PROPOSED ADVERTISEMENT

Case 12353:

Application of Southwestern Energy Production Company for compulsory pooling, Lea County, New Applicant seeks an order pooling all Mexico. mineral interests from the surface to the base of the Mississippian formation underlying the N½ of Section 10, Township 17 South, Range 35 East, NMPM, form a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within that vertical extent, including the Undesignated South Shoe Bar-Atoka Gas Pool, Undesignated South Shoe Bar-Morrow Gas Pool, and Undesignated South Shoe Bar-Mississippian Gas Pool. The unit is to be dedicated to applicant's South Shoe Bar "10" State Com. Well No. 4, to be drilled at an orthodox location in the NE¼NW¼ of Section 10. Also to be considered will be the cost of drilling and completing the 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 completing the well. The units are located approximately 8½ miles southwest of Lovington, New Mexico.