

PROPOSED ADVERTISEMENT

Case 12754:

Application of Southwestern Energy Production Company for compulsory pooling, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Atoka formation underlying the following described acreage in Section 21, Township 17 South, Range 35 East, NMPM, and in the following manner: the N $\frac{1}{2}$ of Section 21 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 South Shoe Bar-Atoka Gas Pool; and the SE $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 21 to form a standard 40-acre oil spacing and proration unit for any and all formations and/or pools developed on 40-acre spacing within that vertical extent. The unit is to be dedicated to applicant's Electrolux "21" St. Com. Well No. 1, to be drilled at an orthodox gas well location in the SE $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 21. 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 unit is located approximately 3 miles northeast of Buckeye, New Mexico.

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