

PROPOSED ADVERTISEMENT

Case 12729: Application of Leonard Resource Investment Corporation for compulsory pooling, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Abo formation underlying the NE $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 5, Township 20 South, Range 39 East, NMPM, to form a standard 40-acre oil spacing and proration unit for any and all formations and/or pools developed on 40-acre spacing within that vertical extent, including but not limited to the House-San Andres Pool and Undesignated House (Drinkard) Pool. The unit is to be dedicated to applicant's Marshall Well No. 1, to be drilled at an orthodox oil well location in the NE $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 5. 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 Capataz Operating, Inc. as operator of the well, and a charge for the risk involved in drilling and completing the well. The unit is located approximately 4 miles east-southeast of Nadine, New Mexico.

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