

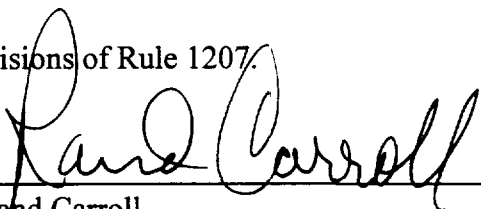
**STATE OF NEW MEXICO ENERGY,
MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION THROUGH THE SUPERVISOR OF DISTRICT III FOR AN ORDER REQUIRING PARAMOUNT PETROLEUM, INC. TO PROPERLY PLUG EIGHTEEN WELLS LOCATED IN TOWNSHIP 29 NORTH, RANGE 13 WEST, SAN JUAN COUNTY, NEW MEXICO, AUTHORIZING THE DIVISION TO PLUG SAID WELLS, AND ORDERING A FORFEITURE OF THE PLUGGING BOND, IF ANY.

CASE NO. 11917

AFFIDAVIT REGARDING NOTICE

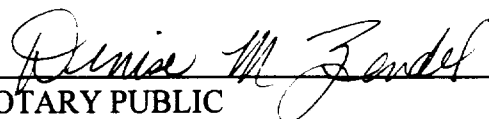
1. I am over the age of eighteen and have personal knowledge of the matters stated herein.
2. I am the attorney of record for Applicant.
3. Applicant has conducted a good faith, diligent effort to find the correct addresses of interest owners entitled to receive notice of the Application herein.
4. Notice of the Application was provided to the interest owners at their correct addresses by mailing them, by certified mail, a copy of the Application. Copies of the notice letter and certified return receipts are attached hereto.
5. Applicant has complied with the notice provisions of Rule 1207.


Rand Carroll

SUBSCRIBED AND SWORN TO before me this 21st day of January, 1998,
by Rand Carroll.

My commission expires:

1-6-2000


NOTARY PUBLIC

BEFORE EXAMINER STOGNER	
OIL CONSERVATION DIVISION	
OCD	EXHIBIT NO. <u>4</u>
CASE NO. <u>11917</u>	



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

December 31, 1997

Certified Mail
Return Receipt Requested

Paramount Petroleum Corporation
1980 South Post Oak, Suite 1800
Houston, TX 77056
ATTN: Lance Dreyer

RE: Application of the New Mexico Oil Conservation Division for a Show Cause Hearing requiring Paramount Petroleum, Inc. and other interested parties to appear and show cause why eighteen wells located in Sections 19, 20, 29 and 34, Township 29 North, Range 13 West, San Juan County, NM should not be plugged and abandoned

Dear Sir/Madam:

This letter is to advise you that the New Mexico Oil Conservation Division has filed the enclosed application seeking a Show Cause Hearing requiring Paramount Petroleum, Inc. and other interested parties to appear and show cause why the above-referenced wells should not be ordered plugged and abandoned.

This application has been set for hearing before an Examiner of the Oil Conservation Division on January 22, 1998. You are not required to attend this hearing, but as an owner of an interest that may be affected by an order issued in this case, 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 have been requested by the Division (Memorandum 2-90--- Enclosed) to file a Prehearing Statement substantially in the form prescribed by the Division. Prehearing statements should be filed by 4:00 o'clock p.m. on the Friday before a scheduled hearing.

Very truly yours,

RAND CARROLL

ATTORNEY FOR THE NEW MEXICO OIL CONSERVATION DIVISION

Enclosures

cc: Frank Chavez, OCD Aztec
Johnny Robinson, OCD Aztec

State of New Mexico

ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

2040 South Pacheco

P.O. Box 6429

Santa Fe, New Mexico 87505-5429

1-10

First Notice

Return

CERTIFIED

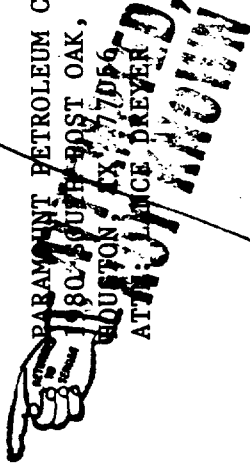
P 624 835 418

MAIL

CERTIFIED

RETURNE RECEIPT REQUESTED

PARAMOUNT PETROLEUM CORPORATION
1800 SOUTH POST OAK, SUITE 1800
HOUSTON, TX 77056
ATTN: LANCE DREYER



Rand

P 624 835 418

US Postal Service

Receipt for Certified Mail

No Insurance Coverage Provided.

Do not use for International Mail (See reverse)

Sent to	
Paramount Pet. Corp.	
Street & Number	
1980 So. Post Oak, St. 1800	
Post Office, State, & ZIP Code	
Houston, TX 77056	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

PS Form 3800, April 1995



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

December 31, 1997

Certified Mail
Return Receipt Requested

Mailed 1/2/98

Paramount Petroleum Corporation
1980 South Post Oak, Suite 1800
Houston, TX 77056
ATTN: Lance Dreyer

Lance Dreyer
5215 Green Tree Road
Houston, TX 77056-1308

RE: Application of the New Mexico Oil Conservation Division for a Show Cause Hearing requiring Paramount Petroleum, Inc. and other interested parties to appear and show cause why eighteen wells located in Sections 19, 20, 29 and 34, Township 29 North, Range 13 West, San Juan County, NM should not be plugged and abandoned

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ATTORNEY FOR THE NEW MEXICO OIL CONSERVATION DIVISION

Enclosures

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Johnny Robinson, OCD Aztec

P 326 937 143

US Postal Service
Receipt for Certified Mail
 No Insurance Coverage Provided.
 Do not use for International Mail (See reverse)

Sent to	
Lance Dreyer	
Street & Number	
5215 Green Tree Road	
Post Office, State, & ZIP Code	
Houston, TX 77056-1308	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

5661 (Rev. 0083) PS Form 3811

Is your **RETURN ADDRESS** completed on the reverse side?

SENDER: *Complete items 1 and/or 2 for additional services. *Complete items 3, 4a, and 4b. *Print your name and address on the reverse of this form so that we can return this card to you. *Attach this form to the front of the mailpiece, or on the back if space does not permit. *Write "Return Receipt Requested" on the mailpiece below the article number. *The Return Receipt will show to whom the article was delivered and the date delivered.		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: LANCE DREYER 5215 GREEN TREE ROAD HOUSTON, TX 77056-1308		4a. Article Number P 326 937 143	
4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD		<input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured	
5. Received By: (Print Name) X		7. Date of Delivery 11/12	
6. Signature of Addressee or Agent X		8. Addressee's Address (Only if requested and fee is paid)	

Thank you for using Return Receipt Service.

PS Form 3811, December 1994

102595-97-B-0179

Domestic Return Receipt