

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF SCHALK DEVELOPMENT  
CO. FOR AN EXCEPTION TO THE WELL  
DENSITY REQUIREMENTS OF DIVISION  
ORDER NO. R-10987-A TO PERMIT TWO  
BLANCO-MESAVERDE WELLS IN THE SAME  
QUARTER-QUARTER SECTION, RIO ARRIBA  
COUNTY, NEW MEXICO.

Case No. 12,258

AFFIDAVIT REGARDING NOTICE

STATE OF NEW MEXICO            )  
  ) ss.  
COUNTY OF SANTA FE            )

James Bruce, being duly sworn upon his oath, deposes and states:

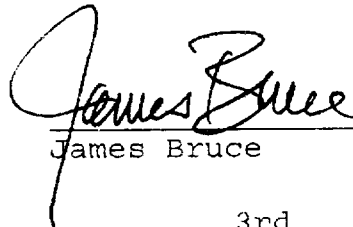
1. I am over the age of 18, and have personal knowledge of the matters stated herein.

2. I am an attorney for Applicant.

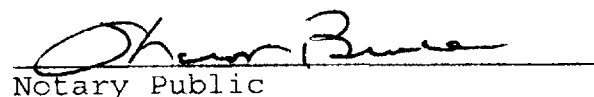
3. Applicant has conducted a good faith, diligent effort to find the names and correct addresses of the interest owners entitled to receive notice of the Application filed herein.

4. Notice of the Application was provided to the interest owners at their correct addresses by mailing them, by certified mail, copies of the Application. Copies of the notice letters and certified return receipts are attached hereto as Exhibits A and B.

5. Applicant has complied with the notice provisions of Division Rule 1207.

  
James Bruce

SUBSCRIBED AND SWORN TO before me this 3rd day of October, 1999, by James Bruce.

  
Notary Public

My Commission Expires:  
3/14/2001

NEW MEXICO  
OIL CONSERVATION DIVISION

EXHIBIT 3

CASE NO. \_\_\_\_\_

**JAMES BRUCE**  
**ATTORNEY AT LAW**

**POST OFFICE BOX 1056**  
**SANTA FE, NEW MEXICO 87504**

**3304 CAMINO LISA**  
**SANTA FE, NEW MEXICO 87501**

**(505) 982-2043**  
**(505) 982-2151 (FAX)**


September 16, 1999

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

To: Persons on Exhibit A

Enclosed is a copy of an application to allow two Blanco-Mesaverde Gas Pool wells to be located on the same quarter-quarter section, filed with the New Mexico Oil Conservation Division by Schalk Development Co., regarding the E $\frac{1}{4}$  of Section 2, Township 30 North, Range 5 West, NMPM, Rio Arriba County, New Mexico. The application will be heard at 8:15 a.m. on Thursday, October 7, 1999, at the Division's offices at 2040 South Pacheco Street, Santa Fe, New Mexico 87505. As an offset operator or lessee, you have the right to appear at the hearing and participate in the case. Failure to appear at the hearing will preclude you from contesting this matter at a later date.

Very truly yours,

  
James Bruce  
Attorney for Schalk Development Co.

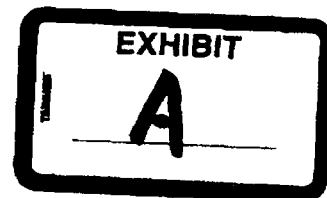


EXHIBIT A

Burlington Resources Oil & Gas Company  
P.O. Box 4289  
Farmington, New Mexico 87499

Williams Production Company  
P.O. Box 3102  
Tulsa, Oklahoma 74101

Phillips Petroleum Company  
5525 Highway 64, NBU 3004  
Farmington, New Mexico 87401

**SENDER:**  
 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:  
 Phillips Petroleum Company  
 5525 Highway 64, NBU 3004  
 Farmington, New Mexico 87401

4a. Article Number  
 2261 150 527

4b. Service Type  
☐ Registered  
☐ Express Mail  
☒ Return Receipt for Merchandise  
☐ COD

5. Received By: (Print Name)  
 X *[Signature]*

6. Signature: (Addressee or Agent)  
 X *[Signature]*

7. Date of Delivery  
 9-20-99

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

PS Form 3811, December 1994 102595-08-B-0229 SDC Domestic Return Receipt

US Postal Service  
**Receipt for Certified Mail**  
 No Insurance Coverage Provided.  
 Do not use for International Mail (See reverse)

Burlington Resources Oil & Gas Company  
 P.O. Box 4289  
 Farmington, New Mexico 87499

Post Office, State, & ZIP Code

Postage \$ 0.55

Certified Fee 1.40

Special Delivery Fee

Restricted Delivery Fee

Return Receipt Showing to Whom & Date Delivered 1.25

Return Receipt Showing to Whom, Date, & Addressee's Address

TOTAL Postage & Fees \$ 3.20

Postmark or Date

PS Form 3800, April 1995

**SENDER:**  
 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:  
 Phillips Petroleum Company  
 5525 Highway 64, NBU 3004  
 Farmington, New Mexico 87401

4a. Article Number  
 2261 150 527

4b. Service Type  
☐ Registered  
☐ Express Mail  
☒ Return Receipt for Merchandise  
☐ COD

5. Received By: (Print Name)  
 X *[Signature]*

6. Signature: (Addressee or Agent)  
 X *[Signature]*

7. Date of Delivery  
 9-20-99

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

PS Form 3811, December 1994 102595-08-B-0229 SDC Domestic Return Receipt

**SENDER:**  
 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  
 P.O. Box 4289  
 Farmington, New Mexico 87499

4a. Article Number  
 2261 150 526

4b. Service Type  
☐ Registered  
☐ Express Mail  
☒ Return Receipt for Merchandise  
☐ COD

5. Received By: (Print Name)  
 X *[Signature]*

6. Signature: (Addressee or Agent)  
 X *[Signature]*

7. Date of Delivery  
 9-20-99

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

PS Form 3811, December 1994 102595-08-B-0229 SDC Domestic Return Receipt

Thank you for using Return Receipt Service

2 261 150 527

US Postal Service  
**Receipt for Certified Mail**  
 No Insurance Coverage Provided.  
 Do not use for International Mail (See reverse)

Sent in  
 Phillips Petroleum Company  
 5525 Highway 64, NBU 3004  
 Farmington, New Mexico 87401

Post Office, State, & ZIP Code

Postage \$ 0.55

Certified Fee 1.40

Special Delivery Fee

Restricted Delivery Fee

Return Receipt Showing to Whom & Date Delivered 1.25

Return Receipt Showing to Whom, Date, & Addressee's Address

TOTAL Postage & Fees 3.20

Postmark or Date

PS Form 3800, April 1995

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 multiple, or on the back if space does not permit.
- Write "Return Receipt Requested" on the multiple below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

**3. Article Addressed to:**

Williams Production Company  
P.O. Box 3102  
Tulsa, Oklahoma 74101

**4a. Article Number**

2261 122 533

**4b. Service Type**

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

**7. Date of Delivery**

SEP 17 1994

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

Received By: (Print Name) *Stan Allen*

Signature: (Addressee or Agent) *[Signature]*

X

PS Form 3811, December 1994

5DC

102585-06-8-0228

Domestic Return Receipt

Thank you for using Return Receipt Service.

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

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

Z 261 150 555

US Postal Service

**Receipt for Certified Mail**

No Insurance Coverage Provided.

Do not use for International Mail (See reverse)

Sent to Williams Production Company	
P.O. Box 3102	
Street Tulsa, Oklahoma 74101	
Post Office, State, & ZIP Code	
Postage	\$ 0.55
Certified Fee	1.40
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.25
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 7.26
Postmark or Date SEP 17 1994	

PS Form 3800, April 1995

5DC

**JAMES BRUCE**  
**ATTORNEY AT LAW**

**POST OFFICE BOX 1056**  
**SANTA FE, NEW MEXICO 87504**

**3304 CAMINO LISA**  
**SANTA FE, NEW MEXICO 87501**

**(505) 982-2043**  
**(505) 982-2151 (FAX)**

September 17, 1999

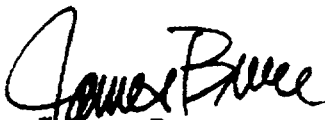
**CERTIFIED MAIL**  
**RETURN RECEIPT REQUESTED**

Roma M. Rouse, et al., Trustees  
of the John E. Rouse Marital Trust  
P.O. Box 408  
Cheyenne, Wyoming

Ladies and Gentlemen:

Enclosed is a copy of an application to allow two Blanco-Mesaverde Gas Pool wells to be located on the same quarter-quarter section, filed with the New Mexico Oil Conservation Division by Schalk Development Co., regarding the E $\frac{1}{4}$  of Section 2, Township 30 North, Range 5 West, NMPM, Rio Arriba County, New Mexico. The application will be heard at 8:15 a.m. on Thursday, October 7, 1999, at the Division's offices at 2040 South Pacheco Street, Santa Fe, New Mexico 87505. As an offset operator or lessee, you have the right to appear at the hearing and participate in the case. Failure to appear at the hearing will preclude you from contesting this matter at a later date.

Very truly yours,

  
James Bruce  
Attorney for Schalk Development Co.



JAMES BRUCE  
ATTORNEY AT LAW

POST OFFICE BOX 1056  
SANTA FE, NEW MEXICO 87504

**CERTIFIED**

Z 261 150 554

**MAIL**

**RETURN RECEIPT  
REQUESTED**

Trustees of the John E. Rouse Marital Trust  
P.O. Box 408  
Cheyenne, Wyoming

NO Rouse at Bx 408

~~RMT~~  
~~9/27~~

*WV*

SEP 27 1999

NOTICE  
NOTICE  
RETURN

Z 261 150 554

US Postal Service  
**Receipt for Certified Mail**

No Insurance Coverage Provided.

Do not use for International Mail (See reverse)

Roma M. Rouse, et al., Trustees

of the John E. Rouse Marital Trust

P.O. Box 408

Cheyenne, Wyoming

Post Office, State, & ZIP Code	
Postage	\$ 0.55
Certified Fee	1.40
Special Delivery Fee	
Registered Mail Fee	
Return Receipt Showing Whom & Date Delivered	1.25
Return Receipt Showing to Whom, Date, & Addressee's Address	
<b>TOTAL Postage &amp; Fees</b>	<b>\$ 3.20</b>
Postmark or Date	

PS Form 3800, April 1995

SDC