

PROPOSED ADVERTISEMENT

OIL CONSERVATION DIV.
99 MAY 27 AM 9:06C.

Case 12204 :

Application of Nearburg Exploration Company, L.P.C. for compulsory pooling, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Bone Spring formation underlying the SW $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 3, Township 20 South, Range 33 East, NMPM, to form a standard 40-acre oil spacing and proration unit for any formations and/or pools developed on 40-acre spacing within said vertical extent, including the Undesignated Teas Yates-Seven Rivers Pool. Said unit is to be dedicated to the Python Federal Well No. 2, to be drilled at an orthodox oil well location 660 feet from the south line and 1650 feet from the east line of 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 Nearburg Producing Company as operator of the well, and a charge for the risk involved in drilling and completing the well. Said unit is located approximately 5 miles northeast of the intersection of State Highway 176 and U.S. Highway 62/180.