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JASON KELLAHIN (RETIRED 1991)

February 15, 1994

HAND DELIVERED

FEB 15 1994

Mr. Michael E. Stogner
Chief Hearing Office/Engineer
Oil Conservation Division
310 Old Santa Fe, Trail
Santa Fe, New Mexico 87504

Re: Administrative application of Hallwood Petroleum, Inc. for a Non-Standard Gas Spacing and Proration unit for its Wilmerding 9 Well No. 2 consisting of the NE/4 of Section 9 and the NW/4 of Section 10, T31N, R13W, NMPM, Basin Fruitland Coal Gas Pool, San Juan County, New Mexico.

Dear Mr. Stogner:

On behalf of Hallwood Petroleum, Inc., I am responding to your letter dated January 12, 1994 addressed to Mr. Kevin O'Connell in which you request an affidavit of notification.

Please find enclosed a facsimile copy of the executed affidavit which attests to satisfaction of the notice issues raised in your letter. I will deliver the original to you when I receive it from Hallwood Petroleum Inc.

Please call me if I need to do anything else in order to have the Division issue this requested administrative order.

Regards,



W. Thomas Kellahin

cc: Kevin E. O'Connell
Hallwood Petroleum, Inc.

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

ADMINISTRATIVE APPLICATION OF HALLWOOD
PETROLEUM, INC. FOR A NON-STANDARD GAS SPACING AND
PRORATION UNIT FOR ITS WILMERDING 9 WELL NO. 2,
NE/4 OF SECTIONS 9 AND NW/4 OF SECTION 10,
T31N, R13W, NMPM, BASIN FRUITLAND COAL GAS POOL,
SAN JUAN COUNTY, NEW MEXICO.

RECEIVED
FEB 28 1994

AFFIDAVIT OF OWNERSHIP
AND
SUPPLEMENTAL CERTIFICATE OF NOTIFICATION

STATE OF COLORADO)
) SS.
COUNTY OF DENVER)

Betty J. Dieter, being first duly sworn, hereby certifies that she is the mid-continent/rockies District Manager for Hallwood Petroleum, Inc. and is its authorized representative with full and complete authority to sign this affidavit for and on behalf of Hallwood Petroleum, Inc. and that:

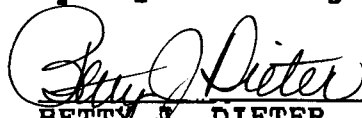
(1) Hallwood Petroleum, Inc. is the applicant before the New Mexico Oil Conservation Division for an administrative order seeking approval for its Wilmerding "9" Well No. 2 of a non-standard proration and spacing unit consisting of the NE/4 Section 9 and the NW/4 of Section 10, T31N, R13W, NMPM, San Juan County, New Mexico;

(2) all interest owners of oil and gas minerals within the vertical interval identified as the Basin Fruitland Coal Gas Pool, underlying the SE/4 of Section 9, T31N, R13W, have been provided notification of this application;

(3) all offset operators of oil and gas minerals within the Basin Fruitland Coal Gas Pool offsetting the subject proposed non-standard spacing and proration unit have been provided notification of this application pursuant to the notice provisions of Division Order R-8768;

(4) the Applicant has caused to be conducted a good faith diligent effort to find the correct addresses of all interested parties entitled to receive notice and that on November 24, 1993, Hallwood Petroleum, Inc. caused to be mailed by certified mail return-receipt requested notice of this matter; and

(5) as of the 15th day of February, 1994, Hallwood Petroleum, Inc. had not received any objections to the granting of this application from any such party receiving notice.


BETTY J. DIETER

SUBSCRIBED AND SWORN to before me this 15th day of February, 1994.


Notary Public

My Commission Expires:

9/1/97