PROPOSED ADVERTISEMENT

Case 12941:

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 31, Township 20 South, Range 29 East, NMPM, and in the following manner: Lots 1, 2, E½NW¼, and the NE% of Section 31 to form a standard 317.10acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within that vertical extent; Lots 1, 2, and the E%NW% of Section 31 to form a non-standard 157.10-acre gas spacing and proration unit for any and all formations and/or pools developed on 160acre spacing within that vertical extent; and Lot 2 of Section 31 to form a non-standard oil spacing and proration unit for any and all formations and/or pools developed on 40-acre spacing within that vertical extent. The unit is to be dedicated to applicant's Liberty "31" Fed. St. Com. Well No. 1, to be drilled at an unorthodox well location in Lot 2 of Section 31. 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 8 miles north of Carlsbad, New Mexico.