

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

IN THE MATTER OF THE APPLICATION
OF SAMSON RESOURCES COMPANY,
KAISER-FRANCIS OIL COMPANY AND
MEWBOURNE OIL COMPANY FOR
CANCELLATION OF A DRILLING PERMIT
AND APPROVAL OF A DRILLING PERMIT,
LEA COUNTY, NEW MEXICO

CASE NO. 13492

IN THE MATTER OF THE APPLICATION
OF CHESAPEAKE PERMIAN, L.P.
FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO

CASE NO. 13493
ORDER NO. R-12343-E
DE NOVO

NOTICE OF OBJECTION TO WELL COSTS

Kaiser-Francis Oil Company, through its undersigned counsel, and in accordance with the provisions of Order No. R-12343-E (de novo), objects to certain of the cost items reflected on the itemized schedule of well costs previously provided by Chesapeake Permian, L. P. on February 8, 2006. Kaiser-Francis Oil Company further reserves the right to state additional objections to any additional cost items or other materials that may subsequently provided pursuant to decretal paragraph 5 of Order No. R-12343-E.

Respectfully submitted,

MILLER STRATVERT P.A.

By: _____

J. Scott Hall

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Certificate of Service

I hereby certify that a true and correct copy of the foregoing was faxed to the following counsel of record on this the 13th day of April, 2007:

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October 15, 2007

Mark Fesmire, Chairman
New Mexico Oil Conservation Commission
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Re: Case No. 13492 De Novo; In The Matter Of The Application Of San Juan Resources Company, Kaiser-Francis Oil Company And Mewbourne Oil Company For Cancellation Of A Drilling Permit And Approval Of A Drilling Permit, Lea County, New Mexico; and

Case No. 13493 De Novo; Application of Chesapeake Permian, L.P. for Compulsory Pooling, Lea County, New Mexico

Dear Mr. Fesmire:

On March 13, 2007, we provisionally filed a Notice of Objection to Well Costs on behalf of Kaiser-Francis Oil Company in the above-referenced consolidated proceedings.

The entry by the Commission of Order No. R-12343-H on October 11, 2007 has

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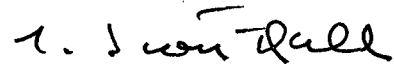
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Mark Fesmire
October 15, 2007
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rendered moot the Notice of Objection to Well Costs and the Notice is accordingly withdrawn.

Very truly yours,

A handwritten signature in black ink, appearing to read "J. Scott Hall".

J. Scott Hall

JSH/kfh
Enclosures

cc: Cheryl Bada, Esq., NMOCC
W. Thomas Kellahin, Esq., Earl Debrine, Esq., Attorneys for Chesapeake
Operating, Inc. and Chesapeake Permian, LLP
James Bruce, Esq., Attorney for Mewbourne Oil Company
J. E. Gallegos, Attorney for Samson Resources Company
Mark Lauer, Esq., Samson Resources Company