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April 2, 2010

TO: NOTICE OF THE HEARING OF THE FOLLOWING NEW MEXICO
OIL CONSERVATION DIVISION CASE:

Re: Application of San Juan Resources, Inc.
For Compulsory Pooling,
San Juan County, New Mexico

On behalf of San Juan Resources, Inc. please find enclosed our application for compulsory pooling order for a 320 acre standard spacing unit consisting of the W/2 of Section 24, T30N, R12W for Dakota/Mesaverde production to be dedicated to its Monarch Crest 24 Well No. 1 (API # 30-045-34770) to be drilled a standard well location in Unit C of this section. This application will be set for hearing on the New Mexico Oil Conservation Division Examiner's docket scheduled for 8:15 am on April 29, 2010. The hearing will be held at the Division hearing room located at 1220 South Saint Francis Drive, Santa Fe, New Mexico, 87505.

As an interest owner who may be affected by this application, we are notifying you of your right to appear at the hearing and participate in this case, including the right to present evidence either in support of or in opposition to the application. Failure to appear at the hearing may preclude you from any involvement in this case at a later date.

Pursuant to the Division's Memorandum 2-90, you are further notified that if you desire to appear in this case or to oppose the proposed risk charge (See Order R-11992), then you are requested to file a Pre-Hearing Statement with the Division not later than 5:00 PM on Thursday, April 22, 2010, with a copy delivered to the undersigned.

Very truly yours,

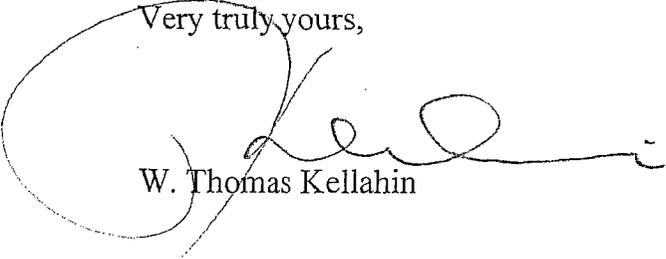

W. Thomas Kellahin

EXHIBIT "A"

Union Pacific Railroad Company
C/O Farmer's National Company
5110 So Yale, Suite 400
Tulsa OK 74135-7483
Attn: Samantha Morgan

Four Star Oil & Gas Company
Attn: NO Joint Venture Manager
1400 Smith Street
Houston TX 77002

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:

Union Pacific Railroad Company c/o
Farmers National Company
5110 So Yale, Suite 400
Tulsa, OK 74135
Attn: Samantha Morgan

COMPLETE THIS SECTION ON DELIVERY

- A. Signature: *X Samantha Morgan*
- B. Received by (Printed Name): *Margaret Gabriel*
- C. Date of Delivery: *4-5-10*
- D. Is delivery address different from item 1? Yes No

If YES, enter delivery address below:

776-100

- 3. Service Type: Certified Mail Express Mail Registered Return Receipt for Merchandise Insured Mail C.O.D.

- 4. Restricted Delivery? (Extra Fee) Yes

7008 1140 0002 1503 6059

Domestic Return Receipt

PS Form 3811, February 2004

102595-02-M-1540

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1. Article Addressed to:

Four Star Oil & Gas Company
Attn: No Joint Venture Manager
1400 Smith Street
Houston, TX 77002

- 3. Service Type: Certified Mail Express Mail Registered Return Receipt for Merchandise Insured Mail C.O.D.

- 4. Restricted Delivery? (Extra Fee) Yes

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Domestic Return Receipt

PS Form 3811, February 2004

102595-02-M-

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CERTIFIED MAIL RECEIPT
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For delivery information, visit our website at www.usps.com

Postage \$	
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Restricted Delivery Fee (Endorsement Required)	
Total	

Postmark Here

Union Pacific Railroad Company c/o
Farmers National Company
5110 So Yale, Suite 400
Tulsa, OK 74135
Attn: Samantha Morgan

Sent To
Street, Apt or PO Box
City, State

7008 1140 0002 1503 6059

U.S. Postal Service
CERTIFIED MAIL RECEIPT
(Domestic Mail Only - Insurance Coverage Provided)
For delivery information, visit our website at www.usps.com

Postage \$	
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total P/c	

Postmark Here

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Attn: No Joint Venture Manager
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