PROPOSED ADVERTISEMENT

Case 12873:

Application of Gruy Petroleum Management Co. and Wadi Petroleum, Inc. to amend the Special Rules and Regulations for the White City-Pennsylvanian Gas Pool, or, in the alternative, for approval of four unorthodox infill gas well locations, unorthodox gas well locations, and one infill gas well location, Eddy County, New Mexico. Applicants seek an order amending the Special Rules and Regulations for the White City-Pennsylvanian Gas Pool to provide for the option to drill one well on each quarter section within a standard 640 gas spacing unit and for the setback requirement for wells be relaxed such that wells can be located no closer than 660 feet to a quarter section line nor closer than 10 feet to a quarter-quarter section line or subdivision inner boundary. The pool covers all of Sections 8, 9, 15-17, 19-22, and 26-35, Township 24 South, Range 26 East, N.M.P.M., Sections 14 and 10-14, Township 25 South, Range 26 East, N.M.P.M., and Section 7, Township 25 South, Range 27 East, N.M.P.M. In the alternative, applicants seek approval of four unorthodox infill gas well locations, two unorthodox gas well locations, and one infill gas well location for wells to be located in Sections 9, 15, 16, and 22, Township 24 South, Range 26 East, N.M.P.M. pool is centered approximately 5 miles east of Whites City, New Mexico.