

PROPOSED ADVERTISEMENT

Case 12979: Application of Nadel and Gussman Permian, L.L.C. 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 6, Township 23 South, Range 28 East, NMPM, and in the following manner: Lots 1-5, the S $\frac{1}{2}$ NE $\frac{1}{4}$ , and the SE $\frac{1}{4}$ NW $\frac{1}{4}$  (the N $\frac{1}{2}$  equivalent) to form a standard 317.26-acre 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 Undesignated Loving-Upper Pennsylvanian Gas Pool, Undesignated North Loving-Atoka Gas Pool, and Undesignated North Loving-Morrow Gas Pool; and Lots 1, 2, and the S $\frac{1}{2}$ NE $\frac{1}{4}$  (the NE $\frac{1}{4}$  equivalent) to form a standard 159.40-acre gas spacing and proration unit for any and all formations and/or pools developed on 160-acre spacing within that vertical extent. The units are to be dedicated to applicant's Julius Well No. 1, to be drilled at an orthodox location in the SW $\frac{1}{4}$ NE $\frac{1}{4}$  (Unit G) of Section 6. 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 2 $\frac{1}{2}$  miles southeast of Otis, New Mexico.