12/40 SUSPENSE EZECTY M 12/407 OLS PKVRO734046738

OAZE IN TYPE OLD APP NO PKVRO734046738

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

Th	HIS CHECKLIST IS M	ANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGU	ILATIONS
Applic	ation Acronym	WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE	
	[NSL-Non-Star [DHC-Down	ndard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication nhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] ol Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]	
	-	[WFX-Waterflood Expansion] [PMX-Prossure Maintenance Expansion]	
	TEOR-Qual	[SWD-Salt Water Disposal] [IPI-injection Pressure Increase] Iffied Enhanced Oil Recovery Cortification] [PPR-Positive Production Response]	
F4 7	-		· ·
[1]	[A]	PLICATION - Check Those Which Apply for [A] Location - Spacing Unit - Simultaneous Dedication NSL NSP SD	Agran d
	Check	One Only for [B] or [C]	8
	[B]	Commingling - Storage - Measurement ☐ DHC	
	[C]	Injection - Disposal - Pressure Increase - Enhanced Oil Recovery WFX PMX SWD IPI EOR PPR	6
•	[D]	Other: Specify	= = = = = = = = = = = = = = = = = = =
[2]	NOTIFICAT: [A]	ION REQUIRED TO: - Check Those Which Apply, or Does Not Apply Working, Royalty or Overriding Royalty Interest Owners	28
	[8]	Offset Operators, Leaseholders or Surface Owner	
	[C]	Application is One Which Requires Published Legal Notice	e Afrik Age
	[D]	Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office	
	(E)	For all of the above, Proof of Notification or Publication is Attached, and/or,	all a
•	[F]	☐ Waivers are Attached	in the second se
[3]	SUBMIT ACCOR APPLICA	CURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THATION INDICATED ABOVE.	E TYPE
	val is <mark>accurate</mark> a	FION: I hereby certify that the information submitted with this application for admining complete to the best of my knowledge. I also understand that no action will be talguired information and notifications are submitted to the Division.	
	Note:	Statement must be completed by an individual with managerial and/or supervisory capacity.	Å.
Ama Print o	unda Pickne or Type Name	Signature Eng. Tech. I	2/3/07 Date
	,	amanda pickney@usaa	pachecoop

RECEIVED

2007 NOV 30 PM 1 58

6120 S. YALE / SUITE 1500 / TULSA, OKLAHOMA 74136-4224



WWW.APACHECORP.COM Telephone: (918) 491-4900

)

November 29, 2007

New Mexico Energy and Natural Resources Department Oil Conservation Division Attn: Will Jones 1220 South St. Francis Drive Santa Fe, NM 87505

RE:

Federal A Well #2 (API No. 30-025-07239 and HD Schenck Well #1 (API No. 30-025-07242) Units A and B of Section 14, Range 13 South, Township 38 East, Lea County, New Mexico Bronco; Silurian; Devonian Field Application for Tank Battery and Off Lease Storage and Measurement

Dear Mr. Jones:

This application is in response to your letter dated November 19, 2007, regarding the above referenced wells. The following documentation has been enclosed:

- Form C-107B
- · Schematic of the flow lines
- Schematic outline of the 2 leases
- List of all revenue interest owners in both leases
- Proof that they have been notified via certified mail of the intent to commingle

Please contact me at <u>amanda.pickney@usa.apachcorp.com</u> or (918)491-4852, if you have any questions regarding this application.

Respectfully.

Amanda Pickney

Engineering Technician I

District I

1625 N. French Drive, Hobbs, NM 88240 District II

1301 W. Grand Ave, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410

E-MAIL ADDRESS: <u>amanda.pickney@usa.apachecorp.com</u>

District IV

1220 S. St Francis Dr. Santa Fe. NM 87505

State of New Mexico Energy, Minerals and Natural Resources Department

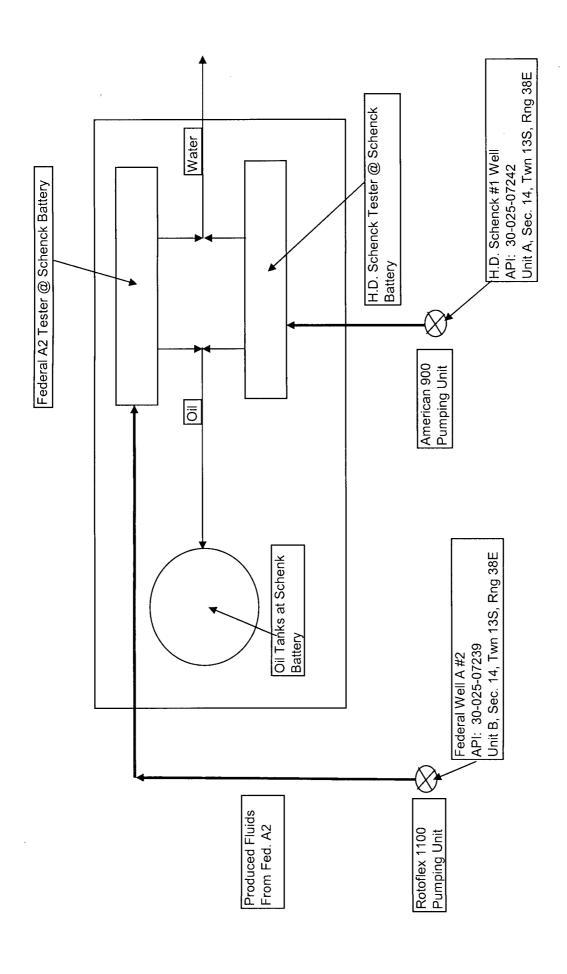
OIL CONSERVATION DIVISION

1220 S. St Francis Drive Santa Fe, New Mexico 87505

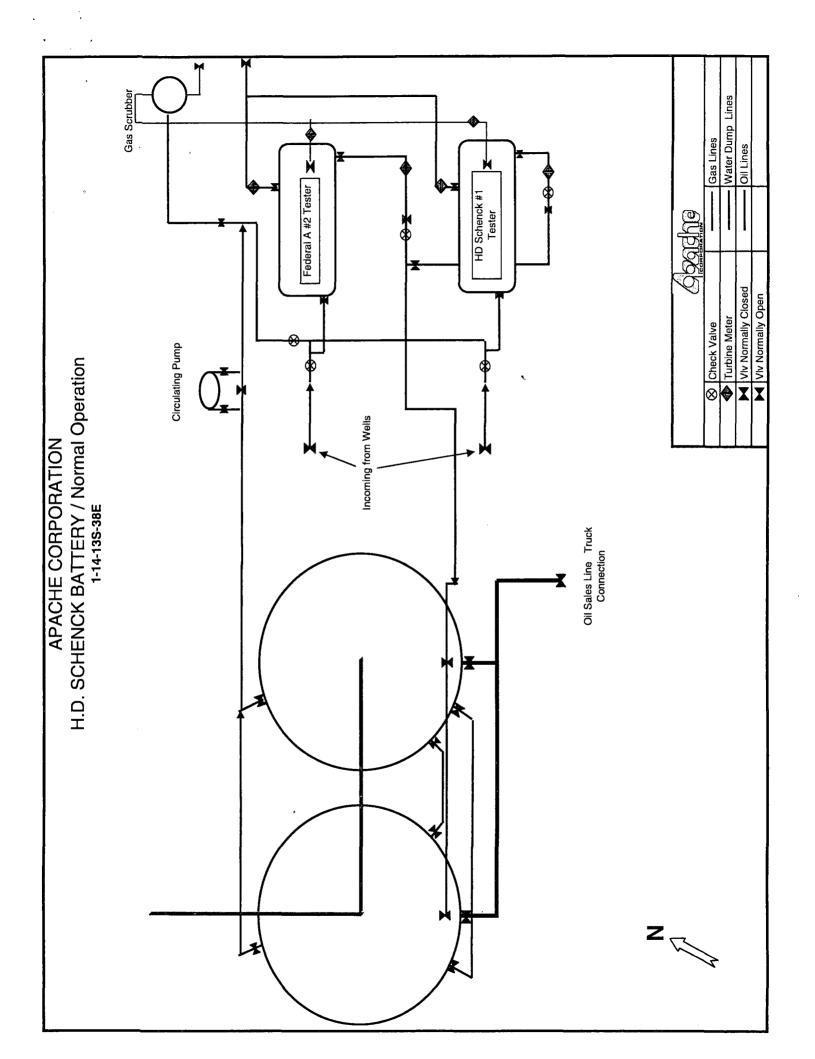
Form C-107-B Revised June 10, 2003

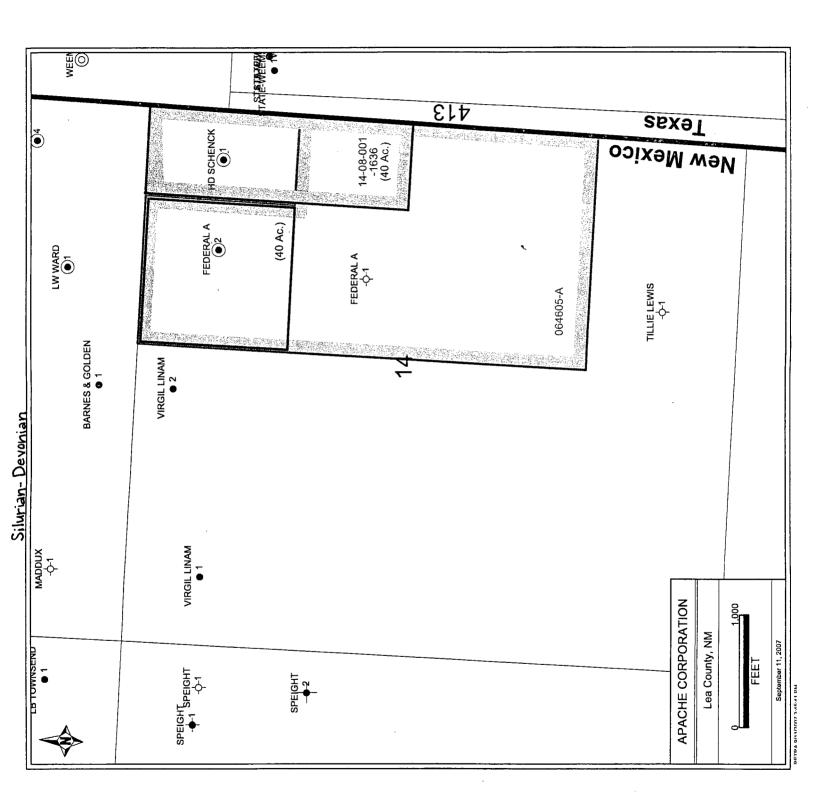
Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

	ON FOR SURFACE (COMMINGLING	(DIVERSE	OWNERSHIP)					
OPERATOR NAME: Apache Corporation									
OPERATOR ADDRESS: 6120 S. Yale Ave., Ste. 1500, Tulsa, OK 74136-4224									
APPLICATION TYPE:									
☐ Pool Commingling ☐ Lease Commingling ☐ Pool and Lease Commingling ☐ Off-Lease Storage and Measurement (Only if not Surface Commingled)									
LEASE TYPE: Fee State Eederal									
Is this an Amendment to existing Order? \(\sumsymbol{\subset} \) Yes \(\sumsymbol{\subset} \) No If "Yes", please include the appropriate Order No									
Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling Yes No									
(A) POOL COMMINGLING Please attach sheets with the following information									
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes				
				•					
(2) Are any wells producing at top allowables? ☐ Yes ☐ No (3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No. (4) Measurement type: ☐ Metering ☐ Other (Specify) (5) Will commingling decrease the value of production? ☐ Yes ☐ No If "yes", describe why commingling should be approved									
(B) LEASE COMMINGLING									
Please attach sheets with the following information									
(1) Pool Name and Code. Bronco – Silurian - Devonian									
(2) Is all production from same source of supply? Yes No									
(3) Has all interest owners been notified by certified mail of the proposed commingling? [A) Measurement type: Metering									
(4) Measurement type: Metering Other (Specify)									
(C) POOL and LEASE COMMINGLING									
Please attach sheets with the following information									
(1) Complete Sections A and E.		······································							
	(D) OFF LEACE CT	OD A CE I ME A	CLIDENTENIE						
	(D) OFF-LEASE ST	ets with the following							
(1) Is all production from same sour			into mation						
(2) Include proof of notice to all inte	erest owners.								
(E) ADDITIONAL INFORMATION (for all application types) Please attach sheets with the following information									
(1) A schematic diagram of facility,									
(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.									
(3) Lease Names, Lease and Well Numbers, and API Numbers.									
I hereby certify that the information above is true and complete to the best of my knowledge and belief.									
SIGNATURE: Manda Pickney TITLE: Engineering Technician I DATE: 11/28/2007									
TYPE OR PRINT NAME: Amanda Pickney TELEPHONE NO.: (918) 491-4852									



ı





Tuesday, 11/27/2007 11:31:56 DOI / OWNER INTEREST QUERY

Property/DOI:

31209101/00011

Name: SCHENCK, H D UNIT OIL

State: NM Cnty: 025 LEA Prod: OIL Venture Number: 008462 0019683502 RICHARD BLOTER REV TRUST 0.00194250 PO BOX 3546 LAKE JACKSON 77566 TAX ID NO: 523888498 WI 0.01750000 0019389602 PAULA FRANCIS EDWARDS 01 3142 CHIMNEY CIRCLE ABILENE TX 79606 TAX ID NO: 466801787 0.49812250 APACHE CORPORATION 0000001003 2000 POST OAK BLVD SUITE 100 HOUSTON TX 77056 TAX ID NO: 410747868 0010717801 THE TOLES COMPANY OR 01 0.00129500 P O BOX 1300 ROSWELL 88202-1300 NM TAX ID NO: 850244494 OR 01 0.00388500 0007742401 WILLS ROYALTY INC P O BOX 1658 CARLSBAD 88221-1658 TAX ID NO: 850342811 0012652701 RUBIE CROSBY BELL FAMILY 0.00194250 1331 THIRD ST. **NEW ORLEANS** 70130-5743 TAX ID NO: 721258280 WI 01 THE BETELGUESE TRUST 0.14530830 0031218701 PO BOX 1937 FREDERICKSBURG TΧ 78624 TAX ID NO: 766052107 0031219401 CRAIG A EDWARDS SEPARATE PROPERTY WI 01 0.12209170 626 SHOREWOOD DRIVE SEABROOK 77586 TAX ID NO: 459981875

Tuesday, 11/27/2007 11:31:56

DOI / OWNER INTEREST QUERY

Property/DOI: Name: SCHENCK, H D UNIT OIL 31209101/00011 State: NM Cnty: 025 LEA Prod: OIL Venture Number: 008462 0031316001 ROBERT ERLE PAYNE 0.03821880 P.O. BOX 577 HERMOSA BEACH 90254 TAX ID NO: 525244246 0031329601 KIRBY D SCHENCK TRUSTS RI 01 0.05478020 TRUST DIVISION P O BOX 1627 LOVINGTON NM 88260 TAX ID NO. **8**50435259 0031372001 0.00194250 MARY LEE S REESE P O BOX 58531 SALT LAKE CITY 84158 TAX ID NO: 585016020 0031397101 IRMA LEE ADUDDELL RI 01 0.02165730 522 WEST AVE A LOVINGTON 88260 NM TAX ID NO: 585422355 RI 01 0.00000000 0031398601 KIRBY D SCHENCK P O BOX 1225 LOVINGTON TAX ID NO: 525440963 0031445501 FIRST ROSWELL COMPANY 01 0.00194250 P O BOX 1797 ROSWELL NM 88202 TAX ID NO: 856009583 0031460401 SHELLEY E WRIGHT HICKMAN RI + 01 0.03821870 411 SOUTH "M" STREET MIDLAND 79701 ΤX TAX ID NO: 451198754 0031466201 SUE SAUNDERS GRAHAM OR 01 0.00129500 P O BOX 987 ROSWELL

NM

TAX ID NO:

88202

528567090

DOI / OWNER INTEREST QUERY Tuesday, 11/27/2007 11:31:56

Property/DOI: Name: SCHENCK, H D UNIT OIL 31209101/00011 State: NM Cnty: 025 LEA Prod: OIL Venture Number: 008462 ELYSE S PATTERSON TRUST INV LLC OR 0.00129500 0019874301 PO BOX 3480 OIL & GAS DEPT OMAHA NE 68103-0480 TAX ID NO: 999999999 01 0.04856250 MINERALS MANAGEMENT SERVICE 0085385901 PO BOX 5810 TA DENVER

> 80217-5810 TAX ID NO: 840848646

co

1.00000000 TOTAL DOI 31209101/00011

REPORT: DO_DOI_OWNER V1.1

Page 3 of 3

Tuesday, 11/27/2007 11:32:27

DOI / OWNER INTEREST QUERY

Property/DOI:

31203601/00007

Name: FEDERAL A 2 O/C

State: NM Cnty: 025 LEA Prod: OIL/CONDENSATE Venture Number: 008500 0.00194250 OR 01 RICHARD BLOTER REV TRUST 0019683502 PO BOX 3546 LAKE JACKSON TX 77566 TAX ID NO: 523888498 0.49812250 WI 0000001003 APACHE CORPORATION 2000 POST OAK BLVD SUITE 100 HOUSTON 77056 TX TAX ID NO: 410747868 0085385901 MINERALS MANAGEMENT SERVICE 0.04856250 PO BOX 5810 TA DENVER CO 80217-5810 TAX ID NO: 840848646 0010717801 THE TOLES COMPANY OR 01 0.00129500 P O BOX 1300 ROSWELL 88202-1300 TAX ID NO: 850244494 0.00388500 OR 01 0007742401 WILLS ROYALTY INC P O BOX 1658 CARLSBAD NM 88221-1658 TAX ID NO: 850342811 0.00194250 0012652701 RUBIE CROSBY BELL FAMILY OR 01 1331 THIRD ST. **NEW ORLEANS** LA 70130-5743 TAX ID NO: 721258280 THE BETELGUESE TRUST 01 0.14530830 0031218701 PO BOX 1937 FREDERICKSBURG 78624 TAX ID NO: 766052107 0.12209170 Wi 01 0031219401 CRAIG A EDWARDS SEPARATE PROPERTY 626 SHOREWOOD DRIVE SEABROOK 77586 TX TAX ID NO: 459981875

DOI / OWNER INTEREST QUERY Tuesday, 11/27/2007 11:32:27 Property/DOI: 31203601/00007 Name: FEDERAL A 2 O/C State: NM Cnty: 025 LEA Prod: OIL/CONDENSATE Venture Number: 008500 0031316001 ROBERT ERLE PAYNE RI 01 0.03821880 P.O. BOX 577 HERMOSA BEACH CA 90254 TAX ID NO: 525244246 0031329601 KIRBY D SCHENCK TRUSTS 0.05478020 TRUST DIVISION P O BOX 1627 LOVINGTON NM 88260 TAX ID NO: 850435259 0031372001 MARY LEE S REESE OR 01 0.00194250 P O BOX 58531 SALT LAKE CITY 84158 UT TAX ID NO: 585016020 0.02165730 RI 01 0031397101 IRMA LEE ADUDDELL 522 WEST AVE A LOVINGTON 88260 TAX ID NO: 585422355 0031398601 KIRBY D SCHENCK 01 0.00000000 P O BOX 1225 LOVINGTON NM 88260 TAX ID NO: 525440963 OR 0.00194250 01 0031445501 FIRST ROSWELL COMPANY P O BOX 1797 ROSWELL NM 88202 TAX ID NO: 856009583 0031460401 SHELLEY E WRIGHT HICKMAN RI 01 0.03821870 411 SOUTH "M" STREET MIDLAND TX 79701 TAX ID NO: 451198754 OR 01 0.00129500 0031466201 SUE SAUNDERS GRAHAM P O BOX 987

ROSWELL NM

TAX ID NO:

88202

528567090

Tuesday, 11/27/2007 11:32:27 DOI / OWNER INTEREST QUERY

TAX ID NO:

999999999

TOTAL DOI 31203601/00007

Property/DOI: Name: FEDERAL A 2 O/C 31203601/00007 State: NM Cnty: 025 LEA Prod: OIL/CONDENSATE Venture Number: 008500 PAULA FRANCIS EDWARDS 0.01750000 0019389602 3142 CHIMNEY CIRCLE ABILENE 79606 TX TAX ID NO: 466801787 01 0.00129500 0019874301 ELYSE S PATTERSON TRUST INV LLC PO BOX 3480 OIL & GAS DEPT OMAHA 68103-0480

1.00000000

To Whom It May Concern,

The following letters, which indicate the intent to commingle production, were sent out to each of the interest owners for the Federal A #2 and the HD Schenk #1. They were sent on 11/28/2007 via certified mail.

Regards,

Ghanda Pickney
Amanda Pickney

Engineering Technician

November 29, 2007

Craig A Edwards Separate Property 626 Shorewood Drive Seabrook, TX 77586

RE: Federal A Well #2 (API No. 30-025-07239) and HD Schenck Well #1 (API # 30-025-07242)
Units A and B of Section 14, Range 13 South, Township 38 East, Lea County, New Mexico Bronco, Siluro Devonian Pool (7410)
Application for Common Tank Battery and Off Lease Storage and Measurement

Dear Revenue Interest Owner:

The Federal A Well #2 was temporarily abandoned for a number of years. It was recently re-activated and returned to production. The Federal A battery no longer exists. Out of operation simplicity and cost savings, a flow line was installed from the Federal A Well #2 to the existing Schenck Battery. A separate tester was installed for the fluids coming from the Federal A Well #2 and the production from the Federal A Well #2 is surface commingled with the production from the HD Schenck at this existing battery.

As per Division Rule 303, you are to receive a copy or our application. Please see the attached documents. If you object to the surface commingling of these leases, please send your objection in writing within 20 days to the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The contact telephone number is (505) 476-3440.

Thank you,

Clint Brian, P.E. Sr. Production Engineer

(918)491-4947



November 29, 2007

Elyse S Patterson Trust Inv LLC PO Box 3480 Oil & Gas Dept Omaha, NE 68103-0480

RE: Federal A Well #2 (API No. 30-025-07239) and HD Schenck Well #1 (API # 30-025-07242)
Units A and B of Section 14, Range 13 South, Township 38 East, Lea County, New Mexico Bronco, Siluro Devonian Pool (7410)
Application for Common Tank Battery and Off Lease Storage and Measurement

Dear Revenue Interest Owner:

The Federal A Well #2 was temporarily abandoned for a number of years. It was recently re-activated and returned to production. The Federal A battery no longer exists. Out of operation simplicity and cost savings, a flow line was installed from the Federal A Well #2 to the existing Schenck Battery. A separate tester was installed for the fluids coming from the Federal A Well #2 and the production from the Federal A Well #2 is surface commingled with the production from the HD Schenck at this existing battery.

As per Division Rule 303, you are to receive a copy or our application. Please see the attached documents. If you object to the surface commingling of these leases, please send your objection in writing within 20 days to the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The contact telephone number is (505) 476-3440.

Thank you,

Clint Brian, P.E. Sr. Production Engineer

Int Bus

(918)491-4947



November 29, 2007

First Roswell Company PO Box 1797 Roswell, NM 88202

RE: Federal A Well #2 (API No. 30-025-07239) and HD Schenck Well #1 (API # 30-025-07242)
Units A and B of Section 14, Range 13 South, Township 38 East, Lea County, New Mexico Bronco, Siluro Devonian Pool (7410)
Application for Common Tank Battery and Off Lease Storage and Measurement

Dear Revenue Interest Owner:

The Federal A Well #2 was temporarily abandoned for a number of years. It was recently re-activated and returned to production. The Federal A battery no longer exists. Out of operation simplicity and cost savings, a flow line was installed from the Federal A Well #2 to the existing Schenck Battery. A separate tester was installed for the fluids coming from the Federal A Well #2 and the production from the Federal A Well #2 is surface commingled with the production from the HD Schenck at this existing battery.

As per Division Rule 303, you are to receive a copy or our application. Please see the attached documents. If you object to the surface commingling of these leases, please send your objection in writing within 20 days to the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The contact telephone number is (505) 476-3440.

Thank you,

Clint Brian, P.E. Sr. Production Engineer

Int Bus

(918)491-4947



November 29, 2007

Irma Lee Aduddell 522 West Ave A Lovington, NM 88260

RE: Federal A Well #2 (API No. 30-025-07239) and HD Schenck Well #1 (API # 30-025-07242)
Units A and B of Section 14, Range 13 South, Township 38 East, Lea County, New Mexico Bronco, Siluro Devonian Pool (7410)
Application for Common Tank Battery and Off Lease Storage and Measurement

Dear Revenue Interest Owner:

The Federal A Well #2 was temporarily abandoned for a number of years. It was recently re-activated and returned to production. The Federal A battery no longer exists. Out of operation simplicity and cost savings, a flow line was installed from the Federal A Well #2 to the existing Schenck Battery. A separate tester was installed for the fluids coming from the Federal A Well #2 and the production from the Federal A Well #2 is surface commingled with the production from the HD Schenck at this existing battery.

As per Division Rule 303, you are to receive a copy or our application. Please see the attached documents. If you object to the surface commingling of these leases, please send your objection in writing within 20 days to the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The contact telephone number is (505) 476-3440.

Thank you,

Clint Brian, P.E.

Sr. Production Engineer

(918)491-4947



November 29, 2007

Kirby D Shenck Trusts Trust Division PO Box 58531 Salt Lake City, UT 84158

RE: Federal A Well #2 (API No. 30-025-07239) and HD Schenck Well #1 (API # 30-025-07242)
Units A and B of Section 14, Range 13 South, Township 38 East, Lea County, New Mexico Bronco, Siluro Devonian Pool (7410)
Application for Common Tank Battery and Off Lease Storage and Measurement

Dear Revenue Interest Owner:

The Federal A Well #2 was temporarily abandoned for a number of years. It was recently re-activated and returned to production. The Federal A battery no longer exists. Out of operation simplicity and cost savings, a flow line was installed from the Federal A Well #2 to the existing Schenck Battery. A separate tester was installed for the fluids coming from the Federal A Well #2 and the production from the Federal A Well #2 is surface commingled with the production from the HD Schenck at this existing battery.

As per Division Rule 303, you are to receive a copy or our application. Please see the attached documents. If you object to the surface commingling of these leases, please send your objection in writing within 20 days to the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The contact telephone number is (505) 476-3440.

Thank you,

Clint Brian, P.E. Sr. Production Engineer

Int Bus

(918)491-4947



November 29, 2007

Kirby D Schenck PO Box 1225 Lovington, NM 88260

RE: Federal A Well #2 (API No. 30-025-07239) and HD Schenck Well #1 (API # 30-025-07242)
Units A and B of Section 14, Range 13 South, Township 38 East, Lea County, New Mexico Bronco, Siluro Devonian Pool (7410)
Application for Common Tank Battery and Off Lease Storage and Measurement

Dear Revenue Interest Owner:

The Federal A Well #2 was temporarily abandoned for a number of years. It was recently re-activated and returned to production. The Federal A battery no longer exists. Out of operation simplicity and cost savings, a flow line was installed from the Federal A Well #2 to the existing Schenck Battery. A separate tester was installed for the fluids coming from the Federal A Well #2 and the production from the Federal A Well #2 is surface commingled with the production from the HD Schenck at this existing battery.

As per Division Rule 303, you are to receive a copy or our application. Please see the attached documents. If you object to the surface commingling of these leases, please send your objection in writing within 20 days to the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The contact telephone number is (505) 476-3440.

Thank you,

Clint Brian, P.E. Sr. Production Engineer

(918)491-4947



November 29, 2007

Mary Lee S Reese PO Box 58531 Salt Lake City, UT 84158

RE: Federal A Well #2 (API No. 30-025-07239) and HD Schenck Well #1 (API # 30-025-07242)
Units A and B of Section 14, Range 13 South, Township 38 East, Lea County, New Mexico Bronco, Siluro Devonian Pool (7410)
Application for Common Tank Battery and Off Lease Storage and Measurement

Dear Revenue Interest Owner:

The Federal A Well #2 was temporarily abandoned for a number of years. It was recently re-activated and returned to production. The Federal A battery no longer exists. Out of operation simplicity and cost savings, a flow line was installed from the Federal A Well #2 to the existing Schenck Battery. A separate tester was installed for the fluids coming from the Federal A Well #2 and the production from the Federal A Well #2 is surface commingled with the production from the HD Schenck at this existing battery.

As per Division Rule 303, you are to receive a copy or our application. Please see the attached documents. If you object to the surface commingling of these leases, please send your objection in writing within 20 days to the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The contact telephone number is (505) 476-3440.

Thank you.

Clint Brian, P.E.

Sr. Production Engineer

Int Buin

(918)491-4947



November 29, 2007

Minerals Management Service PO Box 5810 TA Denver, CO 80217-5810

RE: Federal A Well #2 (API No. 30-025-07239) and HD Schenck Well #1 (API # 30-025-07242)
Units A and B of Section 14, Range 13 South, Township 38 East, Lea County, New Mexico Bronco, Siluro Devonian Pool (7410)
Application for Common Tank Battery and Off Lease Storage and Measurement

Dear Revenue Interest Owner:

The Federal A Well #2 was temporarily abandoned for a number of years. It was recently re-activated and returned to production. The Federal A battery no longer exists. Out of operation simplicity and cost savings, a flow line was installed from the Federal A Well #2 to the existing Schenck Battery. A separate tester was installed for the fluids coming from the Federal A Well #2 and the production from the Federal A Well #2 is surface commingled with the production from the HD Schenck at this existing battery.

As per Division Rule 303, you are to receive a copy or our application. Please see the attached documents. If you object to the surface commingling of these leases, please send your objection in writing within 20 days to the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The contact telephone number is (505) 476-3440.

Thank you,

Clint Brian, P.E. Sr. Production Engineer

W Bus

(918)491-4947

November 29, 2007

Paula Francis Edwards 3142 Chimney Circle Abilene, TX 79606

RE: Federal A Well #2 (API No. 30-025-07239) and HD Schenck Well #1 (API # 30-025-07242)
Units A and B of Section 14, Range 13 South, Township 38 East, Lea County, New Mexico Bronco, Siluro Devonian Pool (7410)
Application for Common Tank Battery and Off Lease Storage and Measurement

Dear Revenue Interest Owner:

The Federal A Well #2 was temporarily abandoned for a number of years. It was recently re-activated and returned to production. The Federal A battery no longer exists. Out of operation simplicity and cost savings, a flow line was installed from the Federal A Well #2 to the existing Schenck Battery. A separate tester was installed for the fluids coming from the Federal A Well #2 and the production from the Federal A Well #2 is surface commingled with the production from the HD Schenck at this existing battery.

As per Division Rule 303, you are to receive a copy or our application. Please see the attached documents. If you object to the surface commingling of these leases, please send your objection in writing within 20 days to the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The contact telephone number is (505) 476-3440.

Thank you,

Clint Brian, P.E. Sr. Production Engineer

(918)491-4947



November 29, 2007

Richard Bloter PO Box 3546 Lake Jackson, TX 77566

RE: Federal A Well #2 (API No. 30-025-07239) and HD Schenck Well #1 (API # 30-025-07242)
Units A and B of Section 14, Range 13 South, Township 38 East, Lea County, New Mexico Bronco, Siluro Devonian Pool (7410)
Application for Common Tank Battery and Off Lease Storage and Measurement

Dear Revenue Interest Owner:

The Federal A Well #2 was temporarily abandoned for a number of years. It was recently re-activated and returned to production. The Federal A battery no longer exists. Out of operation simplicity and cost savings, a flow line was installed from the Federal A Well #2 to the existing Schenck Battery. A separate tester was installed for the fluids coming from the Federal A Well #2 and the production from the Federal A Well #2 is surface commingled with the production from the HD Schenck at this existing battery.

As per Division Rule 303, you are to receive a copy or our application. Please see the attached documents. If you object to the surface commingling of these leases, please send your objection in writing within 20 days to the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The contact telephone number is (505) 476-3440.

Thank you,

Clint Brian, P.E. Sr. Production Engineer

(918)491-4947



November 29, 2007

Robert Erle Payne PO Box 577 Hermosa Beach, CA 90254

RE: Federal A Well #2 (API No. 30-025-07239) and HD Schenck Well #1 (API # 30-025-07242)
Units A and B of Section 14, Range 13 South, Township 38 East, Lea County, New Mexico Bronco, Siluro Devonian Pool (7410)
Application for Common Tank Battery and Off Lease Storage and Measurement

Dear Revenue Interest Owner:

The Federal A Well #2 was temporarily abandoned for a number of years. It was recently re-activated and returned to production. The Federal A battery no longer exists. Out of operation simplicity and cost savings, a flow line was installed from the Federal A Well #2 to the existing Schenck Battery. A separate tester was installed for the fluids coming from the Federal A Well #2 and the production from the Federal A Well #2 is surface commingled with the production from the HD Schenck at this existing battery.

As per Division Rule 303, you are to receive a copy or our application. Please see the attached documents. If you object to the surface commingling of these leases, please send your objection in writing within 20 days to the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The contact telephone number is (505) 476-3440.

Thank you,

Clint Brian, P.E. Sr. Production Engineer (918)491-4947

Int Buin



November 29, 2007

Ruby Crosby Bell Family 1331 Third St. New Orleans, LA 70130-5743

RE: Federal A Well #2 (API No. 30-025-07239) and HD Schenck Well #1 (API # 30-025-07242)
Units A and B of Section 14, Range 13 South, Township 38 East, Lea County, New Mexico Bronco, Siluro Devonian Pool (7410)
Application for Common Tank Battery and Off Lease Storage and Measurement

Dear Revenue Interest Owner:

The Federal A Well #2 was temporarily abandoned for a number of years. It was recently re-activated and returned to production. The Federal A battery no longer exists. Out of operation simplicity and cost savings, a flow line was installed from the Federal A Well #2 to the existing Schenck Battery. A separate tester was installed for the fluids coming from the Federal A Well #2 and the production from the Federal A Well #2 is surface commingled with the production from the HD Schenck at this existing battery.

As per Division Rule 303, you are to receive a copy or our application. Please see the attached documents. If you object to the surface commingling of these leases, please send your objection in writing within 20 days to the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The contact telephone number is (505) 476-3440.

Thank you,

Clint Brian, P.E.

Sr. Production Engineer

(918)491-4947



November 29, 2007

Shelley E Wright Hickman 411 South "M" Street Midland, TX 79701

RE: Federal A Well #2 (API No. 30-025-07239) and HD Schenck Well #1 (API # 30-025-07242)
Units A and B of Section 14, Range 13 South, Township 38 East, Lea County, New Mexico Bronco, Siluro Devonian Pool (7410)
Application for Common Tank Battery and Off Lease Storage and Measurement

Dear Revenue Interest Owner:

The Federal A Well #2 was temporarily abandoned for a number of years. It was recently re-activated and returned to production. The Federal A battery no longer exists. Out of operation simplicity and cost savings, a flow line was installed from the Federal A Well #2 to the existing Schenck Battery. A separate tester was installed for the fluids coming from the Federal A Well #2 and the production from the Federal A Well #2 is surface commingled with the production from the HD Schenck at this existing battery.

As per Division Rule 303, you are to receive a copy or our application. Please see the attached documents. If you object to the surface commingling of these leases, please send your objection in writing within 20 days to the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The contact telephone number is (505) 476-3440.

Thank you.

Clint Brian, P.E. Sr. Production Engineer

WBUS

(918)491-4947



November 29, 2007

Sue Saunders Graham PO Box 987 Roswell, NM 88202

RE: Federal A Well #2 (API No. 30-025-07239) and HD Schenck Well #1 (API # 30-025-07242)
Units A and B of Section 14, Range 13 South, Township 38 East, Lea County, New Mexico Bronco, Siluro Devonian Pool (7410)
Application for Common Tank Battery and Off Lease Storage and Measurement

Dear Revenue Interest Owner:

The Federal A Well #2 was temporarily abandoned for a number of years. It was recently re-activated and returned to production. The Federal A battery no longer exists. Out of operation simplicity and cost savings, a flow line was installed from the Federal A Well #2 to the existing Schenck Battery. A separate tester was installed for the fluids coming from the Federal A Well #2 and the production from the Federal A Well #2 is surface commingled with the production from the HD Schenck at this existing battery.

As per Division Rule 303, you are to receive a copy or our application. Please see the attached documents. If you object to the surface commingling of these leases, please send your objection in writing within 20 days to the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The contact telephone number is (505) 476-3440.

Thank you,

Clint Brian, P.E. Sr. Production Engineer (918)491-4947

Int Bus



November 29, 2007

The Betelguese Trust PO Box 1937 Fredericksburg, VA 78624

RE: Federal A Well #2 (API No. 30-025-07239) and HD Schenck Well #1 (API # 30-025-07242)
Units A and B of Section 14, Range 13 South, Township 38 East, Lea County, New Mexico Bronco, Siluro Devonian Pool (7410)
Application for Common Tank Battery and Off Lease Storage and Measurement

Dear Revenue Interest Owner:

The Federal A Well #2 was temporarily abandoned for a number of years. It was recently re-activated and returned to production. The Federal A battery no longer exists. Out of operation simplicity and cost savings, a flow line was installed from the Federal A Well #2 to the existing Schenck Battery. A separate tester was installed for the fluids coming from the Federal A Well #2 and the production from the Federal A Well #2 is surface commingled with the production from the HD Schenck at this existing battery.

As per Division Rule 303, you are to receive a copy or our application. Please see the attached documents. If you object to the surface commingling of these leases, please send your objection in writing within 20 days to the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The contact telephone number is (505) 476-3440.

Thank you,

Clint Brian, P.E. Sr. Production Engineer

Int Bus

(918)491-4947



November 29, 2007

The Toles Company PO Box 1300 Roswell, NM 88202-1300

RE: Federal A Well #2 (API No. 30-025-07239) and HD Schenck Well #1 (API # 30-025-07242)
Units A and B of Section 14, Range 13 South, Township 38 East, Lea County, New Mexico Bronco, Siluro Devonian Pool (7410)
Application for Common Tank Battery and Off Lease Storage and Measurement

Dear Revenue Interest Owner:

The Federal A Well #2 was temporarily abandoned for a number of years. It was recently re-activated and returned to production. The Federal A battery no longer exists. Out of operation simplicity and cost savings, a flow line was installed from the Federal A Well #2 to the existing Schenck Battery. A separate tester was installed for the fluids coming from the Federal A Well #2 and the production from the Federal A Well #2 is surface commingled with the production from the HD Schenck at this existing battery.

As per Division Rule 303, you are to receive a copy or our application. Please see the attached documents. If you object to the surface commingling of these leases, please send your objection in writing within 20 days to the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The contact telephone number is (505) 476-3440.

Thank you,

Clint Brian, P.E.

Sr. Production Engineer

(918)491-4947



[918] 491-4900 FAX: [918] 491-4853 FAX: [918] 491-4854

November 29, 2007

Wills Royalty, Inc. PO Box 1658 Carlsbad, NM 88221-1658

RE: Federal A Well #2 (API No. 30-025-07239) and HD Schenck Well #1 (API # 30-025-07242)
Units A and B of Section 14, Range 13 South, Township 38 East, Lea County, New Mexico Bronco, Siluro Devonian Pool (7410)
Application for Common Tank Battery and Off Lease Storage and Measurement

Dear Revenue Interest Owner:

The Federal A Well #2 was temporarily abandoned for a number of years. It was recently re-activated and returned to production. The Federal A battery no longer exists. Out of operation simplicity and cost savings, a flow line was installed from the Federal A Well #2 to the existing Schenck Battery. A separate tester was installed for the fluids coming from the Federal A Well #2 and the production from the Federal A Well #2 is surface commingled with the production from the HD Schenck at this existing battery.

As per Division Rule 303, you are to receive a copy or our application. Please see the attached documents. If you object to the surface commingling of these leases, please send your objection in writing within 20 days to the Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The contact telephone number is (505) 476-3440.

Thank you,

Clint Brian, P.E. Sr. Production Engineer

Int Bun

(918)491-4947