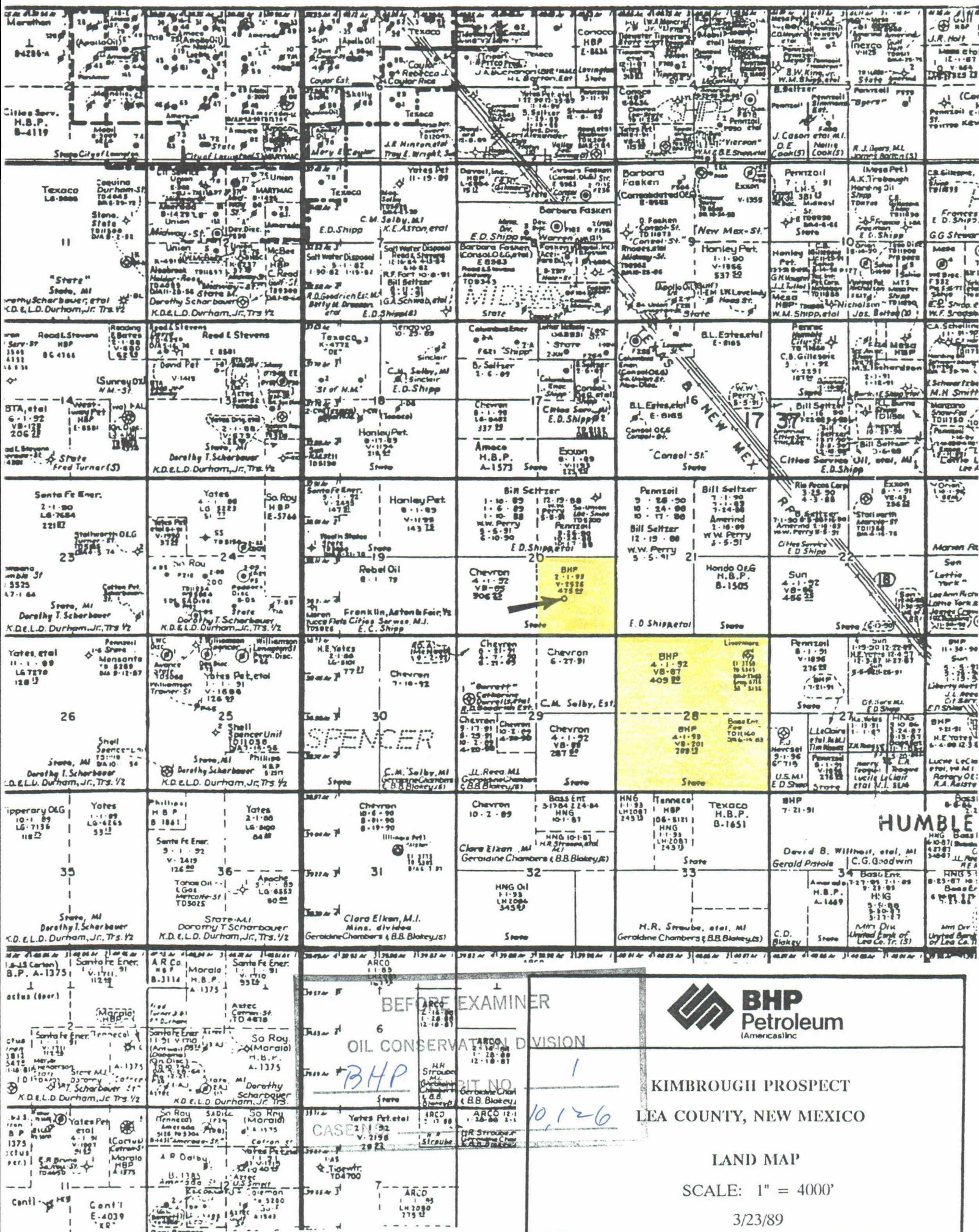


Exhibits 1 through 4
Complete Set



BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF BHP PETROLEUM
(AMERICAS) INC. FOR AN UNORTHODOX
OIL WELL LOCATION, LEA COUNTY, NEW
MEXICO.

Case No. 10,126

AFFIDAVIT REGARDING NOTICE

STATE OF NEW MEXICO)
) ss.
COUNTY OF BERNALILLO)

James Bruce, being duly sworn upon his oath,
deposes and states:

1. I am over the age of 18 years and have personal knowledge of the matters stated herein.
2. I am the attorney for applicant BHP Petroleum (Americas) Inc. in the above-captioned matter.
3. A good faith, diligent effort was made to find the correct address of all persons interested in this matter and entitled to receive notice.
4. Notice has been given to said persons by certified mail. Copies of the notice letter and certified return receipts are attached hereto as Exhibit A.
5. The provisions of Division Rules 309(B) and 1207 have been complied with.

BEFORE EXAMINER
OIL CONSERVATION DIVISION
BHP
10,126


James Bruce

ACKNOWLEDGMENT

The foregoing instrument was acknowledged before
me this 20th day of October, 1990, by James Bruce.

John C. Maxwell
Notary Public

My commission expires:

11/22/91

HINKLE, COX, EATON, COFFIELD & HENSLEY

ATTORNEYS AT LAW

500 MARQUETTE N.W., SUITE 800
ALBUQUERQUE, NEW MEXICO 87102-2121

(505) 768-1500

FAX (505) 768-1529

OF COUNSEL
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MACK EASLEY
JOE W. WOOD

CLARENCE E. HINKLE (1901-1985)
W. E. BONDURANT, JR. (1913-1973)
ROY C. SHODGRASS, JR. (1914-1987)

September 21, 1990

LEWIS C. COX
PAUL W. EATON
CONRAD E. COFFIELD
MAROLD L. HENSLEY, JR.
STUART D. SHANDER
ERIC D. LANPHERE
C. D. MARTIN
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S. BARRY PAISNER
MARGARET CARTER LUDEWIG
MARTIN MEYERS
GREGORY S. WHEELER
ANDREW J. CLOUTIER
JAMES A. GILLESPIE
GARY W. LARSON
STEPHANIE LANDRY
JERRY D. WORSHAM II
JOHN R. KULSETH, JR.
TONY CONNERS

700 UNITED BANK PLAZA
POST OFFICE BOX 10
ROSWELL, NEW MEXICO 88202
(505) 622-6510
FAX (505) 623-9332

8800 CLAYDESTA NATIONAL BANK BUILDING
POST OFFICE BOX 3880
MIDLAND, TEXAS 79702
(915) 683-4691
FAX (915) 683-6518

1700 TEAM BANK BUILDING
POST OFFICE BOX 9238
AMARILLO, TEXAS 79105
(806) 372-5569
FAX (806) 372-9761

218 MONTEZUMA
POST OFFICE BOX 2068
SANTA FE, NEW MEXICO 87504
(505) 952-4554

*NOT LICENSED IN NEW MEXICO

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Chevron U.S.A. Inc.
P. O. Box 2100
Houston, Texas 77252

Dear Sirs:

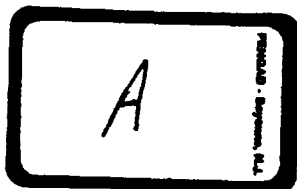
Enclosed is an Application which has been filed with the New Mexico Oil Conservation Division for an unorthodox oil well location. This matter will be heard on October 17, 1990 in Santa Fe, New Mexico at the offices of the Oil Conservation Division, State Land Office Building, 310 Old Santa Fe Trail, Santa Fe, New Mexico 87501. Failure to appear at that time will preclude you from objecting at a later date.

Very truly yours,

HINKLE, COX, EATON, COFFIELD &
HENSLEY

By: *James Bruce*
James Bruce

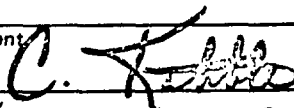
JB:le
Enclosure



● **SENDER:** Complete Items 1 and 2 when additional services are desired, and complete Items 3 and 4.

Put your address in "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you with a name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. ☒ Show to whom delivered, date, and addressee's address. 2. ☐ Restricted Delivery
(Extra charge) (Extra charge)

3. Article Addressed to: Chevron U.S.A. Inc. P. O. Box 2100 Houston, Texas 77252	4. Article Number P 965 590 606 Type of Service: ☐ Registered ☐ Insured ☒ Certified ☐ COD ☐ Express Mail Always obtain signature of addressee or agent and DATE DELIVERED.
5. Signature — Addressee X	8. Addressee's Address (ONLY if requested and fee paid) 
6. Signature — Agent X 	
7. Date of Delivery SEP 25 1990	

PS Form 3811, Mar. 1987

★ U.S.G.P.O. 1987-175-268

DOMESTIC RETURN RECEIPT

SEP 2

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF BHP PETROLEUM
(AMERICAS) INC. FOR AN UNORTHODOX
OIL WELL LOCATION, LEA COUNTY, NEW
MEXICO.

Case No. _____

APPLICATION

BHP Petroleum (Americas) Inc. hereby applies for an order approving an unorthodox oil well location, and in support thereof states:

1. Applicant is the working interest owner of the SW $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 20, Township 17 South, Range 37 East, N.M.P.M., Lea County, New Mexico.

2. Applicant proposes to drill its Kimbrough State Well No. 1 at a location 1,250 feet from the South line and 1,725 feet from the East line of Section 20 to a depth sufficient to test the Strawn formation (approximately 11,200 feet).

3. The SW $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 20 shall be dedicated to the well.

4. The granting of this Application is in the interests of conservation, the prevention of waste, and the protection of correlative rights.

5. Applicant requests that this matter be heard at the October 17, 1990 Examiner Hearing.

WHEREFORE, Applicant requests that, after hearing, the Division enter its Order approving the requested unorthodox oil well location.

Respectfully Submitted,

HINKLE, COX, EATON, COFFIELD &
HENSLEY

By _____

James Bruce
500 Marquette, N.W.
Suite 800
Albuquerque, New Mexico 87102
(505) 768-1500

Attorneys for BHP Petroleum
(Americas) Inc.

INKLE, COX, EATON, COFFIELD & HENSLEY

ATTORNEYS AT LAW

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September 21, 1990

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CERTIFIED MAIL RETURN RECEIPT REQUESTED

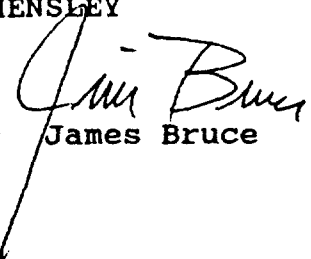
Mickey Cohlma
Chevron U.S.A. Inc.
P. O. Box 1150
Midland, Texas 79702

Dear Mickey:

Enclosed is a copy of a letter and Application I sent to Chevron's Houston address, but I thought you might also appreciate receiving a copy. The records indicate that Chevron owns the SW $\frac{1}{4}$ of Section 20-17 South-37 East, while BHP is the owner of the SE $\frac{1}{4}$. The proposed well is unorthodox in a northward direction only.

Very truly yours,

INKLE, COX, EATON, COFFIELD &
HENSLEY

By:  James Bruce

JB:le
Enclosure

