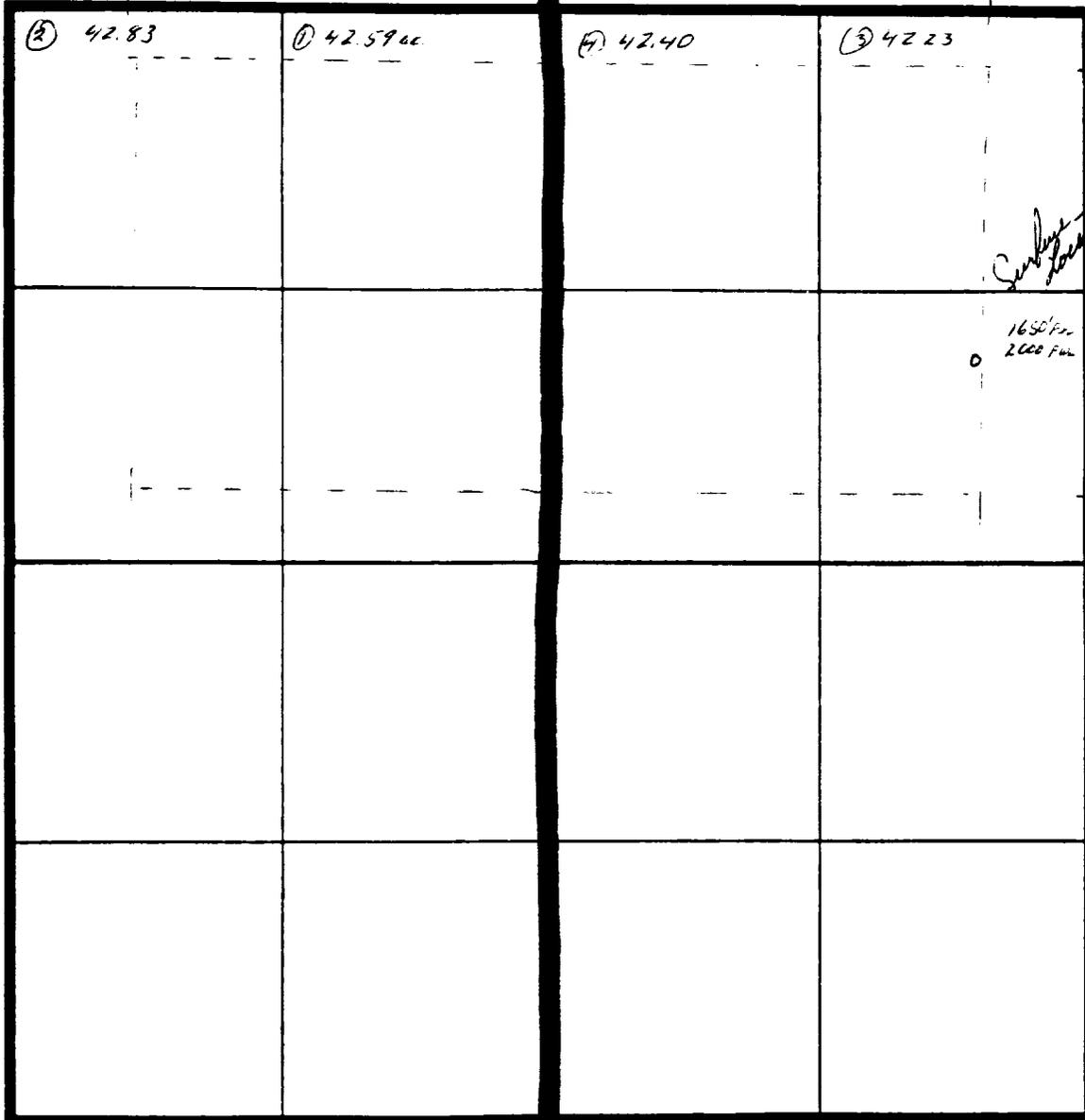


Sec. _____ Township No. 27 North of Range No. 1 West

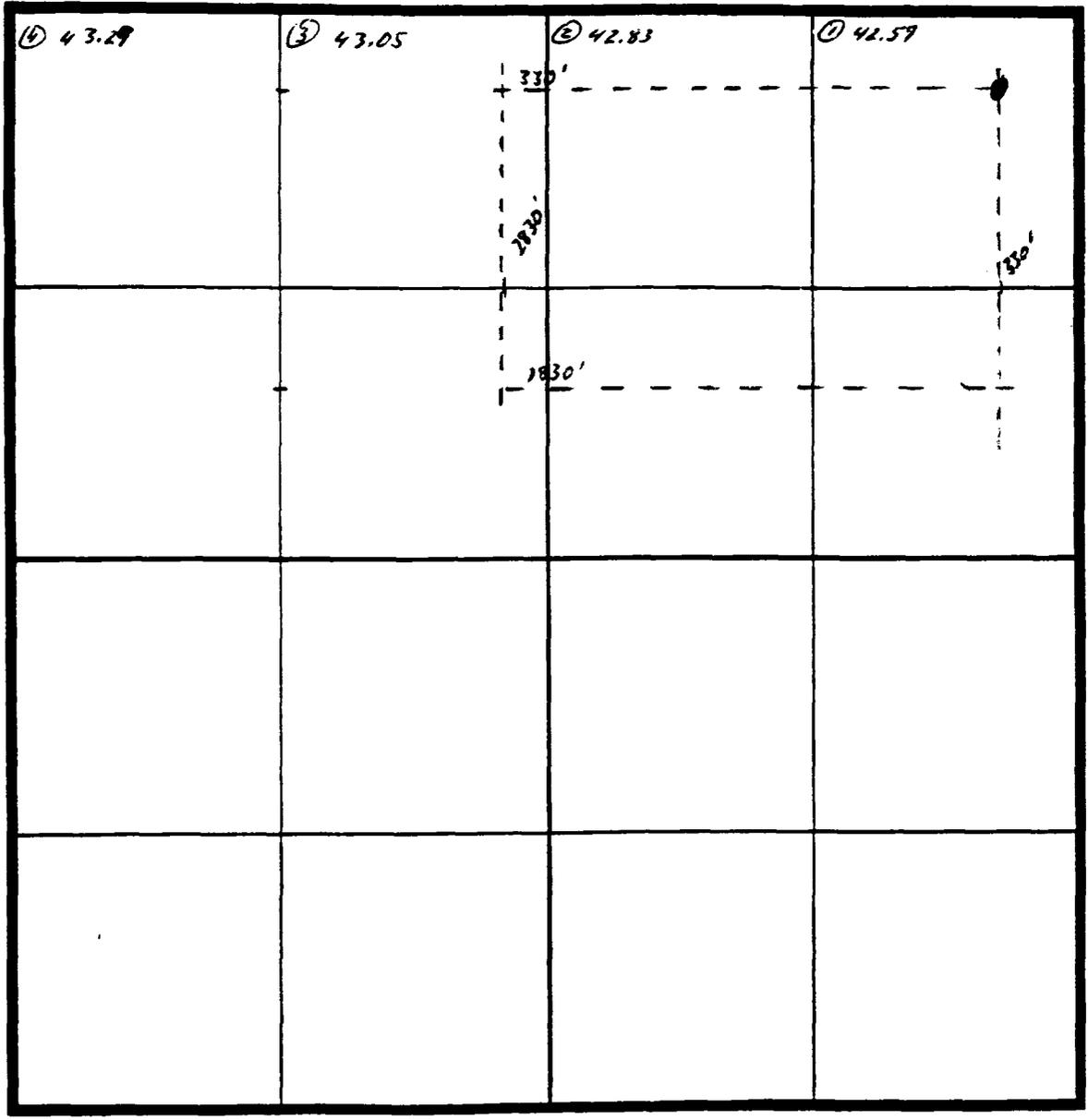
Section 4

Section 3

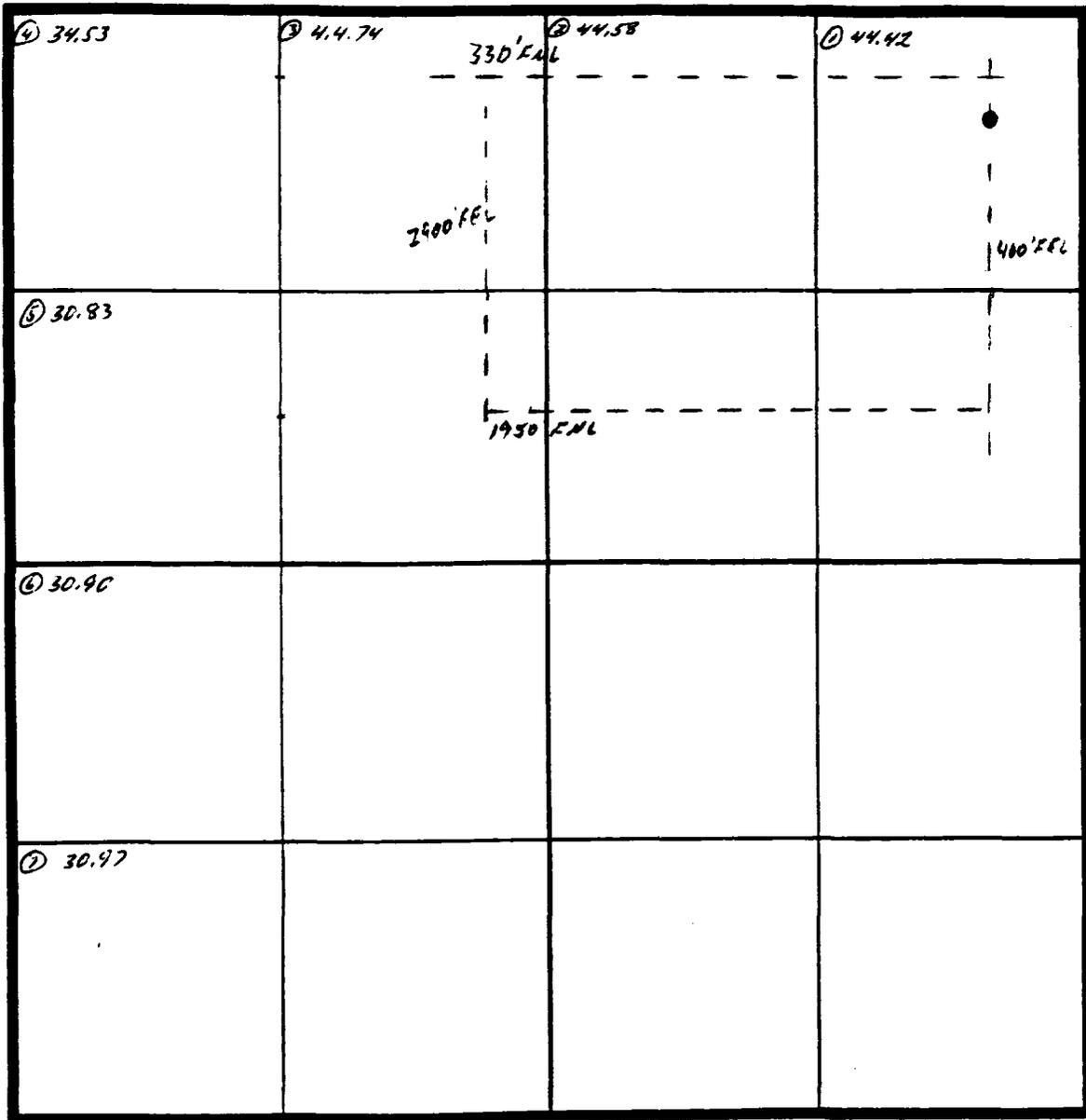


No Other Walls
In Sections
3 or 4

Sec. 4 Township No. 27 North of Range No. 1 West



Sec. 6 Township No. 27 North of Range No. 1 West



450' FNL -
400' FEL

BEFORE THE
OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION
OF AMERICAN HUNTER EXPLORATION, LTD.
FOR A HIGH ANGLE/HORIZONTAL/
DIRECTIONAL DRILLING PILOT PROJECT,
SPECIAL OPERATING RULES THEREFOR,
A NON-STANDARD OIL PRORATION UNIT,
AN UNORTHODOX OIL WELL LOCATION,
AND TO RESCIND DIVISION ORDER NO. R-9535,
RIO ARRIBA COUNTY, NEW MEXICO.

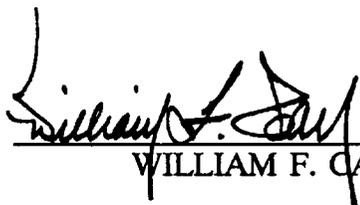
CASE NO. 10403

AFFIDAVIT

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

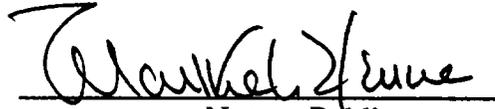
BEFORE EXAMINER CATANACH OIL CONSERVATION DIVISION <u>AM. HUNTER</u> EXHIBIT NO. <u>2</u> CASE NO. <u>10403</u>
--

WILLIAM F. CARR, attorney in fact and authorized representative of American Hunter Exploration, Ltd., the Applicant herein, being first duly sworn, upon oath, states that the notice provisions of Rule 1207 of the New Mexico Oil Conservation Division have been complied with, that Applicant has caused to be conducted a good faith diligent effort to find the correct addresses of all interested persons entitled to receive notice as shown by Exhibit "A" attached hereto, and that pursuant to Rule 1207, notice has been given at the correct addresses provided by such rule.



WILLIAM F. CARR

SUBSCRIBED AND SWORN to before me this 16th day of October, 1991.



Notary Public

My Commission Expires:

August 19, 1995

EXHIBIT A

Bureau of Land Management
1235 La Plata Hwy.
Farmington, New Mexico 87401
Attn: John Keller

Jicarilla Apache Tribe
Post Office Box 507
Dulce, New Mexico 87528
Attn: Thurman Velarde
Oil and Gas Administrator

Mr. Albert R. Greer
Benson-Montin-Greer Drilling Corp.
221 Petroleum Center Building
Farmington, New Mexico 87401

Apache Jicarilla Agency
BIA
Post Office Box 167
Dulce, New Mexico 87528

CAMPBELL, CARR, BERGE

& SHERIDAN, P.A.

LAWYERS

MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY

ANNIE-LAURIE COOGAN
PATRICIA A. MATTHEWS
MICHAEL H. FELDEWERT

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
TELECOPIER: (505) 983-6043

September 24, 1991

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Bureau of Land Management
1235 La Plata Hwy.
Farmington, New Mexico 87401
Attn: John Keller

Re: Application of American Hunter Exploration, Ltd. for Amendment of Order
No. R-9536, Rio Arriba County, New Mexico

Gentlemen:

Enclosed is a copy of the above-referenced application which has been set for hearing before an Oil Conservation Examiner on October 17, 1991.

You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear or otherwise become a party of record will preclude you from challenging the matter at a later date.

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

Very truly yours,



WILLIAM F. CARR
ATTORNEYS FOR AMERICAN HUNTER EXPLORATION, LTD.
WFC:mlh

P-106 678 057

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED
NOT FOR INTERNATIONAL MAIL
(See Reverse)

Sent to Attn: John Keller Bureau of Land Management	
Street and No. 1235 La Plata Hwy.	
P.O. State and ZIP Code Farmington, NM 87401	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$ 2.29
Postmark or Date	September 24, 1991

PS Form 3800, June 1985

PS Form 3811, Mar. 1988 * U.S.G.P.O. 1988-212-965 DOMESTIC RETURN RECEIPT

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent the card from being returned to you. The return receipt fee 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. 1. <input checked="" type="checkbox"/> Show to whom delivered, date, and addressee's address. 2. <input type="checkbox"/> Restricted Delivery (Extra charge)	
3. Article Addressed to:	4. Article Number
Bureau of Land Management 1235 La Plata Hwy. Farmington, New Mexico 87401 Attn: John Keller	P 106 678 057
5. Signature - Address X	Type of Service: <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input type="checkbox"/> COD <input type="checkbox"/> Return Receipt for Merchandise
6. Signature - Agent X <i>John Keller</i> BLD	Always obtain signature of addressee or agent and DATE DELIVERED.
7. Date of Delivery <i>9-21-91</i>	8. Addressee's Address (ONLY if requested and fee paid) <i>Same</i>

CAMPBELL, CARR, BERGE

& SHERIDAN, P.A.

LAWYERS

MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY

ANNIE-LAURIE COOGAN
PATRICIA A. MATTHEWS
MICHAEL H. FELDEWERT

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

TELECOPIER: (505) 983-6043

September 24, 1991

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Jicarilla Apache Tribe
Post Office Box 507
Dulce, New Mexico 87528
Attn: Thurman Velarde
Oil and Gas Administrator

Re: Application of American Hunter Exploration, Ltd. for Amendment of Order
No. R-9536, Rio Arriba County, New Mexico

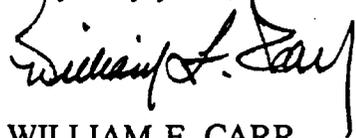
Gentlemen:

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

Very truly yours,



WILLIAM F. CARR
ATTORNEYS FOR AMERICAN HUNTER EXPLORATION, LTD.
WFC:mlh

P-106 678 058

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED
NOT FOR INTERNATIONAL MAIL
(See Reverse)

Sent to Attn: Thurman Velarde Jicarilla Apache Tribe	
Street and No Post Office Box 507	
P.O. State and ZIP Code Dulce, NM 87528	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$ 2.29
Postmark or Date September 24, 1991	

PS Form 3800, June 1985

PS Form 3811, Mar. 1988 * U.S.G.P.O. 1988-212-865 DOMESTIC RETURN RECEIPT

1. Article Addressed to: Jicarilla Apache Tribe Post Office Box 507 Dulce, New Mexico 87528 Attn: Thurman Velarde 011 & Gas Administrator		4. Article Number P 106678 058	
5. Signature - Agent X <i>Thurman Velarde</i>		Type of Service: <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input type="checkbox"/> COD <input type="checkbox"/> Return Receipt for Merchandise	
6. Signature - Address X		Always obtain signature of addressee or agent and DATE DELIVERED.	
7. Date of Delivery 092691		8. Addressee's Address (ONLY if requested and fee paid) Box 507 Dulce NM 87528	

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
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 fee 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 boxes for additional service(s) requested.
1. Show to whom delivered, date, and addressee's address. 2. Restricted Delivery (Extra charge)

CAMPBELL, CARR, BERGE

& SHERIDAN, P.A.

LAWYERS

MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY

ANNIE-LAURIE COOGAN
PATRICIA A. MATTHEWS
MICHAEL H. FELDEWERT

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
TELECOPIER: (505) 983-6043

September 24, 1991

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Mr. Albert R. Greer
Benson-Montin-Greer Drilling Corp.
221 Petroleum Center Building
Farmington, New Mexico 87401

Re: Application of American Hunter Exploration, Ltd. for Amendment of Order
No. R-9536, Rio Arriba County, New Mexico

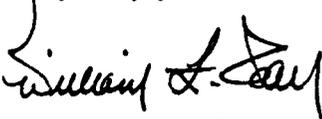
Gentlemen:

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You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear or otherwise become a party of record will preclude you from challenging the matter at a later date.

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

Very truly yours,



WILLIAM F. CARR
ATTORNEYS FOR AMERICAN HUNTER EXPLORATION, LTD.
WFC:mlh

P-106 678 059

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED
NOT FOR INTERNATIONAL MAIL

(See Reverse)

Sent to Mr. Albert R. Greer Benson-Montin-Greer	
Street and No Drilling Corp. 221 Petroleum Center Bldg.	
P.O. State and ZIP Code Farmington, NM 87401	
Postage	S
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	S 2.29
Postmark or Date September 24, 1991	

PS Form 3800, June 1985

PS Form 3811, Mar. 1988 * U.S.G.P.O. 1988-212-885 DOMESTIC RETURN RECEIPT

3. Article Addressed to: Mr. Albert R. Greer Benson-Montin-Greer Drilling Corp 221 Petroleum Center Building Farmington, NM 87401	
4. Article Number P 106 678 059	
Type of Service: <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured <input type="checkbox"/> COD <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Express Mail	
Always obtain signature of addressee or agent and DATE DELIVERED.	
8. Addressee's Address (ONLY if requested and fee paid)	
5. Signature - Address X	
6. Signature - Agent X <i>Albert Greer (Benson)</i>	
7. Date of Delivery <i>9-27</i>	

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent the card from being returned to you. The return receipt fee will provide you the name of the person delivering 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.
1. Show to whom delivered, date, and addressee's address. 2. Restricted Delivery (Extra charge)

CAMPBELL, CARR, BERGE

& SHERIDAN, P.A.

LAWYERS

MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY

ANNIE-LAURIE COOGAN
PATRICIA A. MATTHEWS
MICHAEL H. FELDEWERT

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

TELECOPIER: (505) 983-6043

September 24, 1991

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Apache Jicarilla Agency
BIA
Post Office Box 167
Dulce, New Mexico 87528

Re: Application of American Hunter Exploration, Ltd. for Amendment of Order
No. R-9536, Rio Arriba County, New Mexico

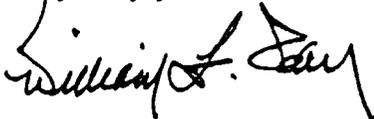
Gentlemen:

Enclosed is a copy of the above-referenced application which has been set for hearing before an Oil Conservation Examiner on October 17, 1991.

You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear or otherwise become a party of record will preclude you from challenging the matter at a later date.

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

Very truly yours,



WILLIAM F. CARR
ATTORNEYS FOR AMERICAN HUNTER EXPLORATION, LTD.
WFC:mlh

P-106 678 060

RECEIPT FOR CERTIFIED MAIL
NO INSURANCE COVERAGE PROVIDED
NOT FOR INTERNATIONAL MAIL
(See Reverse)

Sent to BIA Apache Jicarilla Agency	
Street and No. Post Office Box 167	
P.O., State and ZIP Code Dulce, NM 87528	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$ 2.29
Postmark or Date September 24, 1991	

PS Form 3800, June 1985

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.

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 fee will provide you the name of the person delivered to and the date of delivery. For additional fees for additional services are available. Contact postmaster for fees and check boxes for additional services requested.

1. Show to whom delivered, date, and addressee's address. 2. Restricted Delivery (Extra charge)

3. Article Addressed to: (Extra charge)

Apache Jicarilla Agency
BIA
Post Office Box 167
Dulce, New Mexico 87528

4. Article Number
P 106 678 060

Type of Service:
 Registered Insured
 Certified COD
 Express Mail Return Receipt for Merchandise

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Address
X

6. Signature - Agent
X *Harris*

7. Date of Delivery
092791

8. Addressee's Address (ONLY if requested and fee paid)
*Bx 167
Dulce NM 87528*

PS Form 3811, Mar. 1988 * U.S.G.P.O. 1988-212-865 DOMESTIC RETURN RECEIPT

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR



POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

November 4, 1991

CAMBELL & BLACK
Attorneys at Law
P. O. Box 2208
Santa Fe, New Mexico 87504

RE: CASE NO. 10403
ORDER NO. R-9606

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

A handwritten signature in cursive script that reads "Florene".

Florene Davidson
OC Staff Specialist

FD/sl

cc: BLM Farmington Office