PROPOSED ADVERTISEMENT

Case <u>12872</u>:

Application of Ocean Energy, Inc. for compulsory pooling, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Mississippian formation underlying the E½ of Section 8, Township 17 South, Range 35 East, NMPM to form a standard 320-acre gas spacing and proration unit for any and formations and/or pools developed on 320-acre spacing within that vertical extent, including but not limited to the North Vacuum Atoka-Morrow Gas The unit is to be dedicated to a well to be drilled at an orthodox location in the SW\(\frac{1}{2}\)SE\(\frac{1}{2}\) (Unit O) 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 applicant as operator of the well, and a charge for the risk involved in drilling and completing the well. The unit is approximately 3½ miles northeast of Buckeye, New Mexico.