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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))

October 24, 2000

TO: NOTICE OF THE HEARING OF THE FOLLOWING
NEW MEXICO OIL CONSERVATION DIVISION CASE:

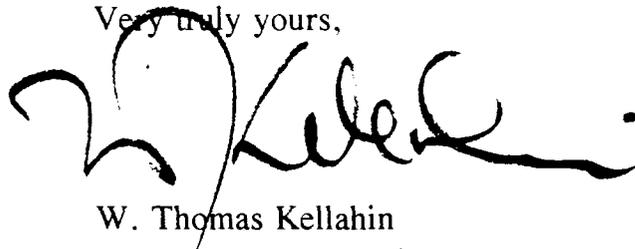
*Re: Application of David H., Arrington Oil &
Gas Inc. for compulsory pooling and an
unorthodox gas well location
Eddy County, New Mexico*

On behalf of David H. Arrington Oil & Gas Inc., please find enclosed our application for an compulsory pooling for its Yellow Stonefly "26" Federal Com Well No. 1 which has been set for hearing on the New Mexico Oil Conservation Division Examiner's docket now scheduled for November 16, 2000. The hearing will be held at the Division hearing room located at 2040 South Pacheco, 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, November 10, 2000, with a copy delivered to the undersigned.

Very truly yours,

A handwritten signature in black ink, appearing to read 'W. Thomas Kellahin', written over a horizontal line.

W. Thomas Kellahin

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

SEND

Arrington
Yellow Stonefly
November 16, 2000
10/26/00

- Comp
- Print
- Card
- Attach
- Write
- The F

3. Article Addressed to:

Nearburg Exploration
Company
3300 N. A Bldg. Ste 120
Midland, TX 79705

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(Also write to request the following services for an extra fee):

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- 2. Restricted Delivery

4a. Article Number

10993220005 9429 6649

b. Service Type

- Registered
- Express Mail
- Return Receipt for Merchandise
- Certified
- Insured
- COD

7. Date of Delivery

5. Received By: (Print Name)

N. K. [Signature]

6. Signature (Addressee or Agent)

[Signature]

PS Form 3817, December 1994

102585-99 8-0223

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