

PROPOSED ADVERTISEMENT

CL CONSERVATION DIV.

Case 12451:

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Application of Nearburg Exploration Company, L.L.C. 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 N $\frac{1}{4}$ of Section 8, Township 19 South, Range 31 East, NMPM, to form a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within that vertical extent, including but not limited to the Undesignated Shugart-Morrow Gas Pool. The unit is to be dedicated to applicant's Red Cloud Fed. Com. Well No. 1, to be drilled at a location 1650 feet from the north line and 660 feet from the east line of Section 8. 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 Nearburg Producing Company as operator of the well, and a charge for the risk involved in drilling and completing the well. The units are located approximately 12 $\frac{1}{2}$ miles southeast of Loco Hills, New Mexico.