

EXHIBIT 3

MASS



10/10/10





**EXHIBIT A**

Burlington Resources Oil & Gas Company  
Post Office Box 51810  
Midland, TX 79710  
Attn: Mr. Willis Price

Elliott Industries  
Box 1355  
Roswell, NM 88202

Ft. Worth Bank, Trustee  
1600 Broadway  
Denver, CO 80201

Elliott - Hall Company  
Box 1231  
Ogden, UT 88402-1231C

Charles and Iris Miller  
1600 Broadway  
Denver, CO 80201

Chevron USA, Inc.  
Box 1635  
Houston, TX 77251

John F. McNaughton  
1600 Broadway  
Denver, CO 80201

J. M. Zachary  
1600 Broadway  
Denver, CO 80201

KEC Acquisition Corporation  
700 Louisiana #2100  
Houston, TX 77002-2728

New Mexico State Land Office  
Oil and Gas Department  
Box 1148  
Santa Fe, NM 87504-1148

United States of America  
Department of the Interior  
Bureau of Land Management  
Post Office Box 27115  
Santa Fe, NM 87502-7115

Bureau of Land Management  
2909 West Second Street  
Roswell, NM 88201

**BEFORE THE  
OIL CONSERVATION DIVISION**  
Santa Fe, New Mexico

Case No. 11826 Exhibit No. 3

Submitted by: Quay Valley, Inc.

Hearing Date: August 7, 1997

CAMPBELL, CARR, BERGE  
& SHERIDAN, P.A.  
LAWYERS

MICHAEL B. CAMPBELL  
WILLIAM F. CARR  
BRADFORD C. BERGE  
MARK F. SHERIDAN  
MICHAEL H. FELDEWERT  
ANTHONY F. MEDEIROS  
PAUL R. OWEN  
  
JACK M. CAMPBELL  
OF COUNSEL

JEFFERSON PLACE  
SUITE 1 - 110 NORTH GUADALUPE  
POST OFFICE BOX 2208  
SANTA FE, NEW MEXICO 87504-2208  
TELEPHONE: (505) 988-4421  
FACSIMILE: (505) 983-6043  
E-MAIL: ccbspa@ix.netcom.com

July 15, 1997

**CERTIFIED MAIL**  
**RETURN RECEIPT REQUESTED**

**TO ALL AFFECTED INTEREST OWNERS**

Re: Application of Quay Valley, Inc. for Amendment of Division Order R-4629 to Authorize a Tertiary Recovery Project by the Injection of Carbon Dioxide in its North El Mar Waterflood Project Area, and to Qualify said Project for the Recovered Oil Tax Rate Pursuant to the Enhanced Oil Recovery Act, Lea County, New Mexico

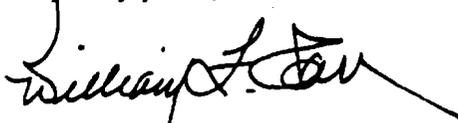
Gentlemen:

This letter is to advise you that Quay Valley, Inc., has filed the enclosed application and Oil Conservation Division Form C-108 with the New Mexico Oil Conservation Division. You are the owner of an interest that may be affected by this application.

This matter has been set for hearing before a Division Examiner on August 7, 1997. You are not required to attend this hearing but you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging this matter at a later date.

Parties appearing in cases have been requested by the Division (Memorandum 2-90) to file a Pre-Hearing Statement substantially in the form prescribed in the Division. Pre-Hearing Statements should be filed by 4:00 p.m. on the Friday before a scheduled hearing.

Very truly yours,



WILLIAM F. CARR  
ATTORNEY FOR QUAY VALLEY, INC.  
WFC:mlh

cc: Ms Stella Swanson

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1.  Addressee's Address
  - 2.  Restricted Delivery
- Consult postmaster for fee.

3. Article Addressed to:

Burlington Resources Oil & Gas Company  
 Post Office Box 51810  
 Midland, TX 79710  
 Attn: Mr. Willis Price

4a. Article Number

P 087 497 212

4b. Service Type

- Registered
- Express Mail
- Return Receipt for Merchandise
- COD
- Certified
- Insured

7. Date of Delivery

8. Addressee's Address (Only if requested and fee is paid)

JUL 15 1997

Midland, TX 79710

Attn: Mr. Willis Price

PS Form 3811, December 1994

Domestic Return Receipt

PS Form 3811, December 1994

P 087 497 212



**Receipt for Certified Mail**

No Insurance Coverage Provided

Burlington Resources Oil & Gas Company  
 Post Office Box 51810  
 Midland, TX 79710  
 Attn: Mr. Willis Price

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$6.45
Postmark or Date	JUL 15 1997

PS Form 3800, June 1991

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1.  Addressee's Address
  - 2.  Restricted Delivery
- Consult postmaster for fee.

3. Article Addressed to:

Elliott Industries  
Box 1355  
Roswell, NM 88202

4a. Article Number  
P 087 497 213

4b. Service Type

- Registered
- Express Mail
- Return Receipt for Merchandise
- Certified
- Insured
- COD

7. Date of Delivery

7-16-97

8. Addressee's Address (Only if requested and fee is paid)

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X *[Signature]*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

P 087 497 213



**Receipt for Certified Mail**

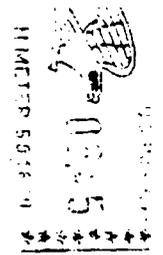
No Insurance Coverage Provided

Elliott Industries  
Box 1355  
Roswell, NM 88202

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$ 6.45
Postmark or Date	JUL 15 1997

PS Form 3800, June 1991

MAIL



CAMPBELL, CARR, BERGE & SHERIDAN, P.A.  
110 NORTH GUADALUPE STREET  
P.O. BOX 2208  
SANTA FE, NEW MEXICO 87504-2208

TO:

Fl. Worth Bank, Trust  
1600 Broadway  
Denver, CO 80202

FIRST CLASS MAIL



Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1.  Addressee's Address

2.  Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Elliott - Hall Company  
 Box 1231  
 Ogden, UT 88402-1231C

4a. Article Number

P087 497 215

4b. Service Type

- Registered
- Express Mail
- Return Receipt for Merchandise
- COD
- Certified
- Insured

7. Date of Delivery

5. Received By: (Print Name)

8. Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)

PS Form 3819, December 1994

Domestic Return Receipt

P 087 497 215



**Receipt for Certified Mail**

No Insurance Coverage Provided

Elliott - Hall Company  
 Box 1231  
 Ogden, UT 88402-1231C

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$6.45
Postmark or Date	JUL 15 1997

PS Form 3800, June 1991

Thank you for using Return Receipt Service.

MAIL

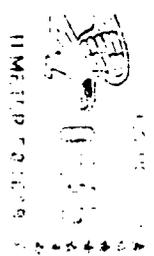
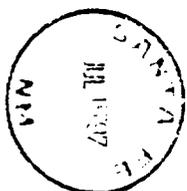
M 21

1ST NOTICE  
2ND NOTICE  
3RD NOTICE

CAMPBELL, CARR, BERGE & SHERIDAN, P.A.  
110 NORTH GUADALUPE STREET  
P.O. BOX 2208  
SANTA FE, NEW MEXICO 87504-2208

TO:

Charles and Iris Miller  
1600 Broadway #2  
Address: ~~1600 Broadway #2~~  
P.O. Box 2208  
Santa Fe, NM  
Address: ~~1600 Broadway #2~~  
P.O. Box 2208  
Santa Fe, NM





P 087 497 217

**Receipt for Certified Mail**

No Insurance Coverage Provided

Chevron USA, Inc.  
Box 1635  
Houston, TX 77251

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$ 6.45
Postmark or Date	JUL 15 1997

PS Form 3800, June 1991

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**  
 \*Complete items 1 and/or 2 for additional services.  
 \*Complete items 3, 4a, and 4b.  
 \*Print your name and address on the reverse of this form so that we can return this card to you.  
 \*Attach this form to the front of the mailpiece, or on the back if space does not permit.  
 \*Write "Return Receipt Requested" on the mailpiece below the article number.  
 \*The Return Receipt will show to whom the article was delivered and the date delivered.

3. Article Addressed to:  
 Chevron USA, Inc.  
 Box 1635  
 Houston, TX 77251

5. Received By: (Print Name)  
 J. H. V. L. C.

6. Signature (Address or Agent)  
 X J. H. V. L. C.

4a. Article Number  
 P 087 497 217

4b. Service Type  
 Registered  
 Express Mail  
 Certified  
 Insured

7. Date of Delivery  
 JUL 17 1997

8. Addressee's Address (Only if requested and fee is paid)

Domestic Return Receipt

PS Form 3811, December 1994

I also wish to receive the following services (for an extra fee):  
1.  Addressee's Address  
2.  Restricted Delivery  
Consult postmaster for fee.

Thank you for using Return Receipt Service.

P 087 497 218



**Receipt for  
Certified Mail**

No Insurance Coverage Provided

John F. McNaughton  
1600 Broadway  
Denver, CO 80201

PS Form 3800, June 1991

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$ 6.45
Postmark or Date  JUL 15 1997	

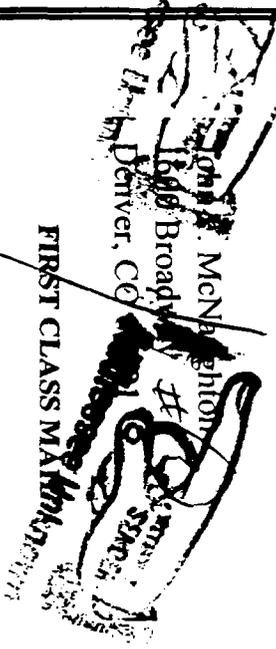
MAIL

JUL 21 1982

1ST NOTICE  
2ND NOTICE  
RETURN

CAMPBELL, CARR, BERGE & SHERIDAN, P.A.  
110 NORTH GUADALUPE STREET  
P.O. BOX 2208  
SANTA FE, NEW MEXICO 87504-2208

FIRST CLASS MAIL PERMIT NO. 1077 DENVER, CO



1100 P. BOX 2208  
SANTA FE, NM 87504-2208



~~FOE~~

Return to  
Wrong address

MAIL

CAMPBELL, CARR, BERGE & SHERIDAN, P.A.  
110 NORTH GUADALUPE STREET  
P.O. BOX 2208  
SANTA FE, NEW MEXICO 87504-2208

---

TO:  
KEC Acquisition Corporation  
700 Louisiana #2100  
Houston, TX 77002-2728

FIRST CLASS MAIL

SANTA FE  
NOV 15 1997  
MSA



INTEGRITY

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- \* Complete items 1 and/or 2 for additional services.
- \* Complete items 3, 4a, and 4b.
- \* Print your name and address on the reverse of the form so that we can return this card to you.
- \* Attach this form to the front of the mailpiece, or on the back if space does not permit.
- \* Write "Return Receipt Requested" on the mailpiece before the article number.
- \* The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1.  Addressee's Address
  - 2.  Restricted Delivery
- Consult postmaster for fee.

3. Article Addressed to:

New Mexico State Land Office  
Oil and Gas Department  
Box 1148  
Santa Fe, NM 87504-1148

4a. Article Number

P 087 497 221

4b. Service Type

- Registered
- Express Mail
- Return Receipt for Merchandise
- Certified
- Insured
- COD

7. Date of Delivery

JUL 16 1997

8. Addressee's Address (Only if requested and fee is paid)

SPS - 87501-9966

5. Received By (Print Name)

*[Signature]*

6. Signature: (Addressee or Agent)

X

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

P 087 497 221



**Receipt for Certified Mail**

No Insurance Coverage Provided

New Mexico State Land Office  
Oil and Gas Department  
Box 1148  
Santa Fe, NM 87504-1148

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$6.45
Postmark or Date	JUL 15 1997

PS Form 3800, June 1991

Is your **RETURN ADDRESS** completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requester" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1.  Addressee's Address
  - 2.  Restricted Delivery
- Consult postmaster for fee.

3. Article Addressed to:

United States of America  
 Department of the Interior  
 Bureau of Land Management  
 Post Office Box 27115  
 Santa Fe, NM 87502-7115

4a. Article Number

P 087 497 222

4b. Service Type

- Registered
- Express Mail
- Return Receipt for Merchandise
- COD
- Certified
- Insured

7. Date of Delivery

8. Addressee's Address (Only if requested and fee is paid)

TONY

6. Signature: (Addressee or Agent)

X *[Signature]*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

P 087 497 222



**Receipt for Certified Mail**

No Insurance Coverage Provided

United States of America  
 Department of the Interior  
 Bureau of Land Management  
 Post Office Box 27115  
 Santa Fe, NM 87502-7115

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$ 6.45
Postmark or Date	JUL 15 1997

PS Form 3800, June 1991

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- 1.  Addressee's Address
  - 2.  Restricted Delivery
- Consult postmaster for fee.

3. Article Addressed to:

Bureau of Land Management  
2909 West Second Street  
Roswell, NM 88201

4a. Article Number

P 087 497 223

4b. Service Type

- Registered
- Express Mail
- Return Receipt for Merchandise
- COD
- Certified
- Insured

7. Date of Delivery

*7/15/97*

8. Addressee's Address (Only if requested and fee is paid)

*7/15/97*

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

P 087 497 223



**Receipt for Certified Mail**

No Insurance Coverage Provided

Bureau of Land Management  
2909 West Second Street  
Roswell, NM 88201

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$ 6.45
Postmark or Date	JUL 15 1997

PS Form 3800, June 1991