STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTERAPPLICATION OF THE APPLICATION OF KC RESOURCES, INC. FOR A PRESSURE MAINTENANCE PROJECT IN, EDDY COUNTY, NEW MEXICO.

Case No. 14907

AFFIDAVIT

STATE OF NEW MEXICO }

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COUNTY OF SANTA FE

AFFIANT, ERNEST L. PADILLA, first being duly sworn on oath states:

Ernest L. Padilla, attorney for KC Resources, Inc., the Applicant herein, states that notice of the above-referenced Application was mailed to the interested parties shown on Exhibit "A" attached hereto in accordance with Oil Conservation Division Rules, and that true and correct copies of the notice letter and proof of notice are attached hereto. Additionally, attached are email communications between Affiant and Lime Rock Resources, Inc.

ERNEST L. PADILLA

SWORN TO AND SUBCRIBED to before me this day of December, 2012,

by ERNEST L. PADILLA.

Notary Public

sission Expires:

OCD Case# 14907 KC Resources, Inc. December 13, 2012

Ex# 9

EXHIBIT A Notice List

NMOCD Case# 14907

Lime Rock Resources Heritage Plaza, Suite 4600 1111 Bagby Street Houston, TX 77002 PADILLA LAW FIRM, P.A.

STREET ADDRESS 1512 S. ST. FRANCIS DRIVE SANTA FE, NM 87505 MAILING ADDRESS

P.O. BOX 2523 SANTA FE, NEW MEXICO 87504-2523 EMAIL ADDRESS

padillalawarqwestoffice.net

October 23, 2012

FACSIMILE 505-988-7592

CERTIFIED MAIL/RETURN RECEIPT REQUESTED

Lime Rock Resources Heritage Plaza, Suite 4600 1111 Bagby Street Houston, TX 77002

TELEPHONE

505-988-7577

Re: NMOCD Case# 14907; In the Matter of the Application of KC Resources, Inc. for Pressure Maintenance project, Eddy County, New Mexico

Ladies and Gentlemen:

This letter will advise that KC Resources, Inc. has filed an Application with the New Mexico Oil Conservation Division seeking an order for pressure maintenance project. A copy of the application is enclosed.

This application will be set for hearing before a Division Examiner on November 15, 2012 at 8:15 a.m. at the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico. You are not required to attend this hearing, but as an owner of an interest that may be affected, you may appear and present testimony. Failure to appear at the time and become a party of record will preclude you from challenging these applications at a later time. If you intend to attend the hearing and present testimony or evidence, you must enter your appearance and serve the Division, counsel for the Applicant, and other parties with a pre-hearing statement at least four business days before the scheduled hearing date in accordance with Division Rule 1211.

ery truly yours,

ERNEST L. PADILLA

ELP:ibg

cc: KC Resources, Inc.

39	U.S. Postal Service 161 CERTIFIED MAIL THE RECEIPT (Domestic Mail Only; No Insurance Coverage Provided) For delivery information visit our website at www.usps.comp			
8	For delivery informa	ion visit our website.	USE	
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SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Rintryour name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits.	A. Signature A. Signature A. Agents Addressee B. Received by (Printed Name). C. Pate of Delivery
1. Article Addressed to	D. Is delivery eddress different from iten If YES, enter delivery address below □ No.
Lime Rock Resources Heritage Plaza, Suite 4600	
1111 Bagby Street Houston, TX 77002	3. Service Type. Certified Mail: Express Mail: Registered: Return Receipt for Merchandise. Cinsured Mail: C.O.D.
Later to the second	4: Restricted Delivery? (Extra Fee)
2: Article Number 7012 0470	0001 5944 0039
PS Form 38111 February 2004 Domestic Reti	ırn Receipt, 102595-02-M-1540

Ernest Padilla

From:

Chuck Reagan < CReagan@limerockresources.com>

Sent:

Monday, July 23, 2012 9:52 AM

To:

Ernest Padilla

Subject:

FW: KC Resources Application for Salt Water Disposal

Ernie,

Please see email from Stan Bishop, our geologist.

Chuck L. Reagan

Sr. Landman for Lime Rock Resources

t 713-292-9548

c 713-805-5780

f 713-292-9598

e creagan@limerockresources.com

From: Stan Bishop

Sent: Monday, July 23, 2012 10:21 AM

To: Chuck Reagan

Cc: Sid Ashworth; David Sibley; Steven Hunter; Jonathan Hickman; Kerry Miller; Spencer Cox; Tim Miller

Subject: RE: KC Resources Application for Salt Water Disposal

Chuck,

Lime Rock has reviewed the KC Resources proposal to convert a well to SWD in the San Andres formation offsetting LRR's ASAU. Please tell Ernie that Lime Rock will not plan on objecting to the proposal as long as injection rates and pressures remain as stated in the application.

Thanks

From: Chuck Reagan

Sent: Friday, July 20, 2012 1:28 PM

To: Stan Bishop

Subject: FW: KC Resources Application for Salt Water Disposal

Stan,

Please see attached

Chuck L. Reagan

Sr. Landman for Lime Rock Resources

t 713-292-9548

c 713-805-5780

f 713-292-9598

e creagan@limerockresources.com

From: Ernest Padilla [mailto:epadillaplf@qwestoffice.net]

Sent: Friday, July 20, 2012 11:29 AM **To:** Chuck Reagan; David Sibley

Subject: KC Resources Application for Salt Water Disposal

Chuck & David:

I have received a request from one of my other clients to help them with an application before the OCD. I will not take the matter if Lime Rock, an offset operator, has an objection to the application. I am enclosing the C-108 proposed by KC Resources. The location of the well is 2310 FSL and 330 FWL, Unit L (NW/4SW/4) of Section 18, T18S, R27E. Injection will be into the San Andres formation. Thanks.

Ernest L. Padilla PADILLA LAW FIRM, P.A. P.O. Box 2523 Santa Fe, New Mexico 87504-2523

T: 505-988-7577 F: 505-988-7592

E: epadillaplf@qwestoffice.net; (office) padillalaw@qwestoffice.net

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