PROPOSED ADVERTISEMENT

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Case 12238

Case 12238: Application of Mewbourne Oil Company for compulsory pooling, 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 Section 28, Township 21 South, Range 27 East, NMPM, and in the following manner: The W% of Section 28 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 East Carlsbad-Wolfcamp Gas Pool, Undesignated La Huerta-Strawn Gas Pool, Undesignated La Huerta-Atoka Gas Pool or Undesignated Southeast La Huerta-Atoka Gas Pool, and Burton Flat-Morrow Gas Pool; the SW1/4 of Section 28 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 NW\4SW\4 of Section 28 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 Esperanza-Delaware Pool and Undesignated La Huerta-Wolfcamp Pool. Said units are to be dedicated to applicant's Esperanza "28" Fee Com. Well No. 1, to be drilled at an orthodox location in said Section Also to be considered will be the cost of drilling and completing said well and 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 northeast of Carlsbad, New Mexico.