

# New Mexico Energy, Minerals and Natural Resources Department

**Bill Richardson**  
Governor

Joanna Prukop  
Cabinet Secretary  
Reese Fullerton  
Deputy Cabinet Secretary

Mark Fesmire  
Division Director  
Oil Conservation Division



August 1, 2008

Parrish, H. Dwane and Rhonda K.  
1306 S. 9<sup>th</sup> St.  
Artesia, NM 88210

**Certified Mail No.:** 7002 0510 0003 5125 2287

Western Bank  
P.O. Drawer 500  
Artesia, NM 88211-0500

**Certified Mail No.:** 7002 0510 0003 5125 2270

Lexon Insurance Company  
P.O. Box 98  
Louisville, KY 40201

**Certified Mail No.:** 7002 0510 0003 5125 2263

Lexon Insurance Company  
10002 Shelbyville Rd., Suite 100  
Louisville, KY 40223

**Certified Mail No.:** 7002 0510 0003 5125 2256

**Re: Case No. 14164**

<b>Operator:</b>	Parrish, H. Dwayne and Rhonda K. OGRID No. 9759	
<b>Facilities:</b>	Adkins Williams State No. 001;	30-015-10450; O-17-18S-28E
	Adkins Williams State No. 002;	30-015-01916; O-17-18S-28E
	Adkins Williams State No. 002Y;	30-015-01920; O-17-18S-28E
	Adkins Williams State No. 005;	30-015-01919; O-17-18S-28E
	Adkins Williams State No. 006;	30-015-01906; O-17-18S-28E
	Atlantic State No. 003;	30-015-01387; O-16-17S-28E
	Graridge State No. 003;	30-015-01904; L-17-18S-28E
	Schoonmaker St No. 004;	30-015-26019; L-12-19S-29E
	State T No. 001;	30-015-03581; E-12-19S-29E
	State T No. 002;	30-015-26378; E-12-19S-29E
	Sunray Mid Continent No. 001;	30-015-01350; A-11-17S-28E
	Sunray Mid Continent No. 002;	30-015-01351; I-11-17S-28E
	Welch State No. 004;	30-015-10452; K-17-18S-28E

Parrish, H. Dwayne and Rhonda K.  
Hearing Notice Case No. 14164  
August 1, 2008  
Page 2 of 2

**Bonds:** Western Bank Bond No. OCD-432  
Western Bank Bond No. OCD-732  
Lexon Insurance Company Bond No. 1012788  
Lexon Insurance Company Bond No. 1012789  
Lexon Insurance Company Bond No. 1012790  
Lexon Insurance Company Bond No. 1012792  
Lexon Insurance Company Bond No. 1012793  
Lexon Insurance Company Bond No. 1012794  
Lexon Insurance Company Bond No. 1012795  
Lexon Insurance Company Bond No. 1012796  
Lexon Insurance Company Bond No. 1012797  
Lexon Insurance Company Bond No. 1012798  
Lexon Insurance Company Bond No. 1012799  
Lexon Insurance Company Bond No. 1012800

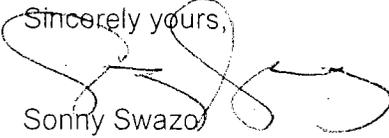
Dear Operator:

You are hereby notified that a hearing has been scheduled on the above application for **Thursday, August 21, 2008, at 8:15 a.m., in Porter Hall, First Floor, 1220 South St. Francis Drive in Santa Fe, New Mexico.**

In the application the New Mexico Oil Conservation Division ("OCD") is seeking an Order requiring Parrish, H. Dwane and Rhonda K. ("Parrish"), to come into compliance with OCD Rule 19.15.4.201 NMAC as to 11 wells; OCD Rule 19.15.9.703 NMAC as to 2 wells; to plug and abandon the wells if Parrish fails to come into compliance by a date certain; and authorizing OCD to plug and abandon the wells and forfeit the applicable financial assurance if Parrish fails to comply with the Order. A copy of the application is enclosed.

At the hearing you will have an opportunity to show cause why an Order should not be entered as requested in the application. **If you intend to present evidence at the hearing, you should file a pre-hearing statement at least four business days in advance of the hearing, as required by OCD Rule 19.15.14.1211(B) NMAC ("Rule 1211").** OCD Rule 1211 describes what information is required to be contained in a party's pre-hearing statement. A copy of OCD Rule 1211 is enclosed. I have also enclosed a copy of OCD Rule 19.15.14.1212, which addresses representation at administrative hearings before an OCD hearing examiner. Also enclosed is OCD's pre-hearing statement.

Sincerely yours,

  
Sonny Swazo  
Assistant General Counsel  
New Mexico Oil Conservation Division

cc: Daniel Sanchez, OCD Enforcement and Compliance Manager  
Tim Gum, OCD District II Supervisor

Enclosures: Application  
OCD Rule 19.15.14.1211  
OCD Rule 19.15.14.1212  
OCD Notice of Hearing for Parrish, H. Dwayne and Rhonda K.

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

RECEIVED  
JUL 21 PM 3 12

APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION, THROUGH THE ENFORCEMENT AND COMPLIANCE MANAGER, FOR A COMPLIANCE ORDER AGAINST PARRISH, H. DWAYNE AND RHONDA K., FINDING OPERATOR IN VIOLATION OF RULE 19.15.4.201 NMAC AS TO ELEVEN WELLS; RULE 19.15.9.703 NMAC AS TO TWO WELLS; REQUIRING OPERATOR TO COME INTO COMPLIANCE BY A DATE CERTAIN; AND AUTHORIZING THE DIVISION TO PLUG THE THIRTEEN WELLS PURSUANT TO NMSA, 1978, SECTION 70-2-12(B) AND FORFEIT THE APPLICABLE FINANCIAL ASSURANCE IF OPERATOR FAILS TO COMPLY; EDDY COUNTY, NEW MEXICO.

CASE NO. 14164

APPLICATION FOR COMPLIANCE ORDER AGAINST PARRISH, H.  
DWAYNE AND RHONDA K.

1. Parrish, H. Dwayne and Rhonda K., operate wells in New Mexico under OGRID No. 9759.

2. Operator is the operator of record of the following wells:

- |                                   |               |              |
|-----------------------------------|---------------|--------------|
| • Adkins Williams State No. 001;  | 30-015-10450; | O-17-18S-28E |
| • Adkins Williams State No. 002;  | 30-015-01916; | O-17-18S-28E |
| • Adkins Williams State No. 002Y; | 30-015-01920; | O-17-18S-28E |
| • Adkins Williams State No. 005;  | 30-015-01919; | O-17-18S-28E |
| • Adkins Williams State No. 006;  | 30-015-01906; | O-17-18S-28E |
| • Atlantic State No. 003;         | 30-015-01387; | O-16-17S-28E |
| • Graridge State No. 003;         | 30-015-01904; | L-17-18S-28E |
| • Schöonmaker St No. 004;         | 30-015-26019; | L-12-19S-29E |
| • State T No. 001;                | 30-015-03581; | E-12-19S-29E |
| • State T No. 002;                | 30-015-26378; | E-12-19S-29E |
| • Sunray Mid Continent No. 001;   | 30-015-01350; | A-11-17S-28E |
| • Sunray Mid Continent No. 002;   | 30-015-01351; | I-11-17S-28E |
| • Welch State No. 004;            | 30-015-10452; | K-17-18S-28E |

3. Operator has posted a Fifty Thousand Dollars (\$50,000.00) blanket bond through Western Bank in Artesia, New Mexico, pursuant to NMSA 1978, Section 70-2-14, to secure its obligation to plug and abandon the wells in compliance with the rules of the Oil Conservation Division (hereinafter, "OCD").

4. In addition, pursuant to NMSA 1978, Section 70-2-14, Operator has posted through Lexon Insurance Company in Louisville, Kentucky, single well bonds in the following amounts for the following wells:

• Adkins Williams State No. 002	\$7,178.00
• Adkins Williams State No. 005	\$8,190.00
• Atlantic State No. 003	\$6,966.00
• Graridge State No. 003	\$7,136.00
• Schoonmaker St No. 004	\$7,624.00
• State T No. 001	\$9,064.00
• State T No. 002	\$7,620.00
• Sunray Mid Continent No. 001	\$7,624.00
• Sunray Mid Continent No. 002	\$6,650.00
• Welch State No. 004	\$7,474.00

5. OCD Rule 19.15.4.201 NMAC (hereinafter, "Rule 201") requires the operator of a well which has been continuously inactive for a period of one year and ninety days to return the well to beneficial use, plug and abandon the well, or place the well on OCD-approved temporary abandonment status.

6. With the exception of the Adkins Williams State No. 001 and Adkins Williams State No. 006, the subject wells have had no reported production for a continuous period exceeding one year plus ninety days, and are neither plugged and abandoned in accord with OCD Rule 19.15.4.202 NMAC nor on approved temporary abandonment status in accord with OCD Rule 19.15.4.203 NMAC.

7. OCD Rule 19.15.9.703.A NMAC (hereinafter, "Rule 703") requires injection wells to be equipped, operated, monitored and maintained to facilitate periodic

testing and to assure continued mechanical integrity which will result in no significant leak in the tubular goods and packing materials used and no significant fluid movement through vertical channels adjacent to the well bore.”

8. OCD has tried to test the Adkins Williams State No. 001 and Adkins Williams State No. 006 since 2006. In an agreed compliance order Operator agreed to repair both wells and bring them into compliance by August 17, 2007. As of this date Operator has not repaired the wells to allow for retesting by OCD.

9. NMSA 1978, Section 70-2-14(B) provides:

If any of the requirements of the Oil and Gas Act [70-2-1 NMSA 1978] or the rules promulgated pursuant to that act have not been complied with, the oil conservation division, after notice and hearing, may order any well plugged and abandoned by the operator or surety or both in accordance with division rules. If the order is not complied with in the time period set out in the order, the financial assurance shall be forfeited.

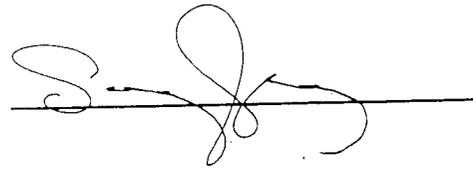
WHEREFORE, the Enforcement and Compliance Manager of the Division hereby applies to the Director to enter an Order:

- A. Finding Operator in violation of Rule 19.15.4.201 and Rule 19.15.9.703;
- B. Requiring Operator to bring the wells into compliance with Rule 19.15.4.201 and Rule 19.15.9.703 by a date certain;
- C. If Operator fails to bring the wells into compliance with Rule 19.15.4.201 and Rule 19.15.9.703 by the set date, requiring Operator, pursuant to NMSA 1978, Section 70-2-14(B), to plug and abandon the thirteen wells by a date certain;

- D. If the subject wells are not plugged and abandoned by the set date, authorizing OCD to plug and abandon the wells and forfeit the applicable financial assurance; and
- E. For such other and further relief as the Director deems just and proper under the circumstances.

RESPECTFULLY SUBMITTED

this 21st day of July, 2008 by



Sonny Swazo  
Assistant General Counsel  
Energy, Minerals and Natural  
Resources Department of the State of  
New Mexico  
1220 S. St. Francis Drive  
Santa Fe, NM 87505  
(505) 476-3463  
Fax (505) 476-3462  
Email: [sonny.swazo@state.nm.us](mailto:sonny.swazo@state.nm.us)

Attorney for the New Mexico Oil  
Conservation Division

Case No. 14164: Application of the New Mexico Oil Conservation Division for a Compliance Order against Parrish, H. Dwayne and Rhonda K. Applicant seeks an Order requiring Operator to comply with Rule 19.15.4.201 and Rule 19.15.9.703.A by a date certain; requiring operator to plug and abandon the wells pursuant to NMSA 1978, Section 70-2-14(B) if Operator fails to bring wells into compliance by set date; and authorizing the Division to plug the wells and forfeit the financial assurance in the event of Operator's non-compliance. The affected wells are:

- Adkins Williams State No. 001; 30-015-10450; O-17-18S-28E
- Adkins Williams State No. 002; 30-015-01916; O-17-18S-28E
- Adkins Williams State No. 002Y; 30-015-01920; O-17-18S-28E
- Adkins Williams State No. 005; 30-015-01919; O-17-18S-28E
- Adkins Williams State No. 006; 30-015-01906; O-17-18S-28E
- Graridge State No. 003; 30-015-01904; L-17-18S-28E
- Welch State No. 004; 30-015-10452; K-17-18S-28E

These wells are located approximately 8 miles Southwest of Loco Hills, in Eddy County, New Mexico.

- Atlantic State No. 003; 30-015-01387; O-16-17S-28E
- Sunray Mid Continent No. 001; 30-015-01350; A-11-17S-28E
- Sunray Mid Continent No. 002; 30-015-01351; I-11-17S-28E

These wells are located approximately 12 miles Southwest of Loco Hills, in Eddy County, New Mexico.

- Schoonmaker St No. 004; 30-015-26019; L-12-19S-29E
- State T No. 001; 30-015-03581; E-12-19S-29E
- State T No. 002; 30-015-26378; E-12-19S-29E

These wells are located approximately 10 miles Southeast of Loco Hills, in Eddy County, New Mexico.

**19.15.14.1211 PLEADINGS, COPIES, PRE-HEARING STATEMENTS, EXHIBITS AND MOTIONS FOR CONTINUANCE:**

A. Pleadings. Applicants shall file two sets of pleadings and correspondence in cases pending before a division examiner with the division clerk and six sets of pleadings and correspondence in cases pending before the commission with the commission clerk. For cases pending before the commission, the commission clerk shall disseminate copies of pleadings and correspondence to the commission members. The party filing the pleading or correspondence shall at the same time serve a copy of the pleading or correspondence upon each party who has entered an appearance in the case on or prior to the business day immediately preceding the date when the party files the pleading or correspondence with the division or the commission clerk, as applicable. Parties shall accomplish service by hand delivery or transmission by facsimile or electronic mail to any party who has entered an appearance or, if the party is represented, the party's attorney of record. Service upon a party who has not filed a pleading containing a facsimile number or e-mail address may be made by ordinary first class mail. Parties shall be deemed to have made an appearance when they have either sent a letter regarding the case to the division or commission clerk or made an in person appearance at any hearing before the commission or before a division examiner. A written appearance, however, shall not be complete until the appearing party has provided notice to other parties of record. Any initial pleading or written entry of appearance a party other than the applicant files shall include the party's address or the address of the party's attorney and an e-mail and facsimile number if available.

B. Pre-hearing statements.

(1) Any party to an adjudicatory proceeding who intends to present evidence at the hearing shall file a pre-hearing statement, and serve copies on other parties or, for parties that are represented, their attorneys in the manner Subsection A of 19.15.14.1211 NMAC provides, at least four business days in advance of a scheduled hearing before the division or the commission, but in no event later than 5:00 pm mountain time, on the Thursday preceding the scheduled hearing date. The statement shall include:

- (a) the names of the party and the party's attorney;
- (b) a concise statement of the case;
- (c) the names of witnesses the party will call to testify at the hearing, and in the case of expert witnesses, their fields of expertise;
- (d) the approximate time the party will need to present its case; and
- (e) identification of any procedural matters that are to be resolved prior to the hearing.

(2) Any party other than the applicant shall include in its pre-hearing statement a statement of the extent to which the party supports or opposes the issuance of the order the applicant seeks and the reasons for such support or opposition. In cases to be heard by the commission, each party shall include copies of all exhibits that it proposes to offer in evidence at the hearing with the pre-hearing statement. The commission may exclude witnesses the party did not identify in the pre-hearing statement, or exhibits the party did not file and serve with the pre-hearing statement, unless the party offers such evidence solely for rebuttal or makes a satisfactory showing of good cause for failure to disclose the witness or exhibit.

(3) A pre-hearing statement filed by a corporation or other entity not represented by an attorney shall identify the person who will conduct the party's presentation at the hearing and include a sworn and notarized statement attesting that the corporation's or entity's governing body or chief executive officer authorizes the person to present the corporation or entity in the matter.

(4) For cases pending before the commission, the commission clerk shall disseminate copies of pre-hearing statements and exhibits to the commission members.

C. Motions for continuance. Parties shall file and serve motions for continuance no later than 48 hours prior to time the hearing is set to begin, unless the reasons for requesting a continuance arise after the deadline, in which case the party shall file the motion as expeditiously as possible after becoming aware of the need for a continuance.

[19.15.14.1211 NMAC - Rp, 19.15.14.1208 NMAC, 09/30/05]

**19.15.14.1212 CONDUCT OF ADJUDICATORY HEARINGS:**

A. Testimony. Hearings before the commission or a division examiner shall be conducted without rigid formality. The division or commission shall take or have someone take a transcript of testimony and preserve the transcript as a part of the division's permanent records. Any person testifying shall do so under oath. The division examiner or commission shall designate whether or not an interested party's un-sworn comments and observations are relevant and, if relevant, include the comments and observations in the record.

B. Pre-filed testimony. The division director may order the parties to file prepared written testimony in advance of the hearing for cases pending before the commission. The witness shall be present at the hearing and shall adopt, under oath, the prepared written testimony, subject to cross-examination and motions to strike unless the witness' presence at hearing is waived upon notice to other parties and without their objection. The parties shall number pages of the prepared written testimony, which shall contain line numbers on the left-hand side.

C. Appearances pro se or through an attorney. Parties may appear and participate in hearings either pro se (on their own behalf) or through an attorney. Corporations, partnerships, governmental entities, political subdivisions, unincorporated associations and other collective entities may appear only through an attorney or through a duly authorized officer or member. Participation in adjudicatory hearings shall be limited to parties, as defined in 19.15.14.1208 NMAC, except that a representative of a federal, state or tribal governmental agency or political subdivision may make a statement on the agency's or political subdivision's behalf. The commission or division examiner shall have the discretion to allow any other person present at the hearing to make a relevant statement, but not to present evidence or cross-examine witnesses. Any person making a statement at an adjudicatory hearing shall be subject to cross-examination by the parties or their attorneys.

[19.15.14.1212 NMAC - Rp, 19.15.14.1210 NMAC, 09/30/05]

**NOTICE OF HEARING**

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

The State of New Mexico through its Oil Conservation Division hereby gives notice pursuant to law and the Rules and Regulations of the Division of the following public hearing to be held at 8:15 A.M. on **August 21, 2008**, in the Oil Conservation Division Hearing Room at 1220 South St. Francis Drive, Santa Fe, New Mexico, before an examiner duly appointed for the hearing. If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aid or service to attend or participate in the hearing, please contact Florene Davidson at 505-476-3458 or through the New Mexico Relay Network, 1-800-659-1779 by **August 11, 2008**. Public documents, including the agenda and minutes, can be provided in various accessible forms. Please contact Florene Davidson if a summary or other type of accessible form is needed.

**STATE OF NEW MEXICO TO:**

**All named parties and persons  
having any right, title, interest  
or claim in the following cases  
and notice to the public.**

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

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***CASE 14164: Application of the New Mexico Oil Conservation Division for a Compliance Order against Parrish, H. Dwayne and Rhonda K.*** Applicant seeks an Order requiring Operator to comply with Rule 19.15.4.201 and Rule 19.15.9.703.A by a date certain; requiring operator to plug and abandon the wells pursuant to NMSA 1978, Section 70-2-14(B) if Operator fails to bring wells into compliance by set date; and authorizing the Division to plug the wells and forfeit the financial assurance in the event of Operator's non-compliance. The affected wells are:

- |                                   |               |              |
|-----------------------------------|---------------|--------------|
| • Adkins Williams State No. 001;  | 30-015-10450; | O-17-18S-28E |
| • Adkins Williams State No. 002;  | 30-015-01916; | O-17-18S-28E |
| • Adkins Williams State No. 002Y; | 30-015-01920; | O-17-18S-28E |
| • Adkins Williams State No. 005;  | 30-015-01919; | O-17-18S-28E |
| • Adkins Williams State No. 006;  | 30-015-01906; | O-17-18S-28E |
| • Graridge State No. 003;         | 30-015-01904; | L-17-18S-28E |
| • Welch State No. 004;            | 30-015-10452; | K-17-18S-28E |

These wells are located approximately 8 miles Southwest of Loco Hills, in Eddy County, New Mexico.

- |                                 |               |              |
|---------------------------------|---------------|--------------|
| • Atlantic State No. 003;       | 30-015-01387; | O-16-17S-28E |
| • Sunray Mid Continent No. 001; | 30-015-01350; | A-11-17S-28E |
| • Sunray Mid Continent No. 002; | 30-015-01351; | I-11-17S-28E |

These wells are located approximately 12 miles Southwest of Loco Hills, in Eddy County, New Mexico.

- |                           |               |              |
|---------------------------|---------------|--------------|
| • Schoonmaker St No. 004; | 30-015-26019; | L-12-19S-29E |
| • State T No. 001;        | 30-015-03581; | E-12-19S-29E |
| • State T No. 002;        | 30-015-26378; | E-12-19S-29E |

These wells are located approximately 10 miles Southeast of Loco Hills, in Eddy County, New Mexico.

***CASE 14165: Application of Chesapeake Energy Corporation, L.L.C. to amend Division Order R-11993 for compulsory pooling, Lea County, New Mexico.*** Applicant seeks to amend Order R-11993 to authorize subsequent operations for the recompletion of the Duncan Well No. 1 (API #30-025-36235) located in Unit A of Section 19, T20S, R39E into the Tubb and Drinkard formations and to commingle that production with the existing Abo formation. Applicant is the current operator of this wellbore that was formerly operated by Xeric Oil & Gas Corporation who obtained Order R-11993 that pooled all mineral interests from the surface to the base of the Abo formation. This wellbore is currently dedicated to production from the DK-Abo Pool underlying the NE/4NE/4 in Section 19, T20S, R39E, NMPM. If successful production from the Tubb and Drinkard to be dedicated to the existing Abo 40-acre spacing unit Also to be considered are provisions for the subsequent operation of this wellbore and the costs of recompleting this well and the allocation of the costs thereof as well as actual operating costs and charges for supervision, designation of the applicant as the operator of the well and a 200% charge for risk involved in this recompletion. This unit is located approximately 5-1/2 miles southeast of Nadine, New Mexico. IN THE ABSENCE OF OBJECTION, THIS APPLICATION WILL BE TAKEN UNDER ADVISEMENT.

***CASE 14166: Application of Cimarex Energy Co. for a non-standard oil spacing and proration unit and compulsory pooling, Chaves County, New Mexico.*** Cimarex Energy Co. seeks an order approving a non-standard oil spacing and proration unit (project area) comprised of the S/2N/2 of Section 12, Township 15 South, Range 31 East, NMPM, to form a non-standard 160-acre oil spacing and proration unit (project area) for any and all formations or pools developed on 40-acre spacing within that vertical extent, and pooling all mineral interests in the Wolfcamp formation underlying the non-standard unit. The unit is to be dedicated to the Yorktown 12 Well No. 2-H, a horizontal well to be drilled at a surface location 1980 feet from the north line and 330 feet from the west line, with a terminus 1980 feet from the north line and 330 feet from the east line, of Section 12. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Cimarex Energy Co. of Colorado as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 17-1/2 miles northeast of Loco Hills, New Mexico.

***CASE 14167: Application of Cimarex Energy Co. for a non-standard oil spacing and proration unit and compulsory pooling, Lea County, New Mexico.*** Cimarex Energy Co. seeks an order approving a non-standard oil spacing and proration unit (project area) comprised of the E/2NE/4 of Section 17, Township 15 South, Range 36 East, NMPM, to form a non-standard 80-acre oil spacing and proration unit (project area) for any and all formations or pools developed on 40-acre spacing within that vertical extent, including the Undesignated Caudill-Permo Upper Penn Pool, and pooling all mineral interests in the Wolfcamp formation underlying the non-standard unit. The unit is to be dedicated to the Caudill West "17" Fee Well No. 2, a horizontal well to be drilled at a surface location 2300 feet from the north line and 500 feet from the east line, with a terminus 400 feet from the north line and 400 feet from the east line, of Section 17.

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your 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.

1. Article Addressed to:

Parrish, H Dwane & Rhonda  
 1306 S. 9th St.  
 Artesia, NM 88210

**COMPLETE THIS SECTION ON DELIVERY**

- A. Signature  Agent  
*[Signature]*  Addressee
- B. Received by (Printed Name)  Date of Delivery  
 Rhonda Parrish  8/10/01
- D. Is delivery address different from item 1?  Yes  No  
 If YES, enter delivery address below:

3. Service Type

- Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

2. Article Number

(Transfer from service label)

7002 0510 0003 5125 2287

PS Form 3811, August 2001

Domestic Return Receipt

102595-02-M-1035

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your 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.

1. Article Addressed to:

Western Bank  
 P.O. Drawer 500  
 Artesia, NM 88211-0500

**COMPLETE THIS SECTION ON DELIVERY**

- A. Signature  Agent  
*[Signature]*  Addressee
- B. Received by (Printed Name)  Date of Delivery  
 HSC Drive  8-14-08
- D. Is delivery address different from item 1?  Yes  No  
 If YES, enter delivery address below:

3. Service Type

- Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

2. Article Number

(Transfer from service label)

7002 0510 0003 5125 2270

PS Form 3811, August 2001

Domestic Return Receipt

102595-02-M-1035

**SENDER: COMPLETE THIS SECTION**

- Complete Items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your 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.

1. Article Addressed to:

Lexon Insurance Company  
 10002 Shelbyville Rd.,  
 Louisville, KY 40223

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  Agent  
*Cherie Stanton*  Addressee

B. Received by (Printed Name)

C. Date of Delivery

D. Is delivery address different from item 1?  Yes  
 If YES, enter delivery address below:  No

Apartment 100

3. Service Type

- Certified Mail
- Registered
- Insured Mail
- Express Mail
- Return Receipt for Merchandise
- C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

2. Article Number (Transfer from service label) 7002 0510 0003 5125 2256  
 PS Form 3811, August 2001 Domestic Return Receipt

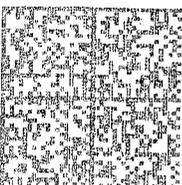
102595-02-M-1005

STATE OF NEW MEXICO  
 ENERGY MINERALS AND  
 NATURAL RESOURCES DEPARTMENT  
 1220 SOUTH SAINT FRANCIS DRIVE  
 SANTA FE, NEW MEXICO 87505

1st NOTICE \_\_\_\_\_  
 2nd NOTICE \_\_\_\_\_  
 RETURNED \_\_\_\_\_

**CERTIFIED MAIL**

7002 0510 0003 5125 2256



016H16602007

\$05.490

08/01/2008

2008 AUG 13 PM 12 25  
called from 87505  
POSTAGE

Lexon Insurance Company  
 P.O. Box 98  
 Louisville, KY 40201

NIXTE 402 4E 1 7/2 08/05/08

RETURN TO SENDER  
 ATTEMPTED - NOT KNOWN  
 UNABLE TO FORWARD

BCI 87505422555 \*0588-10054-01-58

40201825422555

|||||

# Affidavit of Publication

NO. 20324

STATE OF NEW MEXICO

County of Eddy:

GARY D. SCOTT being duly

sworn, says: That he is the PUBLISHER of The

Artesia Daily Press, a daily newspaper of general circulation, published in English at Artesia, said county and county and state, and that the here to attached

### Legal Notice

was published in a regular and entire issue of the said Artesia Daily Press, a daily newspaper duly qualified for that purpose within the meaning of Chapter 167 of the 1937 Session Laws of the state of New Mexico for 1 Consecutive week/days on the same

day as follows:

First Publication July 29, 2008

Second Publication \_\_\_\_\_

Third Publication \_\_\_\_\_

Fourth Publication \_\_\_\_\_

Fifth Publication \_\_\_\_\_

Subscribed and sworn to before me this

30 Day July 2008



OFFICIAL SEAL  
Jo Morgan  
NOTARY PUBLIC-STATE OF NEW MEXICO

My commission expires: 6/26/2012

*Jo Morgan*  
Notary Public, Eddy County, New Mexico

# Copy of Publication:

NOTICE OF HEARING  
STATE OF NEW MEXICO  
ENERGY, MINERALS  
AND NATURAL  
RESOURCES DEPARTMENT  
OIL CONSERVATION  
DIVISION  
SANTA FE, NEW MEXICO

28th day of July 2008.  
STATE OF NEW MEXICO  
OIL CONSERVATION  
DIVISION  
Mark E. Fesmire, P.E.  
Division Director  
Published in the Artesia  
Daily Press, Artesia, NM  
July 29, 2008  
Legal 20324

The State of New Mexico through its Oil Conservation Division hereby gives notice pursuant to law and the Rules and Regulations of the Division of the following public hearing to be held at 8:15 A.M. on August 21, 2008, in the Oil Conservation Division Hearing Room at 1220 South St. Francis Drive, Santa Fe, New Mexico, before an examiner duly appointed for the hearing. If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aid or service to attend or participate in the hearing, please contact Florene Davidson at 505-476-3458 or through the New Mexico Relay Network, 1-800-659-1779 by August 11, 2008. Public documents, including the agenda and minutes, can be provided in various accessible forms. Please contact Florene Davidson if a summary or other type of accessible form is needed.

STATE OF NEW MEXICO TO:  
All named parties and persons having any right, title, interest or claim in the following cases and notice to the public.  
(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

CASE 14164

Case 14164  
Parrish, H. Dwane & Rhonda K.  
OCD Exhibit No. 1-B