

FIRST JUDICIAL DISTRICT COURT

STATE OF NEW MEXICO

COUNTY OF RIO ARriba

No. RA 87-93(C)

KIMBELL OIL COMPANY OF TEXAS,
et al.,

Plaintiffs,

vs.

EL PASO NATURAL GAS COMPANY,

Defendant.

AFFIDAVIT OF FRANK CHAVEZ

STATE OF NEW MEXICO)
) ss.
COUNTY OF SAN JUAN)

Frank Chavez, being duly sworn, deposes and states as follows:

1. My name is Frank Chavez. I am over twenty-one years of age and fully competent to make this affidavit.
2. I am District Supervisor for Division III of the New Mexico Oil Conservation Division. I have held that position since 1980. As district supervisor I am responsible for the management and supervision of all regulatory activities of the Oil Conservation Division for the San Juan Basin.
3. Producers and operators of wells located in the San Juan Basin may request, through this office, that an allowable be assigned to their wells. In order for an

allowable to be assigned to a particular well the operator or producer must file a "Well Deliverability Test" (Form C-122-A). The request must be properly filed with this office and there should be some indication that the test data is an initial test rather than an annual test.

4. Sims oil filed a Deliverability Test on the Salazar 4E well located in Section 34, Township 25^N, Range 6W, Rio Arriba County, New Mexico on August 9, 1984. There was no indication that the test data reflected on the request was the result of an initial test and that Sims was requesting that an allowable be assigned to the Salazar 4E. As a result an allowable was not assigned to the Salazar 4E until March, 1985, retroactive to May, 1984.

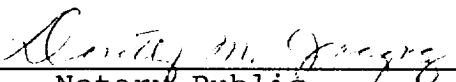
FURTHER AFFIANT SAYETH NOT.



FRANK CHAVEZ

STATE OF NEW MEXICO)
) ss.
COUNTY OF SAN JUAN)

SUBSCRIBED AND SWORN TO before me on this 7th day of July, 1988, by Frank Chavez.



Notary Public

My Commission Expires:

August 18, 1990