IL CONSERVATION DM

PROPOSED ADVERTISEMENT

AUGIO AMII:31 Case :

Application of Nearburg Exploration Company, L.L.C. for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the base of the Cisco/Canyon formation to the base of the Morrow formation underlying the N½ of Section 31, Township 19 South, Range 25 East, NMPM, 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 Dagger Draw-Strawn Gas Pool, North Cemetery-Gas Pool, and Undesignated Cemetery-Morrow Gas Pool. Said unit is to be dedicated to the Dagger Draw "31" Fed. Well No. 6, to be deepened at an unorthodox gas well location 660 feet from the north line and 660 feet from the east line of Section 31. Also to be considered will be the cost of deepening 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 deepening and completing the well. Said unit is located approximately 6 miles northwest of Seven Rivers, New Mexico.