OIL CONSER. ON DIVISION

REG: VED

14902 Henry Rd. • Houston, TX 77060 Telex 792699 • Fax 713-820-9341 Tel. 713-820-5908



August 3, 1992

State of New Mexico Oil Conversation Commission P.O. Box 2088 Santa Fe, New Mexico 87504-2088

To whom it may concern:

Please find enclosed a copy of the Directional Surveys taken for Bright & Company on their Cuba Mesa Unit 35-1. If you have any question or comments regarding any of this information, please feel free to call.

Sincerely, GEOSERVICES, INC.

Jeffry Wilson Operations Manager

JW/m

14902 Henry Rd. • Houston, TX 77060 Telex 792699 • Fax 713-820-9341 Tel. 713-820-5908



August 3, 1992

State of New Mexico Oil Conservation Commission P.O. Box 2088 Santa Fe, New Mexico 87504-2088

Surveying Company:

Geoservices, Inc. 14902 Henry Rd.

Houston, TX 77060

Surveys performed by:

Mr. John Luckert MWD Field Engineer

Survey dates:

June 25, 1992 through July 10, 1992

Survey Method:

Electromagnetic MWD

Operator:

Bright & Company

10100 Reunion Pl., Suite 735 San Antonio, TX 78216

(512) 341-9773

Well Id:

Cuba Mesa Unit 35-1

Sandoval County, New Mexico

The above information and attached 73 directional surveys are true and correct to the best of my knowledge. The data for these surveys and the calculations performed were in accordance with the standards and procedures set forth by Geoservices.

Jeffry Wilson / Operations Manager

Geogervices, Inc.

.b. Wilkins / Notary Public

F. D. WILKINS
MY COMMISSION EXPIRES
February 3, 1996

Geoservices-Directional			Deviatio	on report
Well : Field : Company :			R	MESA 35-1 IO PUERCO & COMPANY
Coordinates RECTANGULAR				• • • • • • • • • • • • • • • • • • • •
Well head:	Target :		Impact :	:
x = 0.00	X =	0.00	x =	0.00
y = 0.00	Y ≃	0.00	Y =	0.00
z = 0.0	z =	0.0	Z =	0.0
Horizontal displacement	0.00 ft			
Total vertical depth	0.00 ft	Kick off point		0.00 ft
Magnetic declination	11.50 deg	Convergence		0.00 deg
Horizontal projection comp				.10)

	Measured depth	Drift angle	Azimut	Azimut	Vertical	Horizntl	Horizntl	Average		Coordinates.		og le	
no	feet	degree	magnt. degree	geogr. degree	depth feet	priction feet	displemt feet	Az(geo) degree	East/West feet	Nor/South feet	dleg	dlgH /100ft	
Comp	utation me	thod:	Radius of	curvature									
1	270.0	0.00	348.50	360.00	270.0	0.0	0.0	90.00	0.0 E	0.0 N	0.0	0.0	0.
2	355.0	0.14	251.99	263.49	355.0	0.1	0.1	311.75	0.1 W	0.1 N	0.2	-0.1	0.
3	417.0	0.10	81.71	93.21	417.0	-0.0	0.1	250.04	0.1 W	0.0 s	0.4	-0.6	-0.
4	573.0	2.02	175.88	187.38	573.0	-2.5	2.5	141.78	1.6 E	2.0 s	1.3	1.1	1.
5	635.0	0.55	166.33	177.83	634.9	-3.8	3.7	155.94	1.5 E	3.4 s	2.4	-0.3	-2.
6	697.0	0.30	280.90	292.40	696.9	-4.0	3.8	161.67	1.2 E	3.6 S	1.2	1.4	-0.
7	883.0	0.26	193.75	205.25	882.9	-4.3	3.9	173.70	0.4 E	3.9 s	0.2	-0.2	-0.
8	1008.0	0.17	104.47	115.97	1007.9	-4.7	4.3	172.44	0.6 E	4.3 S	0.2	-0.3	-0.
9	1070.0	0.34	315.11	326.61	1069.9	-4.6	4.2	170.35	0.7 E	4.2 S	0.8	1.5	0.
10	1132.0	0.44	198.08	209.58	1131.9	-4.5	4.2	175.16	0.4 E	4.2 S	1.1	-1.3	٥.
11	1194.0	0.29	96.98	108.48	1193.9	-4.9	4.5	173.94	0.5 E	4.5 S	0.9	-1.0	-0.
12	1256.0	0.71	177.00	188.50	1255.9	-5.4	5.0	171.47	0.7 E	4.9 S	1.1	1.1	0.
13	1380.0	0.69	115.18	126.68	1379.9	-6.8	6.4	168.38	1.3 E	6.2 S	0.6	-0.6	-0.
14	1442.0	0.50	126.66	138.16	1441.9	-7.3	6.9	165.24	1.8 E	6.7 S	0.4	0.2	-0.
15	1567.0	1.08	124.94	136.44	1566.9	-8.7	8.5	159.76	2.9 E	7.9 S	0.5	-0.0	0.
16	1629.0	0.80	128.01	139.51	1628.9	-9.5	9.4	157.47	3.6 E	8.7 S	0.5	0.1	-0.
17	1691.0	1.23	151.80	163.30	1690.9	-10.5	10.5	156.84	4.1 E	9.6 S	1.0	0.7	0.
18	1753.0	1.20	122.79	134.29	1752.9	-11.7	11.8	155.95	4.8 E	10.8 S	1.0	-1.0	-0.
19	1849.0	1.34	144.44	155.94	1848.9	-13.6	13.9	154.31	6.0 E	12.5 S	0.5	0.5	0.
20	1911.0	0.93	134.58	146.08	1910.8	-14.7	15.1	154.04	6.6 E	13.6 S	0.7	-0.3	-0.
21	2098.0	1.41	124.43	135.93	2097.8	-17.9	18.8	151.42	9.0 E	16.5 S		-0.1	0.
22	2160.0	1.43	147.40	158.90	2159.8	-19.3	20.3	151.12	9.8 E	17.8 S	0.9	0.9	0.
23	2222.0	1.60	141.71	153.21	2221.8	-20.9	22.0	151.49	10.5 E	19.3 S		-0.2	0.
24	2284.0	1.62	138.80	150.30	2283.7	-22.5	23.7	151.51	11.3 E	20.9 s		-0.1	0.
25	2346.0	1.34	121.49	132.99	2345.7	-23.8	25.3	150.89	12.3 E	22.1 S		-0.7	-0.
26	2470.0	1.29	147.33	158.83	2469.7	-26.4	28.1	150.39	13.9 E	24.4 S	0.5	0.5	-0.
27	2533.0	1.26	126.21	137.71	2532.7	-27.6	29.5	150.29	14.6 E	25.6 S		-0.7	-0.
28	2719.0	1.91	140.93	152.43	2718.6	-32.1	34.6	149.52	17.6 E	29.8 S	0.4	0.2	0.
29	2781.0	1.42	132.72	144.22	2780.6	-33.7	36.4	149.46	18.5 E	31.4 S		-0.4	-0.
30	2843.0	2.08	119.94	131.44	2842.5	-35.3	38.3	148.89	19.8 E	32.8 s		-0.6	1.
31	2905.0	1.65	159.17	170.67	2904.5	-37.1	40.2	149.00	20.7 E	34.5 s	2.1	2.1	-0.
32	3030.0 3092.0	1.27 1.53	152.30	163.80	3029.5	-40.3	43.3	150.31	21.4 E	37.6 s		-0.1	-0.
33 34	3216.0	1.10	163.61	175.11	3091.5	-41.8	44.7	150.95	21.7 E	39.1 S	0.6	0.4	0.
			129.99	141.49	3215.4	-44.5	47.5	151.38	22.7 E	41.7 S		-0.6	-0.
35	3278.0	1.09	162.10	173.60	3277.4	-45.7	48.7	151.53	23.2 E	42.8 S	1.0	1.0	-0.

Geoservices-Directional Deviation report

Well: CUBA MESA 35-1
Field: RIO PUERCO
Company: BRIGHT & COMPANY

Surv no	Measured depth feet	Drift angle degree	Azimut magnt. degree	Azimut geogr. degree	Vertical depth feet	Horizntl prjction feet	Horizntl displcmt feet	Average Az(geo) degree	.Relative East/West feet	Coordinates. Nor/South feet	dleg	og leg dlgH grE /100ft
Compi	utation me	thod :	Radius of	curvature								
36	3340.0	1.38	153.97	165.47	3339.4	-47.0	49.9	152.00	23.4 E	44.1 S	0.5	-0.3 0.
37	3402.0	1.52	146.20	157.70	3401.4	-48.6	51.5	152.29	23.9 E	45.6 S	0.4	-0.3 0.
38	3589.0	1.36	151.56	163.06	3588.3	-53.1	56.1	152.97	25.5 E	50.0 S	0.1	0.1 -0.
39	3713.0	1.82	169.23	180.73	3712.3	-56.6	59.4	154.04	26.0 E	53.4 S	0.5	0.4 0.
40	3755.0	1.60	165.20	176.70	3754.2	-57.8	60.5	154.54	26.0 E	54.6 S	0.6	-0.3 -0.
41	3786.0	1.00	356.40	7.90	3785.2	-57.9	60.7	154.14	26.5 E	54.7 S	8.3	%-12.4 -
42	3818.0	6.10	348.70	0.20	3817.2	-56.0	59.0	153.18	26.6 E	52.7 S	16.0	-1.5 15.
43	3848.0	12.10	348.00	359.50	3846.8	-51.2	54.8	150.96	26.6 E	47.9 S	20.0	%189.4 2
44	3878.0	19.30	349.40	0.90	3875.6	-43.2	47.9	146.22	26.6 E	39.8 S	24.0	%-323.5
45	3909.0	24.80	343.10	354.60	3904.4	-31.6	38.5	137.13	26.2 E	28.2 S	19.3	%428.3 1
46	3940.0	28.90	348.00	359.50	3932.0	-17.6	29.2	119.20	25.5 E	14.2 S	15.0	7.1 13.
47	3972.0	30.70	350.10	1.60	3959.8	-1.8	25.7	86.28	25.6 E	1.7 N	6.5	%-555.8
48	4037.0	31.75	349.50	1.00	4015.4	31.6	44.1	36.74	26.4 E	35.4 N	1.7	-0.5 1.
49	4068.0	29.88	343.00	354.50	4042.0	47.5	57 .3	26.71	25.8 E	51.2 N	12.3	%584.2 -
50	4099.0	32.13	339.50	351.00	4068.6	63.4	71.1	19.51	23.8 E	67.0 N	9.3	-5.8 7.
51	4129.0	37.00	342.00	353.50	4093.2	80.4	86.6	14.34	21.5 E	83.9 N	16.9	4.7 16.
52	4159.0	41.88	342.50	354.00	4116.4	99.5	104.7	10.67	19.4 E	102.8 N	16.3	1.1 16.
53	4190.0	46.38	341.00	352.50	4138.7	121.1	125.4	7.72	16.8 E	124.3 N	14.9	-3.4 14.
54	4221.0	51.50	341.00	352.50	4159.0	144.4	148.1	5.35	13.8 E	147.4 N	16.5	0.0 16.
55	4253.0	56.75	341.50	353.00	4177.8	170.3	173.5	3.48	10.5 E	173.2 N	16.4	1.3 16.
56	4284.0	61.75	342.00	353.50	4193.6	197.0	199.7	2.12	7.4 E	199.6 N	16.2	1.4 16.
57	4315.0	67.50	342.00	353.50	4206.9	225.0	227.5	1.06	4.2 E	227.4 N	18.5	0.0 18.
58	4346.0	73.00	342.50	354.00	4217.4	254.1	256.4	0.23	1.1 E	256.4 N	17.8	1.5 17.
59	4378.0	78.88	343.00	354.50	4225.1	285.2	287.3	359.59	2.1 W	287.3 N	18.4	1.5 18.
60	4415.0	85.50	343.00	354.50	4230.1	321.8	323.8	359.01	5.6 W	323.8 N	17.9	0.0 17.
61	4446.0	87.63	343.50	355.00	4232.0	352.7	354.7	358.64	8.4 W	354.6 N	7.0	1.6 6.
62	4477.0	86.75	343.50	355.00	4233.5	383.7	385.6	358.35	11.1 W	385.4 N	2.8	0.0 -2.
63	4508.0	85.63	344.00	355.50	4235.6	414.6	416.5	358.12	13.7 W	416.2 N	3.9	1.6 -3.
64	4540.0	85.63	344.00	355.50	4238.0	446.5	448.3	357.93	16.2 W	448.0 N	0.0	0.0 0.
65	4570.0	85.63	344.00	355.50	4240.3	476.4	478.2	357.78	18.5 W	477.9 N	0.0	0.0 0.
66	4602.0	85.13	344.50	356.00	4242.9	508.3	510.1	357.65	20.9 W	509.7 N	2.2	1.6 -1.
67	4633.0	87.00	345.00	356.50	4245.0	539.2	541.0	357.57	22.9 W	540.5 N	6.2	1.6 6.
68	4665.0	88.38	345.00	356.50	4246.3	571.1	573.0	357.51	24.8 W	572.4 N	4.3	0.0 4.
69	4697.0	88.00	345.00	356.50	4247.3	603.1	605.0	357.46	26.8 W	604.4 N	1.2	0.0 -1.
70	4727.0	87.25	345.00	356.50	4248.6	633.0	634.9	357.42	28.6 W	634.3 N	2.5	0.0 -2.
71	4759.0	88.00	345.00	356.50	4249.9	665.0	666.9	357.37	30.6 W	666.2 N	2.3	0.0 2.
72	4790.0	87.88	345.00	356.50	4251.0	695.9	697.9	357.33	32.5 W	697.1 N	0.4	0.0 -0.
73	4822.0	87.50	345.50	357.00	4252.3	727.8	729.9	357.31	34.3 W	729.0 N	1.9	1.6 -1.

STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR ANITA LOCKWOOD CABINET SECRETARY

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

May 22, 1992

HINKLE, COX, EATON,
COFFIELD & HENSLEY
Attorneys at Law
500 Marquette, NW
Suite 800
Albuquerque, New Mexico 87102

RE: CASE NO. 10459

ORDER NO. R-9676

Dear Sir:

Enclosed herewith are two copies of each of the above-referenced Division orders recently entered in the subject cases.

Sincerely,

Florene Davidson OC Staff Specialist

FD/sl

cc: BLM - Farmington

OCD Aztec Office

HINKLE, COX, EATON, COFFIELD LE HENSLEY N DIVISION REC. ED

ATTORNEYS AT LAW

500 MARQUETTE N.W., SUITE 800

ALBUQUERQUE, NEW MEXICO 87103

(505) 768-1500

FAX (505) 768-1529

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

JOE W. WOOD RICHARD S. MORRIS

WASHINGTON, D.C. SPECIAL COUNSEL ALAN J. STATMAN

April 13, 1992

700 UNITED BANK PLAZA POST OFFICE BOX 2043 '92 FIRST TO BE TO BE THE BOX IN MEXICO BB202 FAX (505) 623-9332

> 2800 CLAYDESTA CENTER 6 DESTA DRIVE POST OFFICE BOX 3580 MIDLAND, TEXAS 79702 (9)5) 683-469) FAX (915) 683-65/8

1700 TEAM BANK BUILDING POST OFFICE BOX 9238 AMARILLO, TEXAS 79105 (806) 372-5569 FAX (806) 372-976

218 MONTEZUMA POST OFFICE BOX 2068 SANTA FE, NEW MEXICO 87504 (505) 982-4554 FAX (505) 982-8623

VIA TELECOPY 827-5741

*NOT LICENSED IN NEW MEXICO

LEWIS C. COX
PAUL W EATON
CONRAD E. COFFIELD
HAROLD L HENSLEY, JR
STUART D. SHANOR

ERIC D LANPHERE C D MARTIN

C D MARTIN
PAUL J. KELLY, JR.
ROBERT P. TINNIN, JR.
MARSHALL G. MARTIN
OWEN M. LOPEZ
DOUGLAS L. LUNSFORD
JOHN J. KELLY
NICHOLAS J. NOEDING
T. CALDER EZZELL, JR.
WILLIAM B. BIJDFOPPY

WILLIAM B. BURFORD* RICHARD E. OLSON RICHARD R WILFONG*

RICHARD R WILFONG*
THOMAS J MCBRIDE
STEVEN D. ARNOLD
JAMES J. WECHSLER
NANCY S. CUSACK
JEFFREY L. FORNACIARI
JEFFREY D. HEWETT
JAMES REJICF

JAMES BRUCE
JERRY F. SHACKELFORD*
JEFFREY W. HELLBERG*
ALBERT L. PITTS
THOMAS M. HNASKO
JOHN C. CHAMBERS*

JOHN C. CHAMBERS*
GARY D. COMPTON*
MICHAEL A. GROSS
THOMAS D. HAINES, JR.
GREGORY J. NIBERT
DAVID T. MARKETTE*
MARK C. DOW

David Catanach OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504

KAREN M. RICHARDSON*
FRED W SCHWENDIMANN
JAMES M. HUDSON
JEFFREY S. BAIRD*
MACDONNELL GORDON

H R. THOMAS KARA L. KELLOGG

BETTY H. LITTLE

REBECCA NICHOLS JOHNSON

WILLIAM P. JOHNSON STANLEY K. KOTOVSKY, JR.

RUTH S. MUSGRAVE ELLEN S. CASEY S. BARRY PAISNER MARGARET CARTER LUDEWIG STEPHEN M. CRAMPTON

STEPHEN M. CRAMPTOI MARTIN MEYERS GREGORY S. WHEELER ANDREW J. CLOUTIER JAMES A. GILLESPIE GARY W. LARSON STEPHANIE LANDRY JOHN R. KULSETH, JR MARGARET R. MCNETT BRIAN T. CARTWRIGHT*

BRIAN T. CARTWRIGHT*
LISA K SMITH*
JAMES KENT SCHUSTER*

JAMES KENT SCHUST
ROBERT H. BETHEAT
BRADLEY W. HOWARD
CHARLES A. SUTTON*
NORMAN D. EWART
DARREN T. GROCE*
MOLLY MCINTOSH

Case No. 10459 Re:

Dear Catnak:

Enclosed is a copy of a letter I mailed to you on Friday. Unfortunately, I forgot to include the Supplemental Affidavit Regarding Notice referenced in the letter. Enclosed with this letter is a copy of the Supplemental Affidavit. I am mailing the original to you with this letter.

Very truly yours,

HINKLE, COX, EATON, COFFIELD & HENSLEY

Succe

Olves JAMES BRUCE

JB:smh Enclosure

ATTORNEYS AT LAW

500 MARQUETTE N.W., SUITE 800

ALBUQUERQUE, NEW MEXICO 87102-2121

(505) 768-1500

FAX (505) 768-1529

OF COUNSEL
O M CALHOUN'
MACK EASLEY
JOE W WOOD
RICHARD S MORR

CLARENCE E HINKLE (190H985) W E BONDURANT, JR (1913-1973) ROY C SNODGRASS, JR (1914-1987)

POST OFFICE BOX IO ROSWELL, NEW MEXICO 88202 (50\$) 622-6510 FAX (505) 623-9332

700 UNITED BANK PLAZA

2800 CLAYDESTA NATIONAL BANK BUILDING

POST OFFICE BOX 3580 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) 982-4554 FAX (505) 982-8623

*NOT LICENSED IN NEW MEXICO

LEWIS C COX PAUL W EATON CONRAD E COFFIELD

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JEFFREY D HEWETI
JAMES BRUCE
JERRY F. SHACKELFORD
JEFFREY W. HELLBERG
ALBERT L PITTS
THOMAS M MNASKO

JOHN C CHAMBERS* GARY D COMPTON*

MICHAEL A. GROSS

THOMAS J MCBRIDE

April 10, 1992

Mr. David Catanach New Mexico Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87504

THOMAS D HAINES, JR FRANKLIN H MCCALLUM* GREGORY J NIBERT DAVID T MARKETTE*

KAREN M RICHARDSONS

FRED W SCHWENDIMANN

MACDONNELL GORDON REBECCA NICHOLS JOHNSON WILLIAM P JOHNSON

STANLEY K KOTOVSKY, JR
BETTY H. LITTLE*
RUTH 5 MUSGRAVE
HOWARD R THOMAS
ELLEN 5 CASEY
S BARRY PAISNER
MARGARET CARTER LUDEWIG
MARTIN MEYERS
GREGORY 5 WHEELER
ANDREW J. CLOUTIER
JAMES A GILLESPIE
GARY W LARSON
STEPHANDE

STEPHANIE LANDR

JOHN R. KULSETH, JA

JAMES K SCHUSTER*

MARK C DOW

JAMES M HUDSON JEFFREY S BAIRD' PATRICIA A MORRI

Case No. 10,459, the Application of Bright & Company for a High Angle/Horizontal Directional Drilling Pilot Project, Sandoval County, New Mexico

Dear Mr. Catanach:

At the hearing the Applicant was requested to verify for the Division whether notice had been received by two offset interest owners, Raymond Chorney and Pitco Production Co. As a result, the hearing was continued to April 16th. If you will recall, the Applicant had originally mailed notice to these two persons, but the letters were returned undeliverable. Subsequently, the Applicant located a new address for each person, and remailed the letters on March 25th. Enclosed is a Supplemental Affidavit Regarding Notice. Attached to the Supplemental Affidavit are copies of the certified return receipts indicating delivery. Because notice was remailed on March 25th, 20 days will have elapsed between the date of mailing and April 16th. Therefore. we request that you take the case under advisement.

In addition to the two interest owners mentioned above, there were letters sent to four companies which were returned as not deliverable. The Supplemental Affidavit Regarding Notice also addresses in more detail service upon those parties.

Although you are not the scheduled hearing examiner for the 16th, I am mailing this directly to you so that you may place it in the file. I would request that we not be required to attend

Mr. David Catanach April 10, 1992 Page 2

the hearing on the 16th absent a protest by one of the newly notified parties.

Please call me if you have any questions.

Very truly yours,

HINKLE, COX, EATON, COFFIELD &

HENSLEY_

JB:le

cc w/enc: Robert Stovall

By: / James Bruce

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF BRIGHT & COMPANY FOR A HIGH ANGLE/HORIZONTAL DIRECTIONAL DRILLING PILOT PROJECT, SANDOVAL COUNTY, NEW MEXICO.

No. 10,459

SUPPLEMENTAL AFFIDAVIT REGARDING NOTICE

STATE	OF	TEX.	AS	,)
) ss .
COUNTY	OF	BE	XAR	,)

Mark A. Barcklow, being duly sworn upon his oath, deposes and states:

- 1. I am over the age of 18 and have personal knowledge of the matters stated herein.
 - 2. I am a landman 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. In addition to the notice materials submitted at the hearing on April 2, 1992 (Bright & Company Exhibit No. 2), the following notice was given:
- (a) The original notice letter to Raymond Chorney was sent to an incorrect address. Notice was remailed to Raymond Chorney at 555 17th Street, Suite 1000, Denver, Colorado 80202, on March 25, 1992. A copy of the certified return receipt is attached hereto as Exhibit A.
- (b) The original notice letter to Pitco

 Production Co. was sent to an incorrect address. Notice was

 re-mailed to Pitco Production Co. at P. O. Box 35368, Tulsa,

Oklahoma 74153. A copy of the certified return receipt is attached hereto as Exhibit B.

- In addition the following information is applicable to notice given by Applicant:
- The notice sent to Toga Petroleum Corp. (a) was returned as undelivered. However, the interests of Toga Petroleum Corp. are now owned or controlled by Energy Development Corporation, which company was properly notified of the hearing. (See Bright & Company Exhibit No. 2.)
- The notice sent to Trend Resources was returned as undelivered. However, the interests of Trend Resources are now owned or controlled by Adobe Resources Corp., which company was properly notified of the hearing. (See Bright & Company Exhibit No. 2.)
- (c) To date we have been unable to locate a current address for Wessely Energy Co.
- The final party whom we could not locate, Carlyle Petroleum Inc., does not own any interest offsetting the proposed well unit. Although we mailed notice to them, Carlyle was not entitled to receive notice.

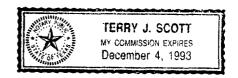
Mark A Barcklow

Subscribed and sworn to before me this tay of

April, 1992, by Mark A. Barcklow.

My commission expires:

12-4-93



BRIGHT & COMPANY

10100 REUNION PLACE, SUITE 735 SAN ANTONIO, TEXAS 78216 512-341-9773 FAX 512-341-8046

March 12, 1992

Mr. Raymond Chorney 1860 Lincoln St. Denver, CO 80203

Dear Mr. Chorney:

Enclosed is a copy of an Application for a Horizontal Directional Drilling Pilot Project, etc., filed with the New Mexico Oil Conservation Division on behalf of Bright & Company. Records indicate you are an offset operator or lessee. This matter will be heard by the Division on Thursday, April 2, 1992, at 8:15 a.m. at the Division's offices at 310 Old Santa Fe Trail, Santa Fe, New Mexico 87501. Failure to appear at that time will preclude you from contesting this Application at a later date.

Very truly yours,

BRIGHT & COMPANY

Mach a. Banklow

Mark A. Barchlow

SENDER: • Complete items 1 and/or 2 for additional services. • Complete items 3, and 4s & b. • Print your name and address on the reverse of this form so return this cerd to you. • Attech this form to the front of the mailpiece, or on the bades not permit. • Write "Return Receipt Requested" on the mailpiece below the Tha Return Receipt Fee will provide you the aignature of the p to and the date of delivery.	ck if space 1. Addressee's Address article number. 2. Restricted Delivery
3. Article Addressed to: MR RAYMOND CHORNEY 555 17th ST STE 1000 DENVER CO 80202	4a. Article Number P179-649-093 4b. Service Type Registered COD Stypress Mail Return Receipt for Merchandise 7. Date of Delivery 3-30-92
5. Signature (Addressee) 6. Signature (Agant)	8. Addressee's Address (Only If requested and fee is paid)

PS Form 3811, November 1990 wus. GPC TWIT 201000 DOMESTIC RETURN RECEIPT

BRIGHT & COMPANY

10100 REUNION PLACE, SUITE 735 SAN ANTONIO, TEXAS 78216 512-341-9773 FAX 512-341-8046

March 12, 1992

Pitco Production Co. 101 E. 2nd Street Tulsa, OK 74172

Gentlemen:

Enclosed is a copy of an Application for a Horizontal Directional Drilling Pilot Project, etc., filed with the New Mexico Oil Conservation Division on behalf of Bright & Company. Records indicate you are an offset operator or lessee. This matter will be heard by the Division on Thursday, April 2, 1992, at 8:15 a.m. at the Division's offices at 310 Old Santa Fe Trail, Santa Fe, New Mexico 87501. Failure to appear at that time will preclude you from contesting this Application at a later date.

Very truly yours,

BRIGHT & COMPANY

Mark a. Banklow

Mark A. Barcklow

MAB) Enc	SENDER: Complete items 1 and/or 2 for additional services. Complete items 3, and 4e & b. Print your name and address on the reverse of this form so the return this card to you. Attach this form to the front of the mailpiece, or on the back does not permit. Write "Assum Receipt Requested" on the mailping below the and the Return Receipt Fin will provide you the signature of the persity and the date of delivery.	If space 1. Addressee's Address
	3. Article Addressed to: PITCO PRODUCTION CO P.O. BOX 35368 TULSA OK 74153	48. Atticle Number P179-649-092 4b. Service Type Registered Insured Cortified COD Express Mail Return Receipt for Merchandise 7. Date of Delivery
	5. Signature (Addressee) 6. Signature (Agent) PS Form 3811, November 1990 a Via apo test ca	8. Addressee's Address (Only if requested and fee is paid) A 9

LEWIS C COK
PAUL W EATON
FREE W SCAMERISOMANN
CONFAD E COPPIELD
JAMES M MUSSEN
STUART B SHANGE M
MCCONIEL SORISON
MCCO

BETTY H LYTEP
FUTH B. MUSERMARE
ELLEN B. CASEY
B. BARRY PREMIER
MARRAMET GARTER LUDEWG
STEPHEN N. CRAMPTON
MARTIN MEYERS
GREGORY & WINDELER
ANDREW J. GLOUTIER
JAMES A GLUESHE
BARRY M. LANSON
STEPHANE LEANSY
JOHN R. MULSETH, JR
HARGARET R. MINIST
LISA K. SHITHE
LISA K. SHITHE
FOREIT M. BETHER
CHARLES A. SUTTON
DARRES RENT SCALSTEP
ROSERY M. BETHER
CHARLES A. SUTTON
DARRES T. GREGES
LULLY M. GREGORY
DARRES T. GREGORY
DELLE T. GREGORY
DELE T. GREGORY
DELLE T. GREGO

ATTORNEYS AT LAW

500 MARQUETTE N.W., BUITE 800

FOST OFFICE BOX 2043

ALBUQUERQUE, NEW MEXICO 87103

(806) 768-1600

FAX (605) 766-1629

CLARENCE E. MINKLE (GOHGES) W. E. BONDURANT, JR. (GUHGES) RGY C. SNOODRABE, JR. (GHHGES)

> OF COLHER O. M. CALHOUN' HACK EASLEY JOE W WOOD MICHARD Q. MORRIS

WARHINGTON, D.C. SPECIAL MOUNTER

April 13, 1992

700 United Bank Plaza Post office Box 10 Roswell, New Mexico 69202 (505) 622-640 FAX (506) 623-9332

2000 CLAYDESTA CENTER 6 DESTA GRIVE POST OFFICE BOX 2550 MDLAND, TEXAS 79702 (AND 082468) FAX (BN) 663-6818

1700 TEAM BANK BUILDING POST OFFICE BOX BESS AMARILLO, TEXAS 78:05 (BOS) 372-3568 FAX (BOS) 372-978;

BIS MONTEZUMA FORT OFFICE BOX 2008 SANTA FE, NEW MEXICO 87804 (SOE) 982-4584 FAX (SOE) 982-5623

VIA TELECOPY 827-5741

*NOT LICENSED IN NEW MEXICO

MCHARD E OLDON
MCHARD W WILFONG*
THOMAS J. MCERIOE
STEVEN O. ARROLD
JAMES J. WECHGLER
MANCY & CUEACH
JEFFREY L. PORNACIAN
JEFFREY D. MEMET
JAMES BRUCE
TERRE BRUCE

AST M HETTERS.

David Catanach
OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504

Re:

Case No. 10459

Dear Catnak:

Enclosed is a copy of a letter I mailed to you on Friday. Unfortunately, I forgot to include the Supplemental Affidavit Regarding Notice referenced in the letter. Enclosed with this letter is a copy of the Supplemental Affidavit. I am mailing the original to you with this letter.

Very truly yours.

HINKLE, COX, EATON, CORFIELD & HENSLEY

June

JAMES BRUCE

JB:smh
Enclosure



ATTORNEYS AT LAW **500 MARQUETTE NW. SUITE 800** ALBUQUERQUE, NEW MEXICO

TELEPHONE: (505) 768-1500

TELECOPIER: (505) 768-1529

TELECOPY COVER LETTER

PLEASE DELIVER THE FOLLOWING PAGES TO:

NAME:

David Catanach

COMPANY: OIL CONSERVATION DIVISION

FAX #:

1-827-5741

RE:

Case No. 10459

FROM:

James Bruce

TOTAL NUMBER OF PAGES: 8

(INCLUDING THIS COVERSHEET)

DATE:

April 13, 1992

MESSAGE: Attached, please see letter and enclosures of this date

Client/Matter No.: 1082000-9250329

THE INFORMATION CONTAINED IN THIS FACSIMILE MESSAGE IS INTENDED ONLY FOR THE USE OF THE INDIVIDUAL OR ENTITY TO WHICH IT IS ADDRESSED AND MAY CONTAIN INFORMATION THAT IS PRIVILEGED, CONFIDENTIAL AND EXEMPT FROM DISCLOSURE UNDER APPLICABLE LAW. If the reader of this message is not the intended recipient, or the employee or agent responsible for delivery to the intended recipient, you are hereby notified that any dissemination, distribution or copying of this communication is in error. If you have received this facsimile in error. please notify us immediately by telephone and return the original message to us at the above address via U.S. Postal Service.

03

192 04/06 13:32

BRIGHT & CO.

BRIGHT & COMPANY

10100 REUNION PLACE, SUITE 735 SAN ANTONIO, TEXAS 78216 512-341-9778 FAX 512-341-8046

March 12, 1992

Pitco Production Co. 101 E. 2nd Street Tulsa, OK 74172

PENDED.

Gentlemen:

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Very thuly yours,

BRIGHT & COMPANY

Mark a Banklow

Hark A. Barcklow

MAB Enc	Complete tigms 1 end/or 2 the additional services. Complete same 3, and 4s & b. Print your name and address on the reverse of this form return this card to you. Assets this same to the front of the malpiece, or an the	100%
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1	PITCO PRODUCTION CO P.O. BOX 35368 TULSA OK 74153	4b. Service Type 1 Registered Insured 1 COD 1 Express tage Return Receipt for Merchandise
П	5. Signature (Addressee)	3-3/-92 6. Addressed's Address (Only if requested and fee in paid) A 9

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EXHIB

DOMESTIC RETURN RECEIPT

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3 512 341 8046

BRIGHT & COMPANY

10100 REUNION PLACE, SUITE 735 SAN ANTONIO, TEXAS 78216 512-341-9773 FAX 51"-341-8046

March 12, 1992

Mr. Raymond Chorney 1860 Lincoln St. Denver, CO 80203

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Very truly yours,

BRIGHT & COMPANY

Hark A. Daroblow

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6. Stanuture (gant)	

PS Form 3811, Nevember 1980 OPCTWYTE 201000 DOMESTIC RETURN RECEIPT

EXHIBIT



ATTORNEYS AT LAW 500 MARQUETTE NW, SUITE 800 ALBUQUERQUE, NEW MEXICO

TELEPHONE: (505) 768-1500

TELECOPIER: (505) 768-1529

TELECOPY COVER LETTER

PLEASE DELIVER THE FOLLOWING PAGES TO:

NAME:

David Catanach

COMPANY: OIL CONSERVATION DIVISION

FAX #:

1-827-5741

RE:

Case No. 10459

FROM:

James Bruce

TOTAL NUMBER OF PAGES: 8

(INCLUDING THIS COVERSHEET)

DATE:

April 13, 1992

MESSAGE: Attached, please see letter and enclosures of this date

Client/Matter No.: 1082000-9250329

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Karen M. Romania Pred W. Behmener James M. Hugson Jepprey B. Barby MacDonnich, Gost

MACDONNELL GORGON RESCCA NGHOLA JO WILLIAM P. JOHNSON

BETTY N. LITTLE"
NUTH S. MUSGRAVE
ELLEN B. CAREY
S. BARTY PASMER
HARGARET GUTTER LUEN
STEPHEN M. GRAMPTON
MARCH M. BERMITTON

HARA L. HELLODG

HINKLE, COX, EATON, COFFIELD & HENSLEY

ATTORNEYS AT LAW

SOO MARQUETTE N.W., SUITE SOO

POST OFFICE BOX 2043

ALBUQUERQUE, NEW MEXICO 87103

(505) 788-1800

FAX (806) 786-1589

CLARENGE E. HINKLE REGI-REW W. C. SCHODURANT, JR. ROG-REST ROY C. SHODGRASS, JR. ROM-REST

OF COUNTRY

O. M. CALHOUN'

MACK EASLEY

JOE W. WOOG

MCMARG E. MORRIS

WASHINGTON, D.C. SPECIAL COUNSEL

April 13, 1992

700 UNITED BANK FLAZA FOST OFFICE SOX IO ROSWELL, NEW MERICO SEROS (SOS) SER-6510 FAX (505) SE2-6338

2800 CLAYDESTA CENTER & DESTA BRIVE POST OFFICE SOX JESO MIDLAND, TEXAS 78702 (SISI 682-468) FAX (BIS) 682-688

(700 TEAM BANK BUILDING FOST OFFICE SOX 9236 AMARILLO, TEXAS 70108 (206) 372-576(FAK (206) 372-576)

zig montezuma Post oppice box 2008 Santa Fe, New Mexico 27504 (505) 502-354 Fax (505) 982-3623

VIA TELECOPY 827-5741

"NOT LICENSED IN NEW MEXICO

Lewie C. Con Paul W. Eaton Conrad E. Coffield Harold L. Henbley, JR Stuart D. Shangr Eric O Landhere

ERIC D LAND-VERE
C, D. MARTIN
PAUL J. HELLY, JR.
ROBERT R TINNIN, JR.
MARSHALL D. MARTIN
OWER M. LOPEZ
JOHN J. KELLY
NIGHOLS J. MOEDING
T. CALGER EXELL JR.
WILLIAM E. BLAFFORD
RICHARD R. OLSON
RICHARD R. WILPONG*
THOMAS J. WILPONG*
THOMAS J. WILPONG*
THOMAS J. WILPONG*
THOMAS J. WILPONG*

David Catanach
OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504

Re: Case No. 10459

Dear Catnak:

Enclosed is a copy of a letter I mailed to you on Friday. Unfortunately, I forgot to include the Supplemental Affidavit Regarding Notice referenced in the letter. Enclosed with this letter is a copy of the Supplemental Affidavit. I am mailing the original to you with this letter.

Very truly yours,

HINKLE, COX, EATON, CORFIELD & HENSLEY

JAMES BRUCE

JB:smh Enclosure

P.03 04-13-1992 13:52

HINKLE, COX, EATON, COFFIELD & HENSLEY

LEMIS C COM PAUL W EATON EDWARD E CONTRELD HARDOLD HEMBEST, STUART D. BHANDR ENG D. HAMPHERE C D MATTIN PAUL J. WELLT, JR MATERIAL S HARTIN GWEN M LUNCE DOUGLAS L LUMEPON DOUGLAS L LUMEPON MARCHALL S MARTIN GWEN M LDREE DOUGLAS L LUMEFORD JOHN J MELLY T CALDER EZZELL JA WILLIAM B BURFORD MICHARD R WILFOND THOMAS R WILFOND THOMAS J MERBOOT JEFFREY L. POMMACIANI JEFFREY B. HEWETT JAPPINET D. PRIMETT
JAPPINE P. BINACHIC DONO
JERNIY P. BINACHIC DONO
JERNIY P. BINACHIC DONO
JAPPINE W BALLBERG
ALBERT L. PITTS
THOMAS IN BINACHIC
JOHN C. CHAMBERG
JOHN C. CHAMBERG
JOHN R. KILLBERN
JOHN R. KILL

THOT LICENSES IN NEW MERICO

THOMAS D HAMES, JE CHECORY I BUBLETY
DAVID Y MARRIETTE
BARK C DOW
HARK C DOW
HARKE IN RECHARDSON
AMEE IN RECHARDSON
AMEE IN RECHARD
PATRICIA A MORRIE
MACCONNELL GORDON
RESECUTIVE JON
WILLIAM P JONGODOM
WILLIAM P JONGODOM

ATTORNEYS AT LAW SOO MERCUETTE N.W. BUTE BOD ALBUQUERQUE, NEW MEXICO 87108-2121 (BOS) 768-(500

FAX (BOS) 708-1529

CLARENCE E MINKLE MOCHOSON W. C. ECNOLIGANT. JR. MINGHOSON ROY C. ENGOGRAPH, JR. MINGHOSON

April 10, 1992

POST OFFICE BOX IO MOSWELL, NEW MEXICO ASSOC (805) EZE-6510 FAX (505) 923-9235

2500 CLAYDESTA MATIONAL SANK BUILDING POST OFFICE SOX 3580 MIDLAND, TEMAS 79702 (8)6) 663-4694 FAX (915) 663-6616

> 1700 TEAM BANK BUILDING POST OFFICE BOX 0236 AMARILLO, TEXAS TOIDS (604) 372-5560 FAX 18061 378-8761

POST OFFICE BOX BOGS SANTA FE, NEW MEXICO BIBDA (505) 96F-4554 FAX (80%) 955-8623

Mr. David Catanach New Mexico Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87504

Case No. 10,459, the Application of Bright & Company for a High Angle/Morisontal Directional Drilling Pilot Project, Sandoval County, New Mexico

Dear Mr. Catanach:

At the hearing the Applicant was requested to verify for the Division whether notice had been received by two offset interest owners, Raymond Chorney and Pitco Production Co. As a result, the hearing was continued to April 16th. If you will recall, the Applicant had originally mailed notice to these two persons, but the letters were returned undeliverable. Subsequently, the Applicant located a new address for each person, and remailed the letters on March 25th. Enclosed is a Supplemental Affidavit Regarding Notice. Attached to the Supplemental Affidavit are copies of the certified return receipts indicating delivery. Because notice was remailed on March 25th, 20 days will have elapsed between the date of mailing and April 16th. Therefore, we request that you take the case under advisement.

In addition to the two interest owners mentioned above, there were letters sent to four companies which were returned as not deliverable. The Supplemental Affidavit Regarding Notice also addresses in more detail service upon those parties.

Although you are not the scheduled hearing examiner for the 16th, I am mailing this directly to you so that you may place it in the file. I would request that we not be required to attend

Mr. David Catanach April 10, 1992 Page 2

the hearing on the 16th absent a protest by one of the newly notified parties.

Please call me if you have any questions.

Very truly yours,

HINKLE, COX, EATON, COFFIELD &

HENSLEY_

By:/ James Bruce

JB:le

cc w/enc: Robert Stovall

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF BRIGHT & COMPANY FOR A HIGH ANGLE/HORISONTAL DIRECTIONAL DRILLING PILOT PROJECT, SANDOVAL COUNTY, NEW MEXICO.

No. 10,459

SUPPLEMENTAL AFFIDAVIT REGARDING NOTICE

STATE OF TEXAS) ss. COUNTY OF BEXAR)

Mark A. Barcklow, being duly sworn upon his oath, deposes and states:

- 1. I am over the age of 18 and have personal knowledge of the matters stated herein.
 - 2. I am a landman 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. In addition to the notice materials submitted at the hearing on April 2, 1992 (Bright & Company Exhibit No. 2), the following notice was given:
- (a) The original notice letter to Raymond Chorney was sent to an incorrect address. Notice was remailed to Raymond Chorney at 555 17th Street, Suite 1000, Denver, Colorado 80202, on March 25, 1992. A copy of the certified return receipt is attached hereto as Exhibit A.
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Oklahoma 74153. A copy of the certified return receipt is attached hereto as Exhibit B.

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 Petroleum Corp. are now owned or controlled by Energy

 Development Corporation, which company was properly notified

 of the hearing. (See Bright & Company Exhibit No. 2.)
- (b) The notice sent to Trend Resources was returned as undelivered. However, the interests of Trend Resources are now owned or controlled by Adobe Resources Corp., which company was properly notified of the hearing.

 (See Bright & Company Exhibit No. 2.)
- . (c) To date we have been unable to locate a current address for Wessely Energy Co.
- 6. The final party whom we could not locate, Carlyle Petroleum Inc., does not own any interest offsetting the proposed well unit. Although we mailed notice to them, Carlyle was not entitled to receive notice.

Mark A. Barcklow

Subscribed and sworn to before me this day of April, 1992, by Mark A. Barcklow.

Notary Public

My commission expires:

12-4-93



TERRY J. SCOTT MY COMMISSION EXPIRES December 4, 1993

ALBUQUERQUE, NEW MEXICO 87102-2121

FAX (505) 768-1529

OF COUNSEL

O M. CALHOUN*
MACK EASLEY
JOE W. WOOD
RICHARD S. MORR

(505) 768-1500

500 MARQUETTE N.W., SUITE 800

ATTORNEYS AT LAW OIL CONSER.

N DIVOSUNDED BANK PLAZA RECORPT POST OFFICE DELL.

(505) 622-6510

'92 APR 13 AM 8 48(505) 623-9332

2800 CLAYDESTA NATIONAL BANK BUILDING POST OFFICE BOX 3580 MIDLAND, TEXAS 79702 (915) 683-4691

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

FAX (915) 683-6518

POST OFFICE BOX 2068 SANTA FE, NEW MEXICO 87504 (505) 982-4554

218 MONTEZUMA

FAX (505) 982-8623

THOMAS D. HAINES, JR FRANKLIN H. MCCALLUM* GREGORY J. NIBERT PAUL W EATON CONRAD E. COFFIELD HAROLD L HENSLEY, JR STUART D SHANOR KAREN M. RICHARDSON* FRIC D LANPHERE KAREN M. RICHARDSON'
FRED W SCHWENDIMANN
JAMES M. HUDSON
JEFFREY S. BAIRD'
PATRICIA A. MORRIS
MACDONNELL GORDON
REBECCA NICHOLS JOHNSON
WILLIAM P. JOHNSON D MARTIN C. D. MARTIN
PAUL J. KELLY, JR
MARSHALL G. MARTIN
OWEN M. LOPEZ
DOUGLAS L. LUNSFORD
JOHN J. KELLY
T. CALDER EZZELL, JR
WILLIAM B. BURFORD STANLEY K KOTOVSKY, JR. RICHARD E OLSON RICHARD R WILFONG*

RUTH S. MUSGRAVE HOWARD R THOMAS ELLEN S CASEY
S BARRY PAISNER MARGARET CARTER LUDEWIG MARTIN MEYERS GREGORY S WHEELER ANDREW J. CLOUTIES JAMES A. GILLESPIE GARY W. LARSON STEPHANIE LANDRY JOHN R. KULSETH, JR. LISA K SMITH* JAMES K, SCHUSTER*

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

*NOT LICENSED IN NEW MEXICO

THOMAS J MCBRIDE STEVEN D. ARNOLD

JAMES J WECHSLER NANCY 5. CUSACK

JEFFREY L. FORNACIARI JEFFREY D. HEWETT

JEFFREY D. HEWETT
JAMES BRUCE
JERRY F SHACKELFORD*
JEFFREY W HELLBERG*
ALBERT L. PITTS
THOMAS M. HNASKO

MICHAEL A. GROSS

April 10, 1992

Mr. David Catanach New Mexico Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87504

Re: Case No. 10,459, the Application of Bright & Company for a High Angle/Horizontal Directional Drilling Pilot Project, Sandoval County, New Mexico

Dear Mr. Catanach:

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Mr. David Catanach April 10, 1992 Page 2

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Please call me if you have any questions.

Very truly yours,

HINKLE, COX, EATON, COFFIELD &

HENSLEY

By:/James Bruce

JB:le

cc w/enc: Robert Stovall