

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

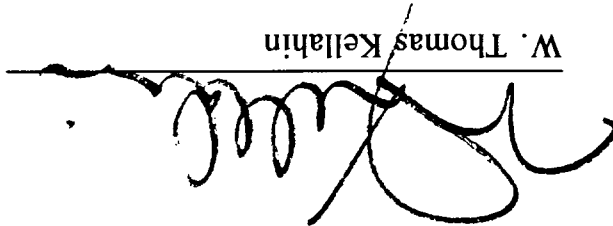
APPLICATION OF SDX RESOURCES, INC.
TO ABOLISH EAST MILLMAN-SEVEN RIVERS POOL,
EDDY COUNTY, NEW MEXICO.

CASE NO. 11746

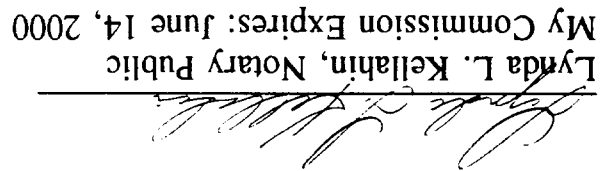
CERTIFICATE OF MAILING
AND
COMPLIANCE WITH ORDER R-8054


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

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.


W. Thomas Kellahin

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

BEFORE EXAMINER CATANA
OIL CONSERVATION DIVISION
EXHIBIT NO. 
CASE NO.

KELLAHIN AND KELLAHIN

ATTORNEYS AT LAW

EL PATIO BUILDING

117 NORTH GUADALUPE

POST OFFICE BOX 2265

SANTA FE, NEW MEXICO 87504-2265

W. THOMAS KELLAHIN*

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

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

JASON KELLAHIN (RETIRED 1991)

February 26, 1997

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

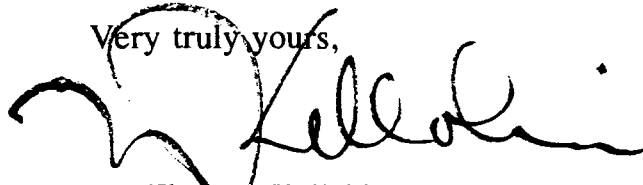
Re: Application of SDX Resources, Inc. for the Abolishment of the East Millman Seven Rivers Pool and the Palmillo Seven Rivers Pool and the Extension of the Vertical and Horizontal Limits of the East Millman Queen-Grayburg-San Andres Pool to be Redesignated the East Millman-Queen-Grayburg-San Andres-Yates-Seven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

Very truly yours,



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 Drilling Company
105 S. 4th Street
Artesia, NM 88210
Attn: Doug Hurlbut

Maralo, Inc.
223 W. Wall Street

600

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 88211-1124

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
78 E. Cottonwood Rd.

Artesia, NM 88210

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

Melrose Energy Co.
5817 NW Grand Blvd.
Oklahoma City, OK 73118
Attn: Mike Corjay

Yates Petroleum Corp.
105 S. 4th Street
Artesia, NM 88210
Attn: Rob Bullock

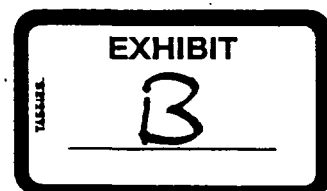
Bass Enterprises Production Co.
P.O. Box 2760
Midland, TX 79702
Attn: John Smitherman

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

Oklahoma City, OK 73134
Attn: Rusty Waters

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

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



P 080 234 393

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

1995	Certified Fee	
	Special Delivery Fee	
	Restricted Delivery Fee	
	Return Receipt Showing to Whom & Date Delivered	

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

P 080 234 401

US Postal Service

Receipt for Certified Mail

No Insurance Coverage Provided.

Frostman Oil Company
201 Washington
Artesia, NM 88211-7522

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to	

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

Hand 20

PS

P 080 234 407

US Postal Service

Receipt for Certified Mail

No Insurance Coverage Provided.

Do not use for International Mail (See reverse)

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

1995	Certified Fee	
	Special Delivery Fee	
	Restricted Delivery Fee	
	Return Receipt Showing to Whom & Date Delivered	

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

P 080 234 388

US Postal Service

Receipt for Certified Mail

No Insurance Coverage Provided.

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

1995	Certified Fee	
	Special Delivery Fee	
	Restricted Delivery Fee	
	Return Receipt Showing to Whom & Date Delivered	

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

PS

SENDER: SDX Resources, Inc.
Con February 26, 1997 2/26/97

3. Article Addressed to:
Dwayne H. Parrish
1306 S. 9th Street
Artesia, NM 88210

I also wish to receive the following services (for an extra fee):
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

4a. Article Number
P 080 234 392

4b. Service Type
☐ Registered ☐ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery
2-28-97

8. Addressee's Address (Only if requested and fee is paid)

5. Received By: (Print Name)
BERRY

6. Signature: (Addressee or Agent)
X [Signature]

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER: SDX Resources, Inc.
Con February 26, 1997 2/26/97

3. Article Addressed to:
Rodney Webb
P.O. Box 1124
Artesia, NM 88211-1124

I also wish to receive the following services (for an extra fee):
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

4a. Article Number
P 080 234 387

4b. Service Type
☐ Registered ☐ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery
2-28-97

8. Addressee's Address (Only if requested and fee is paid)

5. Received By: (Print Name)
WEBB

6. Signature: (Addressee or Agent)
X [Signature]

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER: SDX Resources, Inc.
Con February 26, 1997 2/26/97

3. Article Addressed to:
Pronghorn Management Co.
P.O. Box 1770
Hobbs, NM 88241

I also wish to receive the following services (for an extra fee):
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

4a. Article Number
P 080 234 398

4b. Service Type
☐ Registered ☐ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery
2-28-97

8. Addressee's Address (Only if requested and fee is paid)

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)
X [Signature]

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER: SDX Resources, Inc.
Con February 26, 1997 2/26/97

3. Article Addressed to:
Yates Drilling Company
105 S. 4th Street
Artesia, NM 88210
Attn: Doug Hurlbut

I also wish to receive the following services (for an extra fee):
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

4a. Article Number
P 080 234 399

4b. Service Type
☐ Registered ☐ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery
2-28-97

8. Addressee's Address (Only if requested and fee is paid)

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)
X [Signature]

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDED SDX Resources, Inc. February 26, 1997 2/26/97		I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
3. Article Addressed to: Maralo, Inc. 223 W. Wall Street Midland, TX 79701 Attn: Shane Lough		4a. Article Number P 080 234 396	
4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD		7. Date of Delivery 2/28/97	
5. Received By: (Print Name) Shane Lough		8. Addressee's Address (Only if requested and fee is paid)	
6. Signature: (Addressee or Agent) Shane Lough		I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
PS Form 3811, December 1994 Domestic Return Receipt			

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER SDX Resources, Inc. February 26, 1997 2/26/97		I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
3. Article Addressed to: Meridian Oil Inc. 3300 North A Street Midland, TX 79707 Attn: Don Davis		4a. Article Number P 080 234 391	
4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD		7. Date of Delivery 2-28-97	
5. Received By: (Print Name) Don Davis		8. Addressee's Address (Only if requested and fee is paid)	
6. Signature: (Addressee or Agent) Don Davis		I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
PS Form 3811, December 1994 Domestic Return Receipt			

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDED SDX Resources, Inc. February 26, 1997 2/26/97		I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
3. Article Addressed to: Bass Enterprises Prod. Co. P.O. Box 2760 Midland, TX 79702 Attn: John Smitherman		4a. Article Number P 080 234 397	
4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD		7. Date of Delivery FEB 28 1997	
5. Received By: (Print Name) John Smitherman		8. Addressee's Address (Only if requested and fee is paid)	
6. Signature: (Addressee or Agent) John Smitherman		I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
PS Form 3811, December 1994 Domestic Return Receipt			

Is your RETURN ADDRESS completed on the reverse side?

SENDER SDX Resources, Inc. February 26, 1997 2/26/97		I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
3. Article Addressed to: Chevron USA, Inc. P.O. Box 1150 Midland, TX 79702 Attn: NM Land Dept.		4a. Article Number P 080 234 389	
4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD		7. Date of Delivery FEB 28 1997	
5. Received By: (Print Name) NM Land Dept.		8. Addressee's Address (Only if requested and fee is paid)	
6. Signature: (Addressee or Agent) NM Land Dept.		I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
PS Form 3811, December 1994 Domestic Return Receipt			

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

can return this
extra fee)
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

3. Article Addressed to:

Melrose Energy Co.
5817 W Grand Blvd.
Oklahoma City, OK 73118
Attn: Mike Corjay

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

SE SDX Resources Inc.
March 20, 1997 2/26/97

can return this
extra fee)
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

3. Article Addressed to:

Mallon Oil Company
999 18th Street
Suite 2750
Denver, CO 80202-1927

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

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

can return this
extra fee)
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

3. Article Addressed to:

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

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

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

can return this
extra fee)
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

3. Article Addressed to:

Louis Dreyfus Natural Gas Co
14000 Quail Springs Pkwy.
Suite 600
Oklahoma City, OK 73134
Attn: Rusty Waters

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Thank you for using Return Receipt Service.

Domestic Return Rec

SEND SDX Resources Inc.
March 20, 1997 2/26/97

- ☐ Complete
☐ Print you
card to)
☐ Attach it
permit.
☐ Write "R"
☐ The Ret.
delivered.

3. Article Addressed to:

Devon Energy Corp.
20 North Broadway
1500 Mid America Tower
Oklahoma City, OK 73102
Attn: Ken Grey

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

PS Form 3811, December 1994

I also wish to receive the following services (for an extra fee):
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

4a. Article Number

4b. Service Type

- ☐ Registered
☐ Express Mail
☐ Return Receipt for Merchandise
☐ COD

7. Date of Delivery

8. Addressee's Address (Only if requested and fee is paid)

Domestic Return Receipt

Thank you for using Return Receipt Service.

SDX Resources Inc.
March 20, 1997 2/26/97

- ☐ Complete
☐ Print you
card to)
☐ Attach it
permit.
☐ Write "R"
☐ The Ret.
delivered.

3. Article Addressed to:

Amoco Production Co.
P.O. Box 3092
Houston, TX 77253

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

PS Form 3811, December 1994

I also wish to receive the following services (for an extra fee):
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

4a. Article Number

4b. Service Type

- ☐ Registered
☐ Express Mail
☐ Return Receipt for Merchandise
☐ COD

7. Date of Delivery

8. Addressee's Address (Only if requested and fee is paid)

Domestic Return Receipt

Thank you for using Return Receipt Service.

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

- ☐ Complete
☐ Print you
card to)
☐ Attach it
permit.
☐ Write "R"
☐ The Ret.
delivered.

3. Article Addressed to:

McWorthe Oil Company
500 W. Texas
Suite 1020
Midland, TX 79701
Attn: Steve Cobb

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

PS Form 3811, December 1994

I also wish to receive the following services (for an extra fee):
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

4a. Article Number

4b. Service Type

- ☐ Registered
☐ Express Mail
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☐ COD

7. Date of Delivery

8. Addressee's Address (Only if requested and fee is paid)

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SDX Resources Inc.
March 20, 1997 2/26/97

- ☐ Complete
☐ Print you
card to)
☐ Attach it
permit.
☐ Write "R"
☐ The Ret.
delivered.

3. Article Addressed to:

Santa Fe Energy Operating Partners, L.P.
(Santa Fe Energy Company)
500 W. Texas, Suite 1330
Midland, TX 79701

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

PS Form 3811, December 1994

I also wish to receive the following services (for an extra fee):
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

4a. Article Number

4b. Service Type

- ☐ Registered
☐ Express Mail
☐ Return Receipt for Merchandise
☐ COD

7. Date of Delivery

8. Addressee's Address (Only if requested and fee is paid)

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