

**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:**

**APPLICATION OF KAISER-FRANCIS OIL
COMPANY COMPULSORY POOLING, EDDY
COUNTY, NEW MEXICO.**

Case No. 20285

VERIFIED STATEMENT OF MICHAEL MAXEY

Michael Maxey, being duly sworn upon his oath, deposes and states:

1. I am a landman for Kaiser-Francis Oil Company ("KFOC"), and have personal knowledge of the matters stated herein. I have been qualified by the Division as an expert petroleum landman.

2. The following information is submitted in support of the compulsory pooling application filed herein:

(a) The purpose of this application is to force pool working interest owners into the Brushy Canyon horizontal spacing unit described below, and in wells to be drilled in the unit.

(b) No opposition is expected because the interest owners being pooled have been contacted regarding the proposed well, but have failed or refused to voluntarily commit their interests to the well.

(c) A Midland Map Co. plat outlining the unit being pooled is attached hereto as Attachment A. KFOC seeks an order approving a 240.00 acre horizontal spacing unit in the Brushy Canyon formation comprised of the W/2SW/4 of Section 24, Township 23 South Range 28E East, NMPM and W/2 W/2 of Section 25, Township 23 South, Range 28 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Pool Code: 40350 Pool Name: Loving, Brushy Canyon, East Pool; to be dedicated to the Brantley LBC 2425 Well No. 1H. The well is a horizontal well with first take point in NW/4 SW/4 of Section 24 and final take point in SW/4 SW/4 of Section 25. A C-102 for the well is attached as Attachment B. There is no depth severance in the Brushy Canyon formation.

(d) The parties being pooled and their interests are set forth in Attachment C. Their current and correct addresses are also set forth.

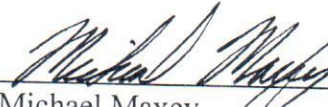
EXHIBIT J

- (e) There are no unlocatable interest owners.
- (f) Attachment D contains a summary of contacts or attempted contacts with the interest owners, together with copies of the proposal letters sent to the interest owners.
- (g) KFOC has made a good faith effort to obtain the voluntary joinder of the working interest owners in the proposed wells.
- (h) KFOC has the right to pool the overriding royalty owners in the well unit.
- (i) Attachment E contains the Authorizations for Expenditure for the proposed well. The estimated cost of the well set forth therein is fair and reasonable, and are comparable to the costs of other wells of similar depth and length drilled in this area of Eddy County.
- (j) KFOC requests overhead and administrative rates of \$8,000.00/month for a drilling well and \$800.00/month for a producing well. These rates are fair, and are comparable to the rates charged by other operators for wells of this type in this portion of Lea County. They are also the rates set forth in the Joint Operating Agreement for the well unit. KFOC requests that these rates be adjusted periodically as provided in the COPAS Accounting Procedure.
- (k) KFOC requests that the maximum cost plus 200% risk charge be assessed against non-consenting working interest owners.
- (l) KFOC requests that it be designated operator of the well.
- (m) The attachments to this affidavit were prepared by me, or compiled from company business records.
- (n) The granting of this application is in the interests of conservation and the prevention of waste.

VERIFICATION

STATE OF OKLAHOMA)
) ss.
COUNTY OF Tulsa)

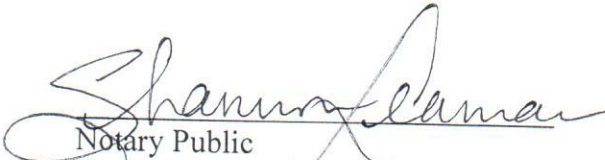
Michael Maxey, being duly sworn upon his oath, deposes and states that: He is a landman for Kaiser-Francis Oil Company; he is authorized to make this verification on its behalf; he has read the foregoing statement, and knows the contents thereof; and the same is true and correct to the best of his knowledge, information, and belief.



Michael Maxey

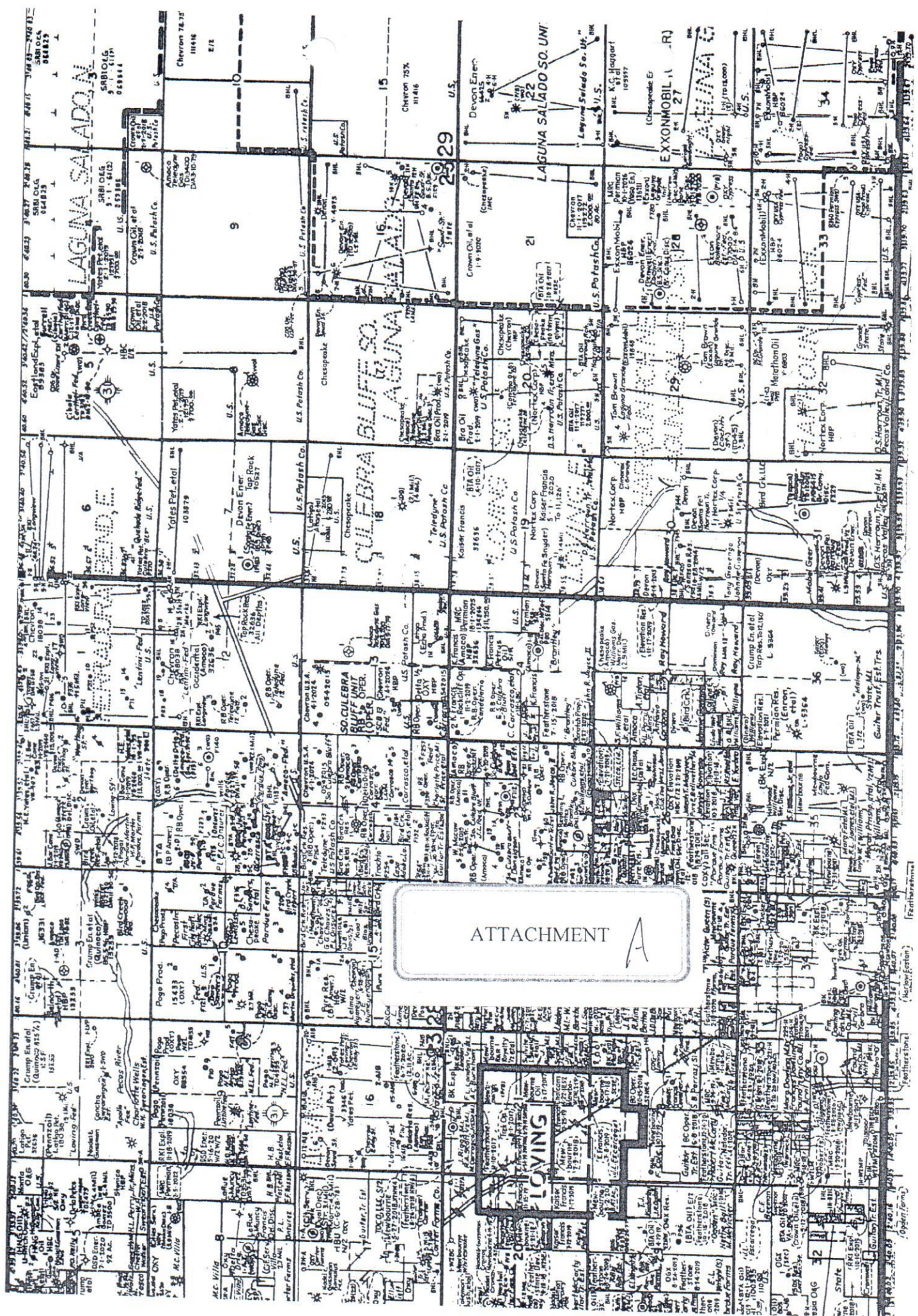
SUBSCRIBED AND SWORN TO before me this 4th day of March, 2019 by Michael Maxey.

My Commission Expires: 2-20-21



Notary Public





ATTACHMENT

12/8/2016

OCD Permitting

District I1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720**District II**811 S. First St., Artesia, NM 88210
Phone:(575) 748-1283 Fax:(575) 748-9720**District III**1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170**District IV**1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural
Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-102
August 1, 2011

Permit 229424

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-43971	2. Pool Code 40350	3. Pool Name LOVING;BRUSHY CANYON, EAST
4. Property Code 317143	5. Property Name BRANTLEY LBC 2425	6. Well No. 001H
7. OGRID No. 12361	8. Operator Name KAISER-FRANCIS OIL CO	9. Elevation 3001

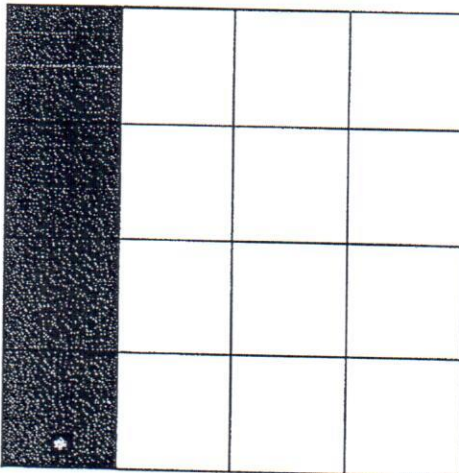
10. Surface Location

UL - Lot L	Section 24	Township 23S	Range 28E	Lot Idn L	Feet From 2465	N/S Line S	Feet From 1038	E/W Line W	County Eddy
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11. Bottom Hole Location If Different From Surface

UL - Lot M	Section 25	Township 23S	Range 28E	Lot Idn M	Feet From 280	N/S Line S	Feet From 660	E/W Line W	County Eddy
12. Dedicated Acres 240.00			13. Joint or Infill		14. Consolidation Code			15. Order No.	

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

**OPERATOR CERTIFICATION**

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Robert Major
 Title: Manager
 Date: 12/7/2016

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Surveyed By: Ronald Eidson
 Date of Survey: 11/3/2016
 Certificate Number: 3239

ATTACHMENT

B

Attachment C

Pooled Parties and their WI in the pooled unit containing the W/2 SW/4 of Section 24-23S-28E and the W/2 W/2 of Section 25-23S-28E; Eddy Co., NM

BK Exploration Company	0.02777778
Devon Energy Production Company, L.P.	0.02976190
James H. Isbell	0.00141059
Linda C. Isbell	0.00141059
Khody Land & Minerals Company	0.13690477
Marathon Oil Company	0.12500000
Sylvite Corporation	0.01388889

January 29, 2019

Sent by Certified Mail

BK Exploration Company
10159 E. 11th Street, Suite 401
Tulsa, OK 74128

Re: Brantley LBC 2425 #1H
W/2 SW/4 Section 24 and W/2 W/2 of Section 25-23S-28E
Eddy Co., NM

Gentlemen:

Kaiser-Francis Oil Company hereby proposes the drilling of a 13,400' MD / 6,230' TVD horizontal Lower Brushy Canyon test well, covering the referenced 1.5 mile well path. The well will have an approximate surface location of 2,465' FSL and 1,030' FWL of Section 24-23S-28E, and a terminus of approximately 100' FSL and 660' FWL of Section 25-23S-28E.

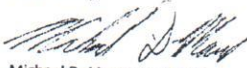
AFE costs are estimated to be \$3,353,018 DHC and \$6,434,275 CWC. Two copies of the AFE are enclosed.

Should you wish to participate in the well, please execute and return one copy of the AFE, along with a reply letter indicating your desire to participate, and we will in turn send you a JOA for your review and approval.

We will be filing a Force Pooling application with the NMOCDC soon, so a prompt answer regarding our proposal would be greatly appreciated.

Should you have any questions, I can be reached at the above number, extension 424.

Respectfully,


Michael D. Maxey, Landman
Kaiser-Francis Oil Company

ATTACHMENT 

Kaiser-Francis Oil Company
Authority for Expenditure

Operator: Kaiser-Francis Oil Company	Date: 11/16/2018
Well Name: Brantley LBC 2425 1H	Field: Malaga
Prospect: Malaga	County / Psh: Eddy
Location: Sec 24 23S 28E Eddy NM (surface)	State: NM
Depth: 13400 MD 6230 TVD	Preparer: C Jones / D Zerger
Horizon: Lower Brushy Canyon	
Objective: Drill and complete 1 1/2 Mile 150 well	

Intangible Drilling and Completion Costs				
JIB Code	Description	Drilling	Completion	Eqpt/Const
500/600	Location / Road Expense / Frac Pit Construction			
501/601	Cond. Rat Hole, Mouse Hole Services	\$140,000	\$14,000	\$120,000
502/602	Location Damages	\$35,000		
503/603	Environmental, Regulatory, and Permitting	\$20,000		
504/604	Turnkey Completion Rig			
	Footage @ _____ per foot		\$13,500	
	Daywork _____ 19 days at _____			\$13,500
505/605	Coiled Tubing & Related Services	\$75,000	\$475,000	
506/606	Rig Mob / Demob		\$120,000	
507/607	Directional Drilling Services	\$299,250		
508/608	Bits & Reamers	\$249,000		
510/610	Fuel/Power	\$64,200		
512/612	Drilling Water / Completion Fluid	\$114,950		
514/614	Mud & Chemicals	\$42,000	\$179,250	
515/615	Closed Loop System / Mud & Cuttings Disposal / SWD	\$150,000	\$35,000	
516/616	Surface Equipment Rental / Inspection	\$180,000	\$50,000	
517/617	Downhole Equipment Rental / Inspection	\$208,085	\$91,800	
518/618	Transportation & Loading	\$51,100	\$3,500	
520/620	DST, Coring & Analysis	\$45,000	\$63,000	
521/621	Downhole tools: Whipstocks, Liner Hangers, Frac Plugs			
522/622	OH Logs / CH Logs / Perforating / Slickline	\$3	\$43,500	
523/623	Mud Logging / Geosteering / LWD		\$150,000	
524/624	Cementing & Squeezing	\$22,800		
526/626	Casing Crews & Equipment	\$220,000		
528/628	Plug & Abandon	\$40,500		
529/629	Stimulation			
532/632	Geological & Engineering		\$1,200,000	
534/634	Supervision		\$10,000	
536/636	Miscellaneous Contract Labor	\$99,000	\$27,750	
538/638	Prof. Fees & Abstracts	\$32,000	\$30,000	\$100,000
541/641	Liability Insurance / Bonds			
542/642	Drilling Overhead / Completion Overhead			
544/644	Miscellaneous & Unforeseen	\$15,200	\$6,300	
	Total Intangible Drilling & Completion	\$336,585	\$203,760	\$22,000
		\$2,870,373	\$2,741,360	\$242,000
Tangible Well and Lease Equipment Costs				
JIB Code	Description	Drilling	Completion	Eqpt/Const
700	Conductor			
701	Surface Casing			
702	Intermediate Casing	13-3/8" 48# H-40 STC 500	\$29,000	
702	Intermediate Casing	9 5/8" 2700	\$96,300	
704	Drilling Liner (BCP)			
703	Production Liner (ACP)			
706	Production Casing (ACP)	5-1/2" 17# 13400	\$15,000	
710	Tubing	2-7/8" 6.5# L-80 EUE to KOP 7000	\$239,400	
721/720	Wellhead Equip. BCP/ACP		\$42,000	
724	Packers & Downhole Equipment	\$65,000	\$40,000	
726	Rods & Pumps			
737	Line Pipe / Fittings / Pipeline			
738	Automation/SCADA/Misc Electrical Equipment			
747	Valves			\$150,000
752	Tanks & Walkways			\$100,000
765	Heaters / Treaters / Separator / VRU			\$35,000
768	Artificial Lift / Compressor			\$80,000
770	Gas Sales Unit / Dehy / Line Heater / Flare			\$75,000
775/774	Transportation and Freight BCP/ACP			\$60,000
777/776	Inspect/Test Tubulars BCP/ACP	\$10,000	\$2,000	\$25,000
779/778	Non-Controllable Equipment BCP/ACP	\$24,000	\$5,000	\$60,000
	Total Well and Lease Equipment	\$33,645	\$8,900	\$58,500
		\$512,345	\$97,900	\$643,500
	Total Drilling and Completion Cost	\$3,353,018	\$2,339,260	\$885,500
				\$6,434,275

KFOC APPROVALS	PARTNER APPROVAL
Drilling	Signature
Completion	Printed Name
Land	Position
Geology	Company
Reservoir	Date
Asset Manager	
Chief Operating Officer	

ATTACHMENT E

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

APPLICATION OF KAISER-FRANCIS OIL
COMPANY FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.

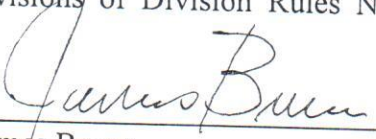
Case No. 20285

AFFIDAVIT OF NOTICE

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

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

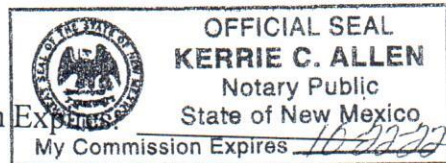
1. I am over the age of 18, and have personal knowledge of the matters stated herein.
2. I am an attorney for Kaiser-Francis Oil Company.
3. Kaiser-Francis Oil Company has conducted a good faith, diligent effort to find the names and correct addresses of the interest owners entitled to receive notice of the application filed herein.
4. Notice of the application was provided to the interest owners, at their last known addresses, by certified mail. Copies of the notice letter and certified return receipts are attached hereto as Attachment A.
5. Applicant has complied with the notice provisions of Division Rules NMAC 19.15.4.9 and 19.15.4.12.



James Bruce

SUBSCRIBED AND SWORN TO before me this 6th day of March, 2019 by James Bruce.

My Commission Expires





Notary Public

EXHIBIT 2

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone)
(505) 660-6612 (Cell)
(505) 982-2151 (Fax)
jamesbruce@aol.com

February 15, 2019

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and gentlemen:

Enclosed is a copy of an application for compulsory pooling, filed with the New Mexico Oil Conservation Division by Kaiser-Francis Oil Company, regarding a Delaware well in the W/2SW/4 of Section 24 and the W/2W/2 of Section 25, Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico.

This matter is scheduled for hearing at 8:15 a.m. on Thursday, March 7, 2019, in Porter Hall at the Division's offices at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest who may be affected by the application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from contesting this matter at a later date.

A party appearing in a Division case is required by Division Rules to file a Pre-Hearing Statement no later than Thursday, February 15, 2019. This statement must be filed with the Division's Santa Fe office at the above address, and should include: The names of the party and his or her attorney; a concise statement of the case; the names of the witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that need to be resolved prior to the hearing.

Very truly yours,



James Bruce

Attorney for Kaiser-Francis Oil Company

ATTACHMENT

A

EXHIBIT A

BK Exploration Company
10159 East 11th Street, Suite 401
Tulsa, OK 74128

Devon Energy Production Company, L.P.
333 West Sheridan Avenue
Oklahoma City, OK 73102

James H. Isbell
2820 Moss Avenue
Midland, TX 79705

Linda C. Isbell
2505 Meta Place
Midland, TX 79701

Khody Land & Minerals Company
210 Park Avenue, Suite 900
Oklahoma City, OK 73102

Marathon Oil Permian LLC
Marathon Oil Company
5555 San Felipe Street
Houston, TX 77056

Sylvite Corporation
3800 West 71st Street
Tulsa, OK 74132

SENDER: COMPLETE THIS SECTION

1. Article Addressed to:
- Complete items 1, 2, and 3.
 - Print your name and address on the reverse so that we can return the card to you.
 - Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Sylvite Corporation
3800 West 71st Street
Tulsa, OK 74132



9590 9402 4368 8190 0160 44

7018 2290 0000 3423 1251

(over \$500)

PS Form 3811, July 2015 PSN 7530-02-000-9053

K-Bv

Domestic Return Receipt

Restricted Delivery

3. Service Type
- ☐ Priority Mail Express®
 - ☐ Registered Mail™
 - ☐ Return Receipt for Merchandise
 - ☐ Signature Confirmation™
 - ☐ Signature Confirmation Restricted Delivery
 - ☐ Collect on Delivery
 - ☐ Restricted Delivery

4. Agent
- ☐ Agent
 - ☐ Addressee

C. Date of Delivery

Is delivery address different from item 1? ☐ Yes ☐ No

If YES, enter delivery address below:

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PS Form 3800, April 2015 PSN 7530-02-000-9047

OFFICIAL USE

U.S. Postal Service™

CERT

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

BK Exploration Company
10159 East 11th Street, Suite 401
Tulsa, OK 74128



9590 9402 4368 8190 0161 05

2. Article Number 7018 2290 0000 3423 1312

PS Form 3811, July 2015 PSN 7530-02-000-9053

K-61

Domestic Return Receipt

**U.S. Postal Service™
CERTIFIED MAIL® RECEIPT**
Domestic Mail Only

For delivery information, visit our website at www.usps.com

OFFICIAL USE

Certified Mail Fee	
Extra Services & Fees (check box, add fee as appropriate)	
☐ Return Receipt (hardcopy)	\$
☐ Return Receipt (electronic)	\$
☐ Certified Mail Restricted Delivery	\$
☐ Adult Signature Required	\$
☐ Adult Signature Restricted Delivery	\$
Postage	
\$	
Total Postage and Fees	
\$	
Sent To	
BK Exploration Company	
10159 East 11 th Street, Suite 401	
Tulsa, OK 74128	
City, State, Zip+4®	

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

COMPLETE THIS SECTION ON DELIVERY

A. Signature	
☒ Agent	☐ Addressee
B. Received by (Printed Name)	
C. Date of Delivery	
D. Is delivery address different from item 1? ☐ Yes ☐ No	
If YES, enter delivery address below:	

3. Service Type	
☐ Adult Signature	☐ Priority Mail Express®
☐ Adult Signature Restricted Delivery	☐ Registered Mail™
☐ Certified Mail®	☐ Return Receipt for Merchandise
☐ Certified Mail Restricted Delivery	☐ Signature Confirmation™
☐ Collect on Delivery	☐ Signature Confirmation Restricted Delivery
☐ Collect on Delivery Restricted Delivery	☐ Restricted Delivery

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

James H. Isbell
2820 Moss Avenue
Midland, TX 79705



9590 9402 4368 8190 0160 82

2. Article Number (Transfer from service label)

7018 2290 0000 3423 1299

PS Form 3811, July 2015 PSN 7530-02-000-9053

K-61

Domestic Return Receipt

**U.S. Postal Service™
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For delivery information, visit our website at www.usps.com

OFFICIAL USE

Certified Mail Fee	
Extra Services & Fees (check box, add fee as appropriate)	
☐ Return Receipt (hardcopy)	\$
☐ Return Receipt (electronic)	\$
☐ Certified Mail Restricted Delivery	\$
☐ Adult Signature Required	\$
☐ Adult Signature Restricted Delivery	\$
Postage	
\$	
Total Postage and Fees	
\$	
Sent To	
James H. Isbell	
2820 Moss Avenue	
Midland, TX 79705	
City, State, Zip+4®	

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

COMPLETE THIS SECTION ON DELIVERY

A. Signature	
☒ Agent	☐ Addressee
B. Received by (Printed Name)	
C. Date of Delivery	
D. Is delivery address different from item 1? ☐ Yes ☐ No	
If YES, enter delivery address below:	

3. Service Type	
☐ Adult Signature	☐ Priority Mail Express®
☐ Adult Signature Restricted Delivery	☐ Registered Mail™
☐ Certified Mail®	☐ Return Receipt for Merchandise
☐ Certified Mail Restricted Delivery	☐ Signature Confirmation™
☐ Collect on Delivery	☐ Signature Confirmation Restricted Delivery

PS Form 3800, April 2015 PSN 7530-02-000-9047

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Marathon Oil Permian LLC
Marathon Oil Company
5555 San Felipe Street
Houston, TX 77056



9590 9402 4368 8190 0160 51

2. Article Number (Transfer from envelope label)

7018 2290 0000 3423 1268

PS Form 3811, July 2015 PSN 7530-02-000-9053

Domestic Return Receipt

COMPLETE THIS SECTION ON DELIVERY

A. Signature 	☒ Agent ☐ Addressee
B. Received by (Printed Name) Richard Vargas	C. Date of Delivery 3/26/19
D. Is delivery address different from item 1? ☐ Yes If YES, enter delivery address below: ☐ No	

3. Service Type	☐ Priority Mail Express®
☐ Adult Signature	☐ Registered Mail™
☐ Adult Signature Restricted Delivery	☐ Registered Mail Restricted Delivery
☒ Certified Mail®	☐ Return Receipt for Merchandise
☐ Certified Mail Restricted Delivery	☐ Signature Confirmation™
☐ Collect on Delivery	☐ Signature Confirmation Restricted Delivery
☐ Collect on Delivery Restricted Delivery	
☐ Restricted Delivery	

U.S. Postal Service™

CERTIFIED MAIL® RECEIPT

Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee

Extra Services & Fees (check box, add fee as appropriate)	
☐ Return Receipt (hardcopy)	\$
☐ Return Receipt (electronic)	\$
☐ Certified Mail Restricted Delivery	\$
☐ Adult Signature Required	\$
☐ Adult Signature Restricted Delivery	\$
Postage	\$

Postmark
Here

Total Postage and Fees

\$

Sent To

Marathon Oil Permian LLC

Marathon Oil Company

5555 San Felipe Street

Street and Apt. No., or P.O. Box

Houston, TX 77056

City, State, ZIP+4®

PS Form 3800, April 2015 PSN 7530-02-000-9047

See Reverse for Instructions

7018 2290 0000 3423 1305

U.S. Postal Service™ CERTIFIED MAIL® RECEIPT Domestic Mail Only	
For delivery information, visit our website at www.usps.com ®.	
OFFICIAL USE	
Certified Mail Fee	Postmark Here
\$	
Extra Services & Fees (check box, add fee as appropriate)	
☐ Return Receipt (hardcopy) \$	
☐ Return Receipt (electronic) \$	
☐ Certified Mail Restricted Delivery \$	
☐ Adult Signature Required \$	
☐ Adult Signature Restricted Delivery \$	
Postage	
\$	
Total Postage and Fees	
\$	
Sent To	Devon Energy Production Company, L.P.
Street and Apt. No., or	333 West Sheridan Avenue
	Oklahoma City, OK 73102
City, State, ZIP+4®	
PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions	

James Bruce
P.O. Box 1056
Santa Fe, New Mexico 87504

PLACE STICKER AT TOP OF ENVELOPE TO THE RIGHT
OF THE RETURN ADDRESS, FOLD AT DOTTED LINE

CERTIFIED MAIL®



7018 2290 0000 3423 1282

US POSTAGE
FIRST-CLASS

071V00607931
87501
000112890

Linda C. Isbell
2505 Meta Place
Midland, TX 79701

NSN

U.S. Postal Service™

CERTIFIED MAIL® RECEIPT

Domestic Mail Only

For delivery information, visit our website at www.usps.com®

OFFICIAL USE

Certified Mail Fee \$

Extra Services & Fees (check box, add fee as appropriate)

☐ Return Receipt (hardcopy) \$
☐ Return Receipt (electronic) \$
☐ Certified Mail Restricted Delivery \$
☐ Adult Signature Required \$
☐ Adult Signature Restricted Delivery \$

Postage \$

Total Postage and Fees \$

Linda C. Isbell

2505 Meta Place

Midland, TX 79701

Sent To

Street and Apt. No., or PO Box No.

City, State, ZIP+4®

Postmark
Here

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

CARBAD CURRENT-ARGUS

AFFIDAVIT OF PUBLICATION

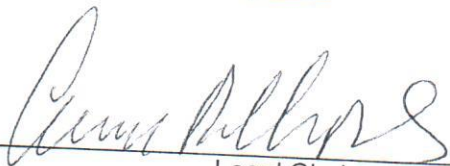
Ad No.
0001277656

JAMES BRUCE ATTORNEY AT LAW

PO BOX 1056
SANTA FE NM 87504

I, a legal clerk of the **Carlsbad Current-Argus**,
a newspaper published daily at the City of
Carlsbad, in said county of Eddy, state of New
Mexico and of general paid circulation in said
county; that the same is a duly qualified
newspaper under the laws of the State wherein
legal notices and advertisements may be
published; that the printed notice attached
hereto was published in the regular and entire
edition of said newspaper and not in supplement
thereof on the date as follows, to wit:

2/19/19


Legal Clerk

Subscribed and sworn before me this
19th of February 2019.

State of WI, County of Brown
NOTARY PUBLIC

My Commission Expires

EXHIBIT 3

Ad#:0001277656
P O:
of Affidavits :0.00



NOTICE

To: BK Exploration Company, Devon Energy Production Company L.P., James H. Isbell, Linda C. Isbell, Khody Land & Minerals Company, Marathon Oil Company, Marathon Oil Permian LLC, and Sylvite Corporation, or your heirs, devisees, successors, or assigns: Kaiser-Francis Oil Company has filed an application with the New Mexico Oil Conservation Division seeking an order pooling all mineral interests in the Delaware formation underlying a horizontal spacing unit comprised of the W/2SW/4 of Section 24 and the W/2W/2 of Section 25, Township 23 South, Range 28 East, NMPM. The unit will be dedicated to the Brantley LBC 2425 Well No. 1H, with a first take point in the NW/4SW/4 of Section 24 and a final take point in the SW/4SW/4 of Section 25. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The application is scheduled to be heard at 8:15 a.m. on Thursday, March 7, 2019 at the Division's offices at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. As an interest owner in the well unit, you have the right to enter an appearance and participate in the case. Failure to appear will preclude you from contesting this matter at a later date. The attorney for applicant is James Bruce, P.O. Box 1056, Santa Fe, New Mexico 87504. The unit is located approximately 3 miles southeast of Malaga, New Mexico.
Pub: February 19, 2019 #1277656