

CASE 115-2

Application of McElvain Oil & Gas Properties, Inc. for compulsory pooling, Rio Arriba County, New Mexico. Applicant in the above-styled cause seeks an order pooling all mineral interests in all formations developed on 320-acre spacing from the surface to the base of the Mesaverde formation, Blanco-Mesaverde Gas Pool, under Lots 3 through 4, S/2 NW/4, SW/4 (W/2 equivalent) of Section 3, Township 25 North, Range 2 West. Said unit is to be dedicated to its Elk Com Well No. 1 to be drilled at a standard location in the NW/4 of said Section 3. Also to be considered will be the cost of drilling and completing said 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 risk involved in drilling said well. Said area is located approximately __ miles _____ of _____, New Mexico.