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

## IN THE MATTER OF THE APPLICATION OF YATES PETROLEUM CORPORATION FOR COMPULSORY POOLING, CHAVES COUNTY, NEW MEXICO.

CASE NO. 14060

#### **AFFIDAVIT**

STATE OF NEW MEXICO COUNTY OF SANTA FE

) )ss.

)

Ocean Munds-Dry, attorney in fact and authorized representative of Yates

Petroleum Corporation., the Applicant herein, states that notice of the above-

referenced Application was mailed to the interested parties shown on Exhibit "A"

attached hereto in accordance with Oil Conservation Division Rules, and that true

and correct copies of the notice letter and proof of notice are attached hereto.

for Ocean Munds-Dry

SUBCRIBED AND SWORN to before me this \_\_\_\_\_ day of <u>March</u>, 2008 by Ocean Munds-Dry.

My Commission Expires: <u>3-10-12</u>



BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Case No. <u>14060</u>.... Exhibit No. 5 Submitted by: <u>YATES PETROLEUM CORPORATION</u> Hearing Date: <u>March 6, 2008</u>

#### AFFIDAVIT OF PUBLICATION STATE OF NEW MEXICO

I, Fran Saunders Legals Clerk

Of the Roswell Daily Record, a daily newspaper published at Roswell, New Mexico do solemnly swear that the clipping hereto attached was published in the regular and entire issue of said paper and not in a supplement thereof for a period of:

one time

beginning with the issue dated

February 10th 2008

and ending with the issue dated

February 10th 2008

nunders

Clerk

Sworn and subscribed to before me

this 11th day of February 2008

**Notary Public** 

My Commission expires June 13, 2010

(SEAL)

Publish February 10, 2008 NOTICE OF PUBLICATION STATE OF NEW MEXICO. ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION SANTA FE, NEW MEXICO The State of New Mexico through its Oil Conservation Division hereby gives notice pursuant to law and the Rules and Regulations of the Division of the tollowing public hearing to be held at 8:15 A.M. on March 6, 2008, in the Of Conservation, Division Hearing Room at 1220 South, SL, Francis, Santa, Fe., New Mexico, before an examiner duly appoint for the hearing, it, you are an individ. interpreter, or any other form of auxiliary ad or service to ettend or participation in the heating, please contact: Florene Davidson at 505-476-3458 or through the New Mexico Relay Network, 1-800-659-1779 by Februay 25, 2008 - Public documents including the agenda and minutes, can be provided in various ac-Coordinants including and agential and an analysis of the type of casable forms. Please, contact Florene Davidson if a summary or other type of 10.10 12:05 STATE OF NEW MEXICO TO: All named parties and persons having any right, title, interest think of Or claim in the following cases and notice to the public. (NOTE: All land descriptions herein refer to the New Mexico Principal Mendian whether or not so stated.) CASE 14060: (Re-advertised) Application of Yates Petrolaum Corporation for computsory pooling, Chaves County, New Mexico. Applicant in the above styled cause seeks an order pooling all mineral interests from the surface to the base of the Situro-Devonian formation in the following described, specing , and provation units located in the E/2 of Section 2, Township 8 South, Pange 26 East, N.M.P.M., Chaves County, New Mexico: the E/2 for all formations and/or pools developed on 320 ecre spacing within this vertical extent including the North Foor Ranch-Pre-Pennian Gas, Pool and the Undesignated South Leske Spring-Wolfcamp Gas Pool; the NE/4 for all tormations and/or pools developed on 160 acre spacing within this vertical extent including the Pecos Slope Abo Gas Pool; and the NWI4 NEM for all formations and/or pools developed on 40 acre spacing within this vertical extent. Said unit is to be dedicated to its Value BCV State Com Well 12.2 which has been drilled at a location 660 feet from the North line and 1980 feet from the East line of Section 2, Township 8 South, Range 26 East, NMPM, Chaves County, New Mexico to an approximate depth of 5.875 feet to test any and all formations from the surface to the base of the Siluro-Devonian formation. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of Yates Peroleum Corporation as operator of the well and a charge for risk involved in crising said well. Said area is located 23 miles east of Roswell, New Maxico USPHID ..... 51 61 2 Given under the Seal of the State of New Mexico On Conservation Commission at Santa Fe, New Mexico on this 7th day January 2008. STATE OF NEW MEXICO OIL CONSERVATION DIVISION Mark E. Fesritire, P.E. Director Plan L. : Gorino and the star of the start of the 



# HOLLAND&HART.

Ocean Munds-Dry omundsdry@hollandhart.com

January 10, 2008

### <u>CERTIFIED MAIL</u> <u>RETURN RECIEPT REQUESTED</u>

#### Re: Application of Yates Petroleum Corporation for compulsory pooling, Chaves County, New Mexico.

Ladies and Gentlemen:

This letter is to advise you that Yates Petroleum Corporation has filed the enclosed application with the New Mexico Oil Conservation Division seeking an order pooling all mineral interests from the surface to the base of the Siluro-Devonian formation in certain spacing and proration units in the E/2 of Section 2, Township 8 South, Range 26 East, N.M.P.M., Chaves County, New Mexico. Said pooled units are to be dedicated to Yates's Value BCV State Com Well No. 2 which has been drilled at a location 660 feet from the North line and 1980 feet from the East line of Section 2, Township 8 South, Range 26 East, NMPM, Chaves County, New Mexico to an approximate depth of 5,675 feet to test any and all formations from the surface to the base of the Siluro-Devonian formation.

This application has been set for hearing before a Division Examiner at 8:15 a.m. on February 7, 2008. The hearing will be held in Porter Hall in the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. 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 at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 1208.B to file a Pre-hearing Statement four days in advance of a scheduled hearing. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: the names of the parties and their attorneys; a concise statement of the case; the names of all 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 are to be resolved prior to the hearing.

Sincerely,

Ocean Munds-Dry ATTORNEYS FOR YATES PETROLEUM CORPORATION

A Signature A Signature A Signature B. Received by ( <i>Printed Name</i> ) C. Date of Delivery b. is delivery address different from item 1? D Yes If YES, enter delivery address below: D No	<ol> <li>Service Type</li> <li>Certified Mail Express Mail</li> <li>Certified Mail Express Mail</li> <li>Registered Editeturn Receipt for Merchandise</li> <li>Insured Mail □ C.O.D.</li> <li>Restricted Delivery' (Extra Fee) □ Yes</li> </ol>	V address diffusion	Restricted Delivery	n Receipt 102595-02-M-1540
<ul> <li>SENDE</li> <li>SENDE</li> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the maliplece, or on the front if space permits.</li> <li>Article Addressed to:</li> <li>John Cadigan and the Estate of Linda Cadigan</li> </ul>	Drawer F Cashimere, WA98815 2. Aride Number		2. Article Number (Transfer from service label) 7006 2750	PS Form 3811, February 2004 Domestic Return Receipt
US Rostal Services US Rostal Services CERTIFIED MALE REGERT CERTIFIED MALE REGERT CERTI	Linda Cadigan Drawer F Cashmere, WA 98815	CERTIFICATION CERTIFICATION CERTIFICATION CONTRICTION CONTRICTION CONTRICTION CONTRICTION CONTRICTION CONTRICTION CONTRICTION Contribution Contribut		

۲

6CM

.

. .