

PROPOSED ADVERTISEMENT FOR NMOCD DOCKET

Oil Conservation Division

CASE : Application of Conoco Inc. compulsory pooling and a non-standard proration and spacing unit, San Juan County, New Mexico. Applicant seeks an order pooling all uncommitted mineral owners, including working interest and royalty interests below the base of the Dakota formation (base of the Cretaceous aged formation) to the base of the Pre-Cambrian aged formation underlying all of Irregular Section 1, T27N, R8W, NMPM, San Juan County, New Mexico, forming a non-standard 641.12-acre gas spacing and proration unit for any formations and/or pools developed on 640-acre gas spacing within said vertical extent. Applicant seeks to be designated as the operator of the well. Said unit is to be dedicated to Conoco's Stove Canyon Well No. 1 which is to be drilled at a standard gas well location 1320 feet from the west line and 1940 feet from the south line (Unit K) of said Section 1. Said well is located approximately 11 miles south of Navajo City, New Mexico.