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

IN THE MATTER OF THE APPLICATION OF MARATHON OIL COMPANY, KERR-McGEE CORPORATION AND SANTA FE ENERGY RESOURCES, INC. TO TERMINATE GAS PRORATIONING, TO IN-FILL DRILL AND TO AMEND THE SPECIAL POOL RULES AND REGULATIONS FOR THE INDIAN BASIN-MORROW GAS POOL, EDDY COUNTY, NEW MEXICO

OCD Case No. 11512

AFFIDAVIT

STATE OF TEXAS	§
	§
COUNTY OF MIDLAND	§

Thomas C. Lowry, being first duly sworn upon his oath, deposes and states:

- He is a Texas attorney employed by Marathon Oil Company in Midland, Texas.
- 2. He supervised the sending of Notice of Hearing for the Marathon Application in OCD Case No. 11512.
- 3. Notice of hearing was sent on March 29, 1996, to the parties listed on the attached Exhibit, which consist of the following:
 - A. All interest owners, including royalty owners, in wells currently producing from the Indian Basin-Morrow Pool. This is all interest owners in Township 21 South, Range 23 East, Sections 2, 9, 10, 11, 14, 15, 22 and 36, and Township 21 South, Range 24 East, Sections 16, 17, 19, 20, 30 and 31. Inadvertently omitted from this group of interest owners were Nolan H. Brunson, Jr. and Oryx Energy Company. Marathon has requested Mr. Brunson and Oryx each sign a Waiver of Notice of Hearing.
 - B. The only operator in the Pool which does not have a currently producing Morrow well and was not given notice of the hearing as an owner in a producing well, is Citation Oil & Gas Corporation. Marathon intended to send notice of hearing to Citation, but Citation was inadvertently omitted from the mailing list. Marathon has requested Citation sign a Waiver of Notice of Hearing.

Before the
OIL CONSERVATION DIVISION
SANTA FE, NEW MEXICO
Submitted by MARATHON OIL CO. EXHIBIT NO.
Hearing Date: May 2, 1996 CASE NO. 11512

- C. Notice was given to Conoco, Inc. and Vernon E. Faulconer, Inc., who are the only operators of Morrow wells offsetting the Indian Basin-Morrow Pool who were not given notice of hearing under A.
- D. Notice was given to Devon Energy Corporation as the only owner of an undrilled oil and gas lease within the Pool who was not given notice of hearing under A.
- E. There were no owners of unleased minerals who were not otherwise given notice of hearing under A.
- F. Notice was given to Natural Gas Pipeline Company of America and Agave Petroleum Company as the two pipeline companies likely to transport all Morrow production from the Pool.
- 4. 124 notices of hearing were sent. 121 green cards were returned indicating receipt. Two cards were not returned, one from Amoco Production Company and one from Ann A. Stromberg. Tracers have been placed on these two letters with no results received as of the date of this Affidavit. One letter was returned due to an expired forwarding order by Optometric Education Program Foundation, Inc. Several unsuccessful attempts have been made to obtain a correct address.

5.	Upon personal knowledge,	Affiant swears	and	affirms	the	foregoing	to
	be true and correct						

Thomas C. Lowry

STATE OF TEXAS §

§ SS.

COUNTY OF MIDLAND §

Subscribed and sworn to before me this 30th day of April, 1996.

Maria L. Vela, Notary Public in and for the State

of Texas, County of Midland

My commission expires: 8/15/96

Chase Properties, Inc. 6403 NW Grand Blvd Suite 600 Oklahoma City OK 73116 Louis Dreyfus Natural Gas Corp. 14000 Quail Spring Parkway Suite 600 Oklahoma City OK 73134-2600 Elsie G. Gorman 802 South Western Stillwater OK 74074-4127

Lowe Partners, LP P O Box 832 Midland TX 79702-0832 Maralo, Inc. P O Box 832 Midland TX 79702-0832 Parker & Parsley Development P O Box 3178 Midland TX 79702-3178

Ken Perkins Oil & Gas, Inc. P O Drawer 1237 Kingsville TX 78363

Marion E. Spitler 1610 Banbury Lane Carrollton TX 75006-5202 Santa Fe Energy Resources Inc 1616 S Voss Houston TX 77057-0000

Yates Petroleum Corporation P O Box 1395 Artesia NM 88211-1395 Bill Fenn P O Drawer 569 Giddings TX 78942 Santa Fe Energy Resources Inc 550 W Texas, Suite 1330 Midland TX 79701

Devon Energy Corporation 20 N Broadway, Suite 1500 Oklahoma City OK 73102 Conoco Inc 10 Desta Drive, Suite 100W Midland TX 79705 Fasken Oil & Ranch Interests 303 W Wall, Suite 1900 Midland TX 79701

Vernon E Faulconer Inc P O Box 7995 Tyler TX 75711-7995 The Home-Stake Oil & Gas Co 2800 First National Tower Tulsa OK 74103 Bonnie M Morrison c/o United New Mexico Bank P O Box 1977 Roswell NM 88202-1977

Willis F Ammentorp 423 Fitch Kerrville TX 78028-2755 John C Stanfield 2314 Maxwell Midland TX 79705-4910 James P. Murphy 2817 Stutz Drive Midland TX 79705-4929

Charles W Perry Jr P O Box 371 Midland TX 79702-0371

Robert D. Anson, Trustee 2503 Culpepper Drive Midland TX 79705-6318 W L Furche 105 Western United Life Bldg Midland TX 79701

Elinor M Chase 1303 W. Kansas Midland TX 79701-6036 Marjorie F Chase 1303 W Kansas Midland TX 79701-6036 Mary Ann Chase 89 Sunnyside Drive Athens OH 45701-1921

Samuel Chase 19 Bonita Street Sausalito CA 94965-2113 Steve Chase 20042 Pork Ranch San Antonio TX 78259-1921

Dorothy C Frenzel 1118 Mogford Midland TX 79701-5668

EXHIBIT

Rimco Partners LPI c/o Rimco Associates Inc 22 Waterville Rd Avon CT 06001-2066 Charles B Hinton 9426 Sanford Houston TX 77031-2218 Harvin L Landua Jr 2004 Community Lane Midland TX 79701

Jeffrey D Landua P O Box 2296 Brenham TX 77834 Amoco Production Company P O Box 3092 Houston TX 77253 Nearburg Exploration Company 3300 N "A" St #8100 Dallas TX 79705

Sabine Royalty Trust P O Box 830650 Dallas TX 75283 Elizabeth Mendez 9215 Hagerman NE Albuquerque NM 87109-6455 Estate of Jo Anna W Light Robert S Light, Pers. Rep. P O Box 1658 Carlsbad NM 88221-1658

Mildred M Parker c/o Texas Commerce Bank P O Box 200270 Houston TX 77216-0270 The Hill Foundation
First National Bank of Denver
Attn: Trust Minerals 023
P O Box 5825 Terminal Annex
Denver CO 80217-5825

First Century Oil Inc P O Box 1518 Roswell NM 88202-1518

Hugh E Hanagan P O Box 329 Roswell NM 88202-0329 Wallace S. Gates 611 South Roselawn Artesia NM 88210-2047 Robert B Gates and Nada S Gates 4943 Rustic Trail Midland TX 79707-1420

Helen Gates Maxwell 218 Aldersgate Circle Asheville NC 28803-2044

Virginia Gates Irish 7450 Olivetos Ave, Apt 154 La Jolla CA 92037 Sara S Jones 1203 Vernon Road Ardmore OK 73401-3653

C John McIntyre 732 Cloyden Road Palos Verdes Estates CA 90274 Ann H Stromberg 274 San Luis Place Claremont CA 91711-1746 Sarann Company P O Box 2208 Ardmore OK 73402-2208

Westway Petro 500 N Akard St Lock Box 70 Dallas TX 75201-3320 TC & June B Stromberg, Trustees P O Box 2208 Ardmore OK 73402-2208 Jon Stromberg 2938 Maple Springs Dallas TX 75235-8319

Mary Adele Stromberg Perry 72 Delmore Hillsboro TX 76645-2357 Hanagan Properties P O Box 1887 Santa FE NM 87504-1887 Wheatley Trust Agency First Natl Bank of Artesia, Agent P O Drawer AA Artesia NM 88211-7526

John W Gates & Jean M Gates Revocable Trust 706 West Grand Artesia NM 88210-1935 William H Stromberg Trust William H Stromberg Trustee P O Box 1412 Ardmore OK 73402-1412 Mary Love Stromberg Trust Mary Love Stromberg Trustee P O Box 1412 Ardmore OK 73402-1412 Robert L Bergman Jacqueline R Bergman Rev. Tr. 4/20/88 2515 Gaye Drive Roswell NM 88201-3424 Karen K Stark Barton 2628 SW 45th St Oklahoma City OK 73119-4611 Mary Lou Gibbs 4115 E Zion Tulsa OK 74115-3232

Edith Bivins 515 6th Ave N Caldwell ID 83605 Mary Jane Stark Henderson 347 Hillside Cir Burleson TX 76028-5225 David L Stark 313 Balsam Lake Jackson TX 77566-6121

Jack D Stark RR 1 Box 15A Fitzhugh OK 74843-9705 L M Stark 305 Frontera Borger TX 79007-8076

Michael Ray Stark 2001 Wedgewood Forth Smith AR 72903-4242

W B Stark Rt 5 Box 328 Bartlesville OK 74003-9307 Deborah Ann Stark Wortham RR 3 Box 531 Tuttle OK 73089-9558 Tessa Nicole Stark
Jerry D Stark Custodian
1205 South Delaware
Bartlesville OK 74003-5039

William Douglass McCoy 19002 Redriver Pass San Antonio TX 78259-3514 Michael Francis McCoy 7524 Kachina Loop Santa Fe NM 87505-8425 Laura Ann McCoy Lindsey 512 Nootka Rd. Dexter NM 88230-9613

Brian Patrick McCoy 16910 Summer Creek San Antonio TX 78248-1407

Wills Royalty Inc P O Box 1658 Carlsbad NM 88221-1658

Ray Hobbs 1312 Alpha St Carlsbad NM 88220-4605

Leslie Riggs Mills Trustee of the Riggs-Mills Irrevocable Family Tr P O Box 230430 Anchorage AK 99523-0430

Potash Company of America P O Box 31 Carlsbad NM 88221-5601 Commissioner of Public Lands State of New Mexico P O Box 1148 Santa Fe NM 87504-1148

Minerals Management Service Royalty Management Program P O Box 5810 TA Denver CO 80217-5810 Minerals Management Service P O Box 5640 Denver CO 80217-5640 Mary Jane Clingman 4416 Mc Farlin Blvd. Dallas TX 75205-1631

Thelma G Thompson P O Box 1576 Uvalde TX 78802-1576 Vol L Boswell, Trustee Tag Trust B of Ann Kennedy Winslow Suite 403 16 E 16th St Tulsa OK 74119-4447 Southwest Royalties P O Box 11390 Midland TX 79702-8390

Nortex Corporation 1415 Louisiana Suite 3100 Houston TX 77002-7353 Kerr-McGee Corporation Attn: Joint Venture Operating P O Box 25421 Oklahoma City OK 73125-0421 Santiago Royalty Corporation 104 North Hudson Suite 800 Oklahoma City OK 73210-4803

Pacific Enterprises Oil Company USA Phillips Petroleum Company Rubie Crosby Bell Family LMT Prtnsh **Dept 024** P O Box 7500 Rubie C Bell Manag. Gen. Part. Dallas TX 75284-0024 Bartlesville OK 74005-7500 1331 Third St New Orleans LA 70130-5743 Waikiki Partners LP Stanley W Crosby III Stephen C Helbing P O Box 2127 P O Box 2346 P O Box 4037 Midland TX 79702-2127 Roswell NM 88202-2346 Midland TX 79704-4037 Frank W Podpechan June D. Speight Jean A. Eaton P O Box 549 P O Drawer 1687 5921 S Datura Ct Claremore OK 74018-0549 Lovington NM 88260-1687 Littleton CO 80120-2161 Elizabeth A Malone Ross L Malone - Testamentary Trust Earl L Malone MD Testamentary Trust C-O Baynard W Malone 2501 Cortez Ct C-O Baynard W Malone P O Box 87 Roswell NM 88201-3414 P O Box 87 Roswell NM 88202-0087 Roswell NM 88202-0087 J Hiram Moore Claremont Corporation Optometric Education Program P O Box 10908 P O Box 549 Foundation, Inc. Midland TX 79702-7908 Claremore OK 74018-0549 2912 South Daimler Santa Anna, CA 92705 Charles F. Malone Living Trust Andersen-Malone Trust DTD La Vida Energy Corporation P O Drawer 700 Baynard W Malone Trustee, et al P O Box 2158 Roswell NM 88202 P O Box 87 Midland TX 79702-2158 Roswell NM 88202-0087 Penroc Oil Corp. Fasken Land and Minerals, Ltd. Brooks Oil & Gas Interests P O Box 5970 303 W. Wall AVe., Suite 1900 9550 Skillan, LB 138 Hobbs NM 88241-5970 Midland TX 79701 Dallas TX 75243 Max H Christensen Texas Commerce Bank N A Joseph G. Kuthe Trust A Trustee Acct 1630035307 P O Box 3790 J Jochum, Trustee P O Box 10966 Midland TX 79702-3790 P O Box D Midland TX 79702 Elgin NE 68636 Louis Dreyfus Gas Holdings Inc. The Home-Stake Royalty Corporation Rimco Partners LP II 14000 Quail Springs Parkway 2800 First National Tower C/o Rimco Associates, Inc. Suite 600 Tulsa OK 74103 22 Waterville Rd Oklahoma City OK 73134 Avon CT 06001-2066 Rimco Partners, LP III

Texas Commerce Bank N A

Trustee Acct #1630101100

P O Box 10966

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22 Waterville Rd

R G Hanagan

P O Box 1887

Santa Fe NM 87504-1887

Nations Bank of Texas NA Sabine Royalty Trust Dept #0887 Dallas TX 75284-0887 Natural Gas Pipeline Company of America P O Box 283 Houston TX 77001-0283 Agave Petroleum Company 105 S 4th Artesia NM 88210