

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF GRACE PETROLEUM CORPORATION  
FOR COMPULSORY POOLING EDDY COUNTY,  
NEW MEXICO.

No. 10,336

AFFIDAVIT REGARDING NOTICE

STATE OF NEW MEXICO )  
                              ) ss.  
COUNTY OF BERNALILLO)

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 the attorney for Applicant herein.
3. Applicant has conducted a good faith, diligent effort to find the correct address of interested persons entitled to receive notice of the Application herein.
4. Notice of the Application herein was provided to said person at its correct or last known address by the letter attached hereto as Exhibit A, as required by Rule 1207. The original certified return receipt is attached hereto as Exhibit B.
5. The notice provisions of Rule 1207 have been complied with.

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION
OIL CONSERVATION DIVISION
4
CASE NO. 10336

HINKLE, COX, EATON, COFFIELD &  
HENSLEY

By

James Bruce  
James Bruce  
500 Marquette, N.W.  
Suite 800  
Albuquerque, N.M. 87102  
(505) 768-1500

Subscribed and sworn to before me this 30<sup>th</sup> day of  
June, 1991, by James Bruce.

Juan P. Alvarado  
Notary Public

My commission expires:

11/22/91

HINKLE, COX, EATON, COFFIELD & HENSLEY

ATTORNEYS AT LAW

500 MARQUETTE N.W., SUITE 800  
ALBUQUERQUE, NEW MEXICO 87102-2121

(505) 768-1500

FAX (505) 768-1529

OF COUNSEL  
D. W. CALHOUN\*  
MACK EASLEY  
JOE W. WOOD  
RICHARD S. MORRIS

CLARENCE E. HINKLE (1904-1985)  
W. E. BONDURANT, JR. (1913-1973)  
ROY C. SNODGRASS, JR. (1914-1987)

May 28, 1991

700 UNITED BANK PLAZA  
POST OFFICE BOX 10  
ROSWELL, NEW MEXICO 88202  
(505) 622-6510  
FAX (505) 623-9332

2800 CLAYDESTA NATIONAL BANK BUILDING  
POST OFFICE BOX 3580  
MIDLAND, TEXAS 79702  
(915) 683-4691  
FAX (915) 683-6518

1700 TEAM BANK BUILDING  
POST OFFICE BOX 9238  
AMARILLO, TEXAS 79105  
(806) 372-5569  
FAX (806) 372-9761

218 MONTEZUMA  
POST OFFICE BOX 2068  
SANTA FE, NEW MEXICO 87504  
(505) 982-4554  
FAX (505) 982-8623

LEWIS C. COX  
PAUL W. EATON  
CONRAD E. COFFIELD  
HAROLD L. HENSLEY, JR.  
STUART D. SHAWOR  
ERIC D. LANPHERE  
C. D. MARTIN  
PAUL J. KELLY, JR.  
MARSHALL S. MARTIN  
OWEN M. LOPEZ  
DOUGLAS L. LUNSFORD  
JOHN J. KELLY  
T. CALDER EZZELL, JR.  
WILLIAM B. BURFORD\*  
RICHARD E. OLSON  
RICHARD R. WILFONG\*  
THOMAS J. HENRIKSEN  
STEVEN D. ARNOLD  
JAMES J. WIECHLER  
NANCY S. CUBACK  
JEFFREY L. FORMACIARI  
JEFFREY D. HEWITT  
JAMES BRUCE  
JERRY F. SHACKELFORD\*  
JEFFREY W. HELLBERG\*  
ALBERT L. PITTS  
THOMAS H. HINASHIO  
JOHN C. CHAMBERS\*  
MICHAEL A. GROSS  
THOMAS D. HAINES, JR.

FRANKLIN H. MCCALLUM\*  
GREGORY J. NIBERT  
DAVID T. MARKETTE\*  
MARK C. DOW  
KAREN M. RICHARDSON\*  
FRED W. SCHWENDMANN  
JAMES M. HUDSON

STANLEY K. KOTOVSKY, JR.  
BETTY H. LITTLE\*  
JEFFREY S. BAIRD\*  
RUTH S. MUSGRAVE  
HOWARD R. THOMAS  
PATRICIA A. WATTS  
MACDONNELL GORDON  
REBECCA NICHOLS JOHNSON  
WILLIAM R. JOHNSON  
JOHN S. CASEY  
S. BARRY PAISNER  
MARGARET CARTER LUDWIG  
MARTIN MEYERS  
GREGORY S. WHEELER  
ANDREW J. CLOUTIER  
JAMES A. GILLESPIE  
GARY W. LARSON  
STEPHANIE LAMORY  
JOHN R. KULSETH, JR.  
LISA K. SMITH\*

\*NOT LICENSED IN NEW MEXICO

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

Southern Union Exploration Company  
1201 Elm Street  
Suite 1800  
Dallas, Texas 75270

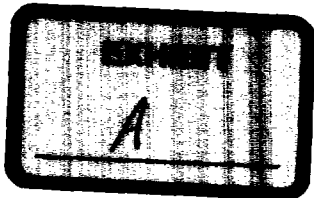
Attention: Sue Coley

Dear Sirs:

Enclosed for your information is a copy of an Application for compulsory pooling of the SE $\frac{1}{4}$ SE $\frac{1}{4}$  of Section 3, Township 20 South, Range 33 East, Eddy County, New Mexico, which was filed with the New Mexico Oil Conservation Division on behalf of Grace Petroleum Corporation. Records indicate you own mineral interests in the SE $\frac{1}{4}$ SE $\frac{1}{4}$  of Section 3. This application will be heard by the Oil Conservation Division on Thursday, June 27, 1991, at 8:15 a.m. at the Division's offices at 310 Old Santa Fe Trail, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date.

Very truly yours,

HINKLE, COX, EATON, COFFIELD &  
HENSLEY



By: *James Bruce*  
James Bruce  
Attorneys for Grace  
Petroleum Corporation

Enclosure

UNITED STATES POSTAL SERVICE

OFFICIAL BUSINESS

**SENDER INSTRUCTIONS**

Print your name, address and ZIP Code in the space below.

- Complete items 1, 2, 3, and 4 on the reverse.
- Attach to front of article if space permits, otherwise affix to back of article.
- Endorse article "Return Receipt Requested" adjacent to number.

REC-123

**EXHIBIT**

*B*



JUN 3 1991

PENALTY FOR PRIVATE USE, \$300

HINKLE COX &  
COFFIELD & HENSLEY

Print Sender's name, address, and ZIP Code in the space below.

HINKLE, COX, EATON, COFFIELD & HENSLEY  
ATTORNEYS AT LAW

500 MARQUETTE, NW/SUITE 2800  
ALBUQUERQUE, NEW MEXICO 87102

9B / Cerace Petroleum 3226000  
9150023

<p><b>SENDER:</b> Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.</p> <p>Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt <del>the</del> will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.</p> <p>1. <input checked="" type="checkbox"/> Show to whom delivered, date, and addressee's address. (Extra charge)      2. <input type="checkbox"/> Restricted Delivery (Extra charge)</p>							
<p>3. Article Addressed to:</p> <p>Southern Union Exploration Company 1201 Elm Street Suite 1800 Dallas, Texas 75270</p>	<p>4. Article Number</p> <p>P.440 581 174</p> <p>Type of Service:</p> <table border="0"><tr><td><input type="checkbox"/> Registered</td><td><input type="checkbox"/> Insured</td></tr><tr><td><input checked="" type="checkbox"/> Certified</td><td><input type="checkbox"/> COD</td></tr><tr><td><input type="checkbox"/> Express Mail</td><td><input type="checkbox"/> Return Receipt for Merchandise</td></tr></table> <p>Always obtain signature of addressee or agent and <u>DATE DELIVERED</u>.</p>	<input type="checkbox"/> Registered	<input type="checkbox"/> Insured	<input checked="" type="checkbox"/> Certified	<input type="checkbox"/> COD	<input type="checkbox"/> Express Mail	<input type="checkbox"/> Return Receipt for Merchandise
<input type="checkbox"/> Registered	<input type="checkbox"/> Insured						
<input checked="" type="checkbox"/> Certified	<input type="checkbox"/> COD						
<input type="checkbox"/> Express Mail	<input type="checkbox"/> Return Receipt for Merchandise						
<p>5. Signature - Addressee</p> <p>X</p>	<p>8. Addressee's Address (ONLY if requested and fee paid)</p>						
<p>6. Signature - Agent</p> <p>X Ruby Gabelmann</p>							
<p>7. Date of Delivery</p> <p>MAY 01 1991</p>							

PS Form 3811, Apr. 1989

DOMESTIC RETURN RECEIPT