### EVERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OF NEW MEXICO

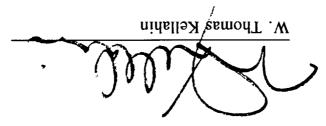
## EDDY COUNTY, NEW MEXICO. TO ABOLISH EAST MILLMAN-SEVEN RIVERS POOL, APPLICATION OF SDX RESOURCES, INC.

CVZE NO. 11746

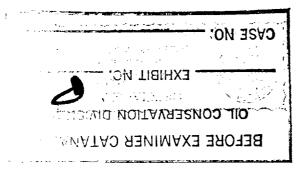
# COMBLIANCE WITH ORDER R-8054 AND CERTIFICATE OF MAILING

COUNTY OF SANTA FE ) 55.

W. Thomas Kellahin, being first duly sworn, hereby certifies that he is an attorney for the Applicant and responsible for notification in this matter and 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 February 26, 1997, he caused to be mailed by certified mail-return receipt requested the attached notice of this hearing and a copy of the application for the above referenced case, at least twenty days prior to the hearing of this case set for March 20, 1997, to the parties shown on the attached list and that pursuant to Division Rule 1207, notice has been given at the correct addresses provided by such rule.



SUBSCRIBED AND SWORN to before me this 18th day of March 1997, by W. Thomas Kellahin.



Lynda L. Kellahin, Notary Public My Commission Expires: June 14, 2000

#### KELLAHIN AND KELLAHIN

ATTORNEYS AT LAW

W. THOMAS KELLAHIN\*

"NEW MEXICO BOARD OF LEGAL SPECIALIZATION RECOGNIZED SPECIALIST IN THE AREA OF NATURAL RESOURCES-OIL AND GAS LAW

JASON KELLAHIN (RETIRED 1991)

EL PATIO BUILDING
II7 NORTH GUADALUPE
POST OFFICE BOX 2265

SANTA FE. NEW MEXICO 87504-2265

TELEPHONE (505) 982-4285 TELEFAX (505) 982-2047

February 26, 1997

TO: ALL INTERESTED PARTIES ENTITLED TO NOTICE OF THE HEARING OF THE FOLLOWING NEW MEXICO OIL CONSERVATION DIVISION CASE:

Re: Application of SDX Resources, Inc. for the Abolishment of the East Millman Seven Rivers Pool and the Palmillo Seven Rivers Pool and the Extension of the Vertical and Horizontal Limits of the East Millman Queen-Grayburg-San Andres Pool to be Redesignated the East Millman-Queen-Grayburg-San Andres-Yates-Seven Rivers Pool, Eddy County, New Mexico.

On behalf of SDX Resources, Inc., please find enclosed our referenced application which has been set for hearing on the New Mexico Oil Conservation Division Examiner's docket now scheduled for March 20, 1997. The hearing will be held at the Division hearing room located in Santa Fe, New Mexico.

As an interest owner who may be affected by this application, we are notifying you of your right to appear at the hearing and participate in this case, including the right to present evidence either in support of or in opposition to the application. Failure to appear at the hearing may preclude you from any involvement in this case at a later date.

Pursuant to the Division's Memorandum 2-90, you are further notified that if you desire to appear in this case, then you are requested to file a Pre-Hearing Statement with the Division not later than 4:00 PM on Friday, March 14, 1997, with a copy delivered to the undersigned.

W. Thomas Kellahin

cc: BY CERTIFIED MAIL-RETURN RECEIPT REQUESTED to all parties listed in application

S & J Operating Company P.O. Box 2249 Wichita Falls, TX 76307 Attn: Mike Kincaid

Yates Dri!ling Company 105 S. 4th Street Artesia, NM 88210 Attn: Doug Hurlbut

Maralo, Inc. 223 W. Wall Street

6C0

Midland, TX 79701 Attn: Shane Lough

Marbob Energy Corporation P.O. Box 217 Artesia, NM 88210 Attn: Rae Miller

Rodney Webb P.O. Box 1124 Artesia, NM 88211-!124

OXY USA, Inc.
Box 50205
Midland, TX 79710
Attn.: T. Kent Woolley

Frostman Oil Company 201 Washington Artesia, NM 88211-7522

Pronghorn Management Co. P.O. Box 1770 Hobbs, NM 88241

CFM Oil Company
18 E. Cottonwood Ra.

Artesia, NM 88210

Dwayne H. Parrish 1306 S. 9th St. Artesia, NM 88210

Melrose Energy Co. 5817 NW Grand Blvd. Okiahoma City, OK 73118 Attn: Mike Corjay Yates Petroleum Corp. 105 S. 4th Street Artesia, NM 88210 Atm: Rob Bullock

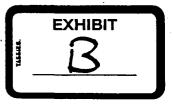
Bass Enterprises Production Co. P.O. Box 2760 Midland, TX 79702 Attn: John Smitherman

Louis Dreyfus Natural Gas Co. 14000 Quail Springs Pkwy, Suite

Oklanoma City, OK 73134 Atm.: Rusty Waters

Meridian Oil Inc. 3300 North A Street Midland, TX 79707 Aun. Dennis Sledge

Chevron USA, Inc. P.O. Box 1150 Midland, TX 79702 Atm.: NM Land Dept.



#### EPE 4ES 060 9

US Postal Service

Receipt for Certified Mail

No Insurance Coverage Provided.

Do not use for International Mail (See reverse)

Marbob Energy Corporation P.O. Box 217 Artesia, Nm 88210

Attn: Rae Miller

| 1   | Certified Fee             |  |
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|     | Restricted Delivery Fee   |  |
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SDX Resources, Inc. February 26, 1997 2/26/97

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US Postal Service
Receipt for Certified Mail
No Insurance Coverage Provided.
Frostman Oil Company
201 Washington
Artesia, NM 88211-7522

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SDX Resources, Inc.

February 26, 1997 2/26/97

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No Insurance Coverage Provided.

Pennzoil Petroleum Co.
P.O. Box 2967
Houston, TX 77252-2967

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SDX Resources Inc. February 26, 1997 2/26/97

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US Postal Service

Receipt for Certified Mail

No Insurance Coverage Provided.

OXY USA, Inc. Box 50205

Midland, TX 79710

Attn: T. Kent Woolley

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| 3. Article Addressed to:  Pronghorn Management Co.  P 080 234  P.O. Box 1770  Hobbs, NM 88241  □ Registered □ Receipt for Merchandise  7. Date of Delivery   |
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| PS Form <b>3811</b> , December 1994 | 6. Signature, (Addressee or Agent)    | 5. Received By: (Print Name) (A) (A)                       |                     | Attn: Don Davis  | Midland TX 79707 | 3200 North A Street | Maridian Oil Inc. | 3. Articie Augresseg to: | The I delive       | perm<br>Write           |                         | <b>DER:</b><br>′SDX Resources, Inc.<br>Februa∯I <b>⊉6</b> ≙N <b>997⊡2/2</b> 8/9 <b>7</b> % |  | PS Form <b>3811</b> , December 1994 | 6. Signayure: (Addressee or Abent) | 5. Received By: (Print Name)          |              | Attn: Shane Lough         | Midland, TX 79701 | 223 W.Wall Street                  | Maralo, Inc.                  | 3. Article Addressed to: |                             | • •                     | •                       | S'SDX Resources, Inc.<br>February 26, 1997 2/26/97                        |
|                                     |                                       | 8. Addressee's Ad and fee is paid)                         | 7. Date of Delivery | ☐ Return Receipt | ☐ Express M      | 4b. Service Type    | 9                 | <del>6</del>             | ie date            | ımber.                  | pes not                 | ्र <u>ने ह</u> ैं त्वा बीग्रिकोब   |  |                                     |                                    | 8. Addressee's Ad<br>and fee is paid) |              | ☐ Retum Rec               |                   | 40. service Type<br>  □ Registered | P 0                           | 4a. Article Number       | and age                     | ote number.             | ice does not            | ve can return this  |
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| PS Form 3811, December 1994         | 6. Signatura: (Addings Sept of Agent) | .51  |                     |                  |                  | •                   | Chevron USA Inc   | 3. Article Addressed to: | eThe<br>delivereu. | perr                    | ■ Atta                  | SEN SDX Resources, Inc.  "Con February 26, 1997 2/26/97                                    |  | PS Form <b>3811</b> , December 1994 | 6. Signature (Addressee or Agent)  | 5. Received By: (Print Name)          | <u>RN AD</u> | Attn: John Smitherman, Do | Midland, TX 79702 | F P.O. Box 2760                    | be Bass Enterprises Prod. Co. | ယ                        | n deli:                     | e re peri               | - Atte                  | SENDED:  de **Cor SDX Resources, Inc. se **Prir February 26, 1997 2/26/97 |
|                                     |                                       | 8. Addressee's Address (Only if requested and fee is paid) |                     |                  | <u> </u>         | 4b. Service Type    | <b>.</b>          | 4a. Article Number       |                    |                         |                         | 26/97  |  |                                     | Ses                                | ₹ (200)<br>\$200 = 1                  | AN FEB       | Surfamie                  |                   |                                    | ò'                            |                          | ٠                           |                         |                         | 6/97  |

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CONOCO, Inc. 10 Desta Dr., Suite 100W Midland, TX 79705

PS Form **3811,** December 1994

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3. Article Addressed to:

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SDX Resouces Inc February 26, 1997 2/26/97

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