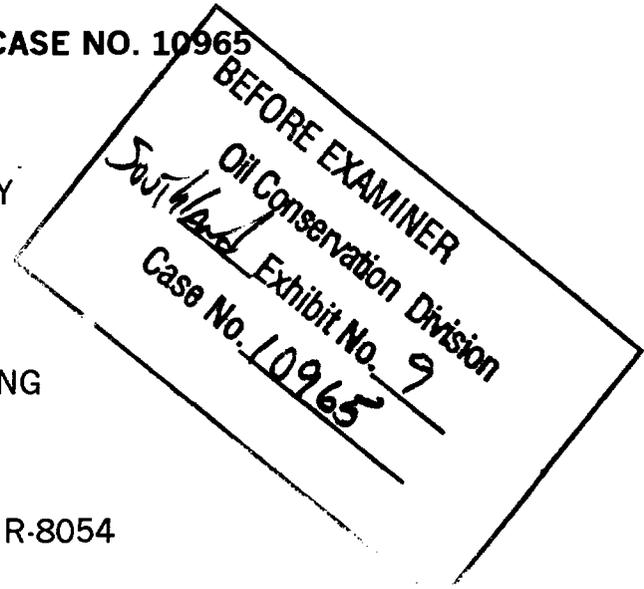


STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED
BY THE OIL CONSERVATION DIVISION
FOR THE PURPOSE OF CONSIDERING:

JERNIGAN WELL NO. 3
E/2 SEC 24, T27N. R9W
APPLICATION OF SOUTHLAND ROYALTY COMPANY
FOR A HIGH ANGLE/HORIZONTAL/DIRECTION
DRILLING PILOT PROJECT
SAN JUAN COUNTY, NEW MEXICO

CASE NO. 10965

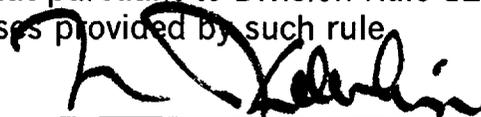


CERTIFICATE OF MAILING

AND

COMPLIANCE WITH ORDER R-8054

W. THOMAS KELLAHIN, attorney in fact and authorized representative of Southland Royalty Company, states that the notice provisions of Division Rule 1207 (Order R-8054) have been complied with, that Applicant has caused to be conducted a good faith diligent effort to find the correct addresses of all interested parties entitled to receive notice, that on the 5th day of April 1993, I caused to be mailed by certified mail return-receipt requested notice of this hearing and a copy of the application for the above referenced case along with the cover letter, at least twenty days prior to the hearing set for May 12, 1994, to the parties shown in the application as evidenced by the attached copies of return receipt cards, and that pursuant to Division Rule 1207, notice has been given at the correct addresses provided by such rule.


W. Thomas Kellahin

SUBSCRIBED AND SWORN to before me this 10th day of MAY, 1994.


Notary Public

My Commission Expires:

June 9, 1997

Is your RETURN ADDRESS completed on the reverse side?

SENDER:
Merid Jernigan
4/4/94
that we can
ck if space
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:

Amoco Production Company
P.O. Box 800
Denver, CO 80201

4a. Article Number
206 002 223

4b. Service Type
 Registered Insured
 Certified COD
 Express Mail Return Receipt for Merchandise

7. Date of Delivery
4/5

5. Signature (Addressee)

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

6. Signature (Agent)
[Handwritten Signature]

PS Form 3811, December 1991 *U.S. GPO: 1993-352-714 **DOMESTIC RETURN RECEIPT**

Thank you for using Return Receipt Service.

P 206 002 223

Amoco Production Company
P.O. Box 800
Denver, CO 80201

Merid Jernigan
4/5/94

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

Merid Jernigan

4/4/94

Write 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:

Texaco Exploration & Prod.
P.O. Box 2100
Denver, CO 80201

5. Signature (Addressee)

6. Signature (Agent)

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

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

4a. Article Number

P 206 002 222

4b. Service Type

- | | |
|-----------------------------------------------|--------------------------------------------------------------------|
| <input type="checkbox"/> Registered | <input type="checkbox"/> Insured |
| <input checked="" type="checkbox"/> Certified | <input type="checkbox"/> COD |
| <input type="checkbox"/> Express Mail | <input checked="" type="checkbox"/> Return Receipt for Merchandise |

7. Date of Delivery

4/8

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

Thank you for using Return Receipt Service.

PS Form 3811, December 1991 U.S. GPO: 1993-352-714

DOMESTIC RETURN RECEIPT

P 206 002 222

Texaco Exploration & Prod.
P.O. Box 2100
Denver, CO 80201

Merid Jernigan
4/5/94