BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF HARVEY E. YATES COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

) ss.

Case No. 13,936

AFFIDAVIT OF NOTICE

COUNTY OF SANTA FE

STATE OF NEW MEXICO)

My Commission Expires:

James Bruce, being duly sworn upon his oath, deposes and states:

1. I am over the age of 18, and have personal knowledge of the matters stated herein.

2. I am an attorney for Harvey E. Yates Company, and have personal knowledge of the matters stated herein.

3. Applicant has conducted a good faith, diligent effort to find the names and correct addresses of the interest owners entitled to receive notice of the application filed herein.

4. Notice of the application was provided to the interest owners, at their correct addresses, by certified mail. Copies of the notice letters and certified return receipts are attached hereto as Exhibit A.

5. Applicant has complied with the notice provisions of Division Rule 1210.

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SUBSCRIBED AND SWORN TO before me this $\underline{b0th}$ day of June, 2007 by James Bruce.

3/14/09

Notary Public

Oil Conservation Division Case No. Exhibit No.

JAMES BRUCE ATTORNEY AT LAW

POST OFFICE BOX 1056 SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213 SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone) (505) 660-6612 (Cell) (505) 982-2151 (Fax)

jamesbruc@aol.com

May 31, 2007

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and gentlemen:

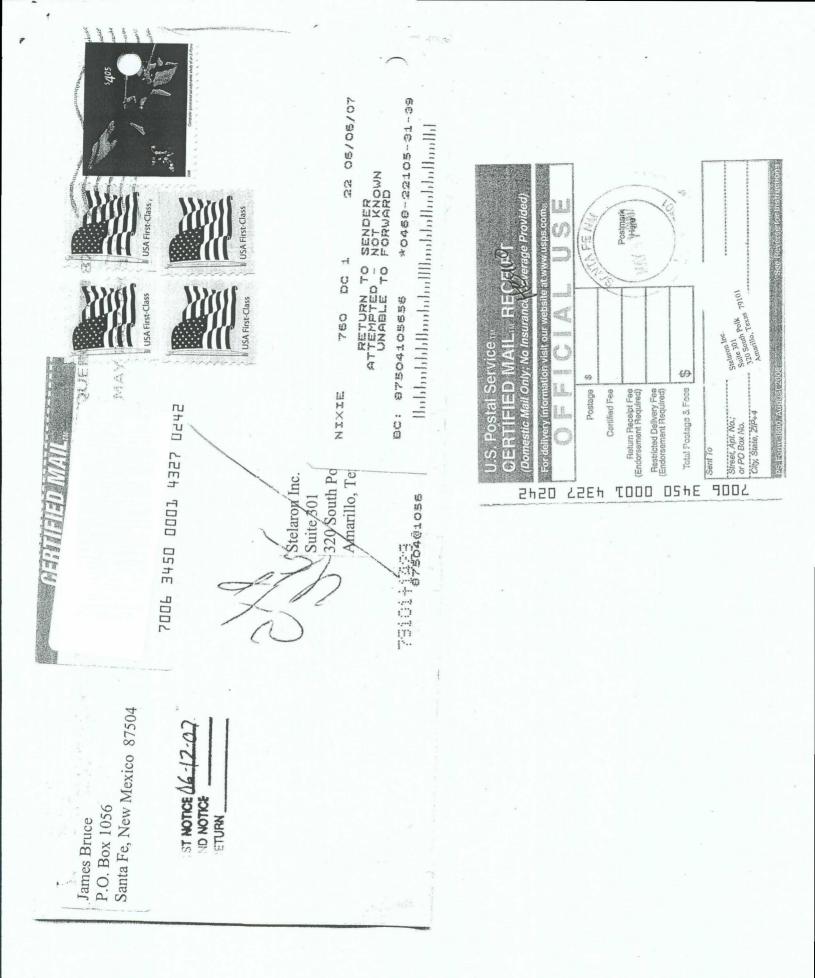
Enclosed is a copy of an application for compulsory pooling, filed with the New Mexico Oil Conservation Division by Harvey E. Yates Company, regarding the W½ of Section 12, Township 18 South, Range 31 East, N.M.P.M., Eddy County, New Mexico. This matter is scheduled for hearing at 8:15 a.m. on Thursday, June 21, 2007, at the Division's offices at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. As an interest owner in the well unit, you have the right to enter an appearance and participate in the case. Failure to appear will preclude you from contesting this matter at a later date.

You are required to notify (in writing) the Division, and the undersigned, by Thursday, June 14, 2007 if you intend to participate at the hearing.

Very truly yours,

Attorney for Harvey E. Yates Company

EXHIBIT



□ Agent □ Addressee Express Mail
Return Receipt for Merchandise 102595-02-M-1540 C/ Date of Delivery A 19.4.0 D Yes COMPLETE THIS SECTION ON DELIVERY If YES, enter delivery address below: PAT Esciented Name) 4. Restricted Delivery? (Extra Fee) C.O.D. Roscolant H220 254 Domestic Rayin Rivelpt Revice Service Type Insured Mail Registered Signature Ende oghe XLA × e. Attach this card to the back of the malipiece, Print your name and address on the reverse 206 and 3. Also complete SENDER: COMPLETE THIS SECTION item 4 if Restricted Delivery is desired. so that we can return the card to you. Yates Energy Corporation P.O. Box 2323 Roswell, New Mexico 88202 or on the front if space permits. PS Form 3811, February 2004 (Hansier from service label) Complete items 1 1. Article Addressed to: 2. Article Mumber Ł

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