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

## APPLICATION OF MEWBOURNE OIL COMPANY FOR APPROVAL OF A NON-STANDARD OIL SPACING AND PRORATION UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

Case No. 14,690

#### **AFFIDAVIT OF NOTICE**

# COUNTY OF SANTA FE ) ) ss.

STATE OF NEW MEXICO )

James Bruce, 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 an attorney for Mewbourne Oil Company.

3. Mewbourne Oil Company has conducted a good faith, diligent effort to find the names and correct addresses of the offset operators or working interest owners entitled to receive notice of the application filed herein.

4. Notice of the application was provided to the offsets by certified mail. Copies of the notice letter and certified return receipts are attached hereto as Exhibit A.

5. Applicant has complied with the notice provisions of Division Rules NMAC 19.15.4.9 and 19.15.4.12.C.

SUBSCRIBED AND SWORN TO before me this <u>20th</u> day of July, 2011 by James Bruce.

My Commission Expires:

Notary Public

Oil Conservation Division Case No. \_ Exhibit No.

JAMES BRUCE ATTORNEY AT LAW

POST OFFICE BOX 1056 SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213 SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone) (505) 660-6612 (Cell) (505) 982-2151 (Fax)

jamcsbruc@aol.com

June 30, 2011

### CERTIFIED MAIL – RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and gentlemen:

Enclosed is a copy of an application for a non-standard unit, unorthodox well location, *etc.*, filed with the New Mexico Oil Conservation Division by Mewbourne Oil Company, regarding the N½N½ of Section 17, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico. This matter is scheduled for hearing at 8:15 a.m. on Thursday, July 21, 2011, at the Division's offices at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. As an offset operator or lessee, you have the right to enter an appearance and participate in the case. Failure to appear will preclude you from contesting this matter at a later date.

You are required to notify (in writing) the Division, and the undersigned, by Thursday, July 14, 2011 if you intend to participate in the hearing.

Very truly yours,

James Bruce

Attorney for Mewbourne Oil Company

EXHIBIT

## <u>EXHIBIT A</u>

Penroc Oil Corp. P.O. Box 2769 Hobbs, NM 88241

Chevron U.S.A. Inc. 15 Smith Road Midland, Texas 79705

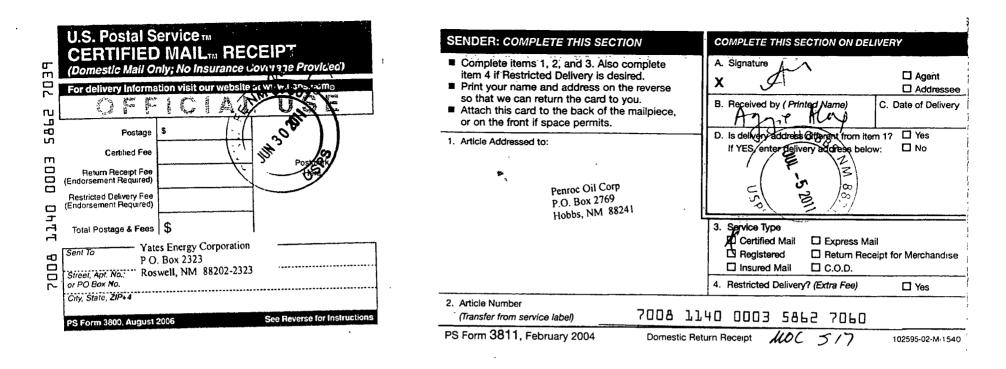
ConocoPhillips Company P.O. Box 2197 Houston, TX 77252

OXY USA Inc. OXY USA WTP L.P. Occidental Permian Limited Partnership 5 Greenway Plaza Houston, Texas 77046

Yates Energy Corporation P.O. Box 2323 Roswell, NM 88202-2323

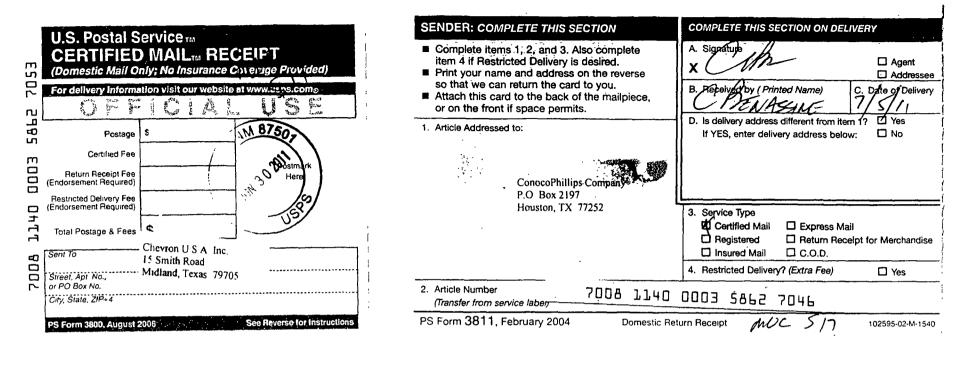
Yates Petroleum Corporation 105 South Fourth Street Artesia, New Mexico 88210

Nearburg Producing Company Building 2, Suite 120 3300 North "A" Street Midland, Texas 79705



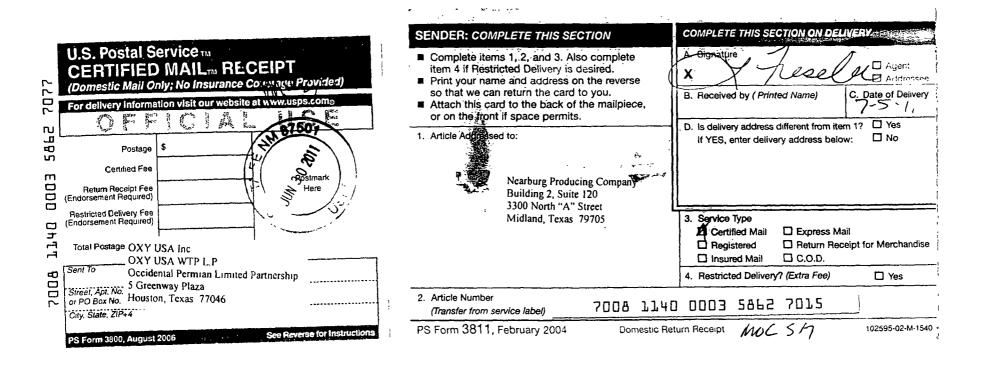
SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> <li>Article Addressed to:         <ul> <li>Yates Energy Corporation P O Box 2323 Roswell, NM 88202-2323</li> </ul> </li> </ul>	A. Signature X UNHUA RANDAU Agent Addressee A Received by (Printed Name). C. Date of Delivery CVAHIA AUGHAIK 7-5-11 D. Is delivery address different from item 1? Yes If YES, enter delivery address below: No
	3. Service Type         A Certified Mail       Express Mail         B Registered       Return Receipt for Merchandise         Insured Mail       C.O.D.
	4. Restricted Delivery? (Extra Fee) Yes
2. Article Number (Transfer from service label) 7008 114	0 0003 5862 7039
PS Form 3811, February 2004 Domestic Ret	turn Receipt MOC 517 102595-02-M-154

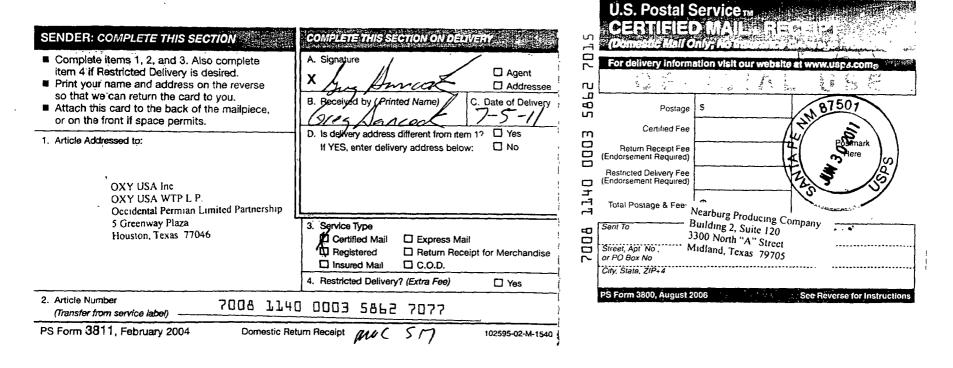
U.S. Postal Service M CERTIFIED MAIL M RECEIPT (Domestic Mail Only; No Insurance Covers 10 300/cert) For delivery information visit our website at www.usps.com	
Postage     \$	
Certified Fee Return Receipt Fee (Endorsement Required) Restricted Delivery Fee (Endorsement Required) Total Postage & Fees (Endorsement Required) (Endorsement Require	
Sent To       Penroc Oil Corp         Street. Apr No.:       P O Box 2769         or PO Box No.       Hobbs, NM 88241         City, State, ZiP+4       See Reverse for Instructions	



SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> <li>Article Addressectio:         <ul> <li>Chevron U.S.A. Inc.</li> <li>IS Smith Road Midland, Texas 79705</li> </ul> </li> </ul>	A. Signature       Agent         X       Addressee         B. Received by (Printed Name)       C. Date of Delivery         ALO (A. Johnson       7-5-11         D. Is delivery address different from item 1?       Yes         If YES, enter delivery address below:       No         3. Service Type       Active Certified Mail         Express Mail       Registered         Insured Mail       C.O.D.         4. Restricted Delivery? (Extra Fee)       Yes
2. Article Number 7008 1140 (Transfer from service label)	0003 5862 7053
PS Form 3811, February 2004 Domestic Ret	









<ul> <li>SENDER: COMPLE</li> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> <li>1. Article Addressed to:</li> <li>Yates Petroleum Corporation</li> </ul>	A. Sponature A. Sponature A. Sponature A. Addressee B. Required by ( <i>Printed Name</i> ) // C. Date of Delivery D. Is delivery address different from item 1? If YES, enter delivery address below. No
105 South Fourth Street Artesia, New Mexico 88210	Service Type     Gertified Mail Express Mail     Registered Return Receipt for Merchandise     Insured Mail C.O.D.
2. Article Number 7008 1140 (Transfer from service label)	4. Restricted Delivery? (Extra Fee)         □ Yes           □         0003         5862         7022