

1997

PROPOSED ADVERTISEMENT

Case 11858: Application of Louis Dreyfus Natural Gas Corporation for compulsory pooling and an unorthodox well location, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the following described acreage in Section 22, Township 22 South, Range 26 East, NMPM, and in the following manner: The S½ of Section 22 to form a standard 320-acre gas spacing and proration unit for any formations and/or pools developed on 320-acre spacing within said vertical extent, including the Undesignated Southeast Carlsbad-Wolfcamp Pool, Undesignated East Hackberry Hills-Canyon Gas Pool, Undesignated Northeast Sheep Draw-Strawn Gas Pool, Undesignated South Happy Valley-Atoka Gas Pool, and Undesignated Happy Valley-Morrow Gas Pool; the SW¼ of Section 22 to form a standard 160-acre gas spacing and proration unit for any formations and/or pools developed on 160-acre spacing within said vertical extent; and the NE¼SW¼ of Section 22 to form a standard 40-acre oil spacing and proration unit for any formations and/or pools developed on 40 acres within said vertical extent, including the Undesignated Happy Valley-Delaware Pool. Said units are to be dedicated to the applicant's White Wing "22" Fed. Com. Well No. 23, to be drilled at an unorthodox location 1980 feet from the South line and 2635 feet from the West line of said Section 22. 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 the risk involved in drilling and the well. Said units are located approximately 3 miles southwest of Carlsbad, New Mexico.

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