7, Township 24 South, Range 25 East, NMPM, and in the following manner: Lots 3, 4, E $\frac{1}{2}$ SW $\frac{1}{4}$, and SE $\frac{1}{4}$ to form a standard 319.80-acre gas spacing and proration unit for any formations and/or pools developed on 320-acre spacing within that vertical extent, including the Undesignated Mosley Canyon-Strawn Gas Pool and Undesignated Baldridge Canyon-Morrow Gas Pool; and Lots 3, 4, and E $\frac{1}{2}$ SW $\frac{1}{4}$ to form a standard 159.80-acre gas spacing and proration unit for any formations and/or pools developed on 160-acre spacing within that vertical extent. The units are to be dedicated to applicant's State 7 Well No. 2Y, located 1836 feet from the south line and 2000 feet from the west line (Unit K) of Section 7. Also to be considered will be the cost of drilling and completing the 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 completing the well. The units are located approximately 5.5 miles northwest of Whites City, New Mexico.