## PROPOSED ADVERTISEMENT

Case <u>1294</u>: 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 in Section 31, Township 20 South, Range 28 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, including but not limited to the North Burton Flat-Wolfcamp Gas Pool, Undesignated Saladar-Upper Pennsylvanian Gas Pool, Undesignated Saladar-Strawn Gas Pool, Undesignated West Burton Flat-Strawn Gas Pool, Undesignated Northeast Avalon-Atoka Gas Pool, Undesignated West Burton Flat-Atoka Gas Pool, and Burton Flat-Morrow Gas Pool; Lots 1, 2, and the E½NW¼ of Section 31 to form a non-standard 157.10acre gas spacing and proration unit for any and all formations and/or pools developed on 160-acre spacing within that vertical extent, including but not limited to the East Avalon-Bone Spring Gas Pool and Undesignated Burton Flat-Bone Spring Associated Pool; and Lot 2 of Section 31 to form a nonstandard 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 Undesignated Avalon-Delaware Pool, Undesignated East Penlon-Bone Spring Pool, Undesignated Avalon-Lower Bone Spring Pool, and Undesignated Burton Flat-Bone Spring Associated Pool. The unit is to be dedicated to applicant's Liberty "31" Fed. St. Com. Well No. 1, to be drilled at an orthodox well location in Lot 2 (Unit E) 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 unit is located approximately 8 miles north of Carlsbad, New Mexico.