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

APPLICATION OF RMR OPERATING, LLC TO ALLOW TWO OPERATORS WITHIN A SPACING UNIT, LEA COUNTY, NEW MEXICO.

COUNTY OF SANTA FE)

Case No. 14,774

AFFIDAVIT OF NOTICE

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 RMR Operating, LLC.	
3. RMR Operating, LLC has conducted a good faith, diligent effort to a names and correct addresses of the interest owners entitled to receive notice of the app filed herein.	
4. Notice of the application was provided to the interest owners, at their addresses, by certified mail. Copies of the notice letter and certified return receipts are a hereto as Exhibit A.	
5. Applicant has complied with the notice provisions of Division Rules 19.15.4.9 and 19.15.4.12.C.	NMAC
SUBSCRIBED AND SWORN TO before me this 14th day of December, 2 James Bruce.	2011 by
My Commission Expires: 3/14/13 Notary Public	<u> </u>
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)

jamesbruc@aol.com

November 23, 2011

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and gentlemen:

Enclosed is a copy of an application to allow two operators in a well unit, filed with the New Mexico Oil Conservation Division by RMR Operating, LLC, regarding the SW¼NW¼ of Section 16, Township 26 South, Range 36 East, N.M.P.M., Lea County, New Mexico.

This matter is scheduled for hearing at 8:15 a.m. on Thursday, December 15, 2011, in Porter Hall at the Division's offices at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from contesting the matter at a later date.

A party appearing in a Division case is required by Division Rules to file a Pre-Hearing Statement no later than Thursday, December 8, 2011. This statement must be filed with the Division's Santa Fe office at the above address, and should include: The names of the party and its attorney; a concise statement of the case; the names of the witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that need to be resolved prior to the hearing. The Pre-Hearing Statement must also be provided to the undersigned.

Very truly yours,

Attorney for RMR Operating, LLC

EXHIBIT A

EXHIBIT A

Draco Energy, Inc. P.O. Box 11404 Midland, Texas 79702

Commissioner of Public Lands Oil, Gas and Minerals Division 310 Old Santa Fe Trail Santa Fe, New Mexico 87501

0780 0002 3930 1. Domestic Return Receipt Attach this card to the back of the mailplece. ■ Print your name and address on the reverse ■ Complete Items 1, 2, and 3. Also complete 7010 tem 4 if Restricted Delivery is desired. SENDER: COMPLETE THIS SECTION so that we can return the card to you. Midland, Texas 79702 Draco Energy, Inc. or on the front if space permits. P.O. Box 11404 PS Form 3811, February 2004 (Transfer from service labe 1. Article Addressed to: 2. Article Number 14CO 8750 11/2/1 For delivery information visit our website at www.usp ERTIFIED MAIL. RECEIPT 500 VVS Oil, Gas and Minerals Division Commissioner of Public Lands Santa Fe, New Mexico 87501 -310 Old Santa Fe Trail 35, 39 \$2.85 \$2,30 VV VV \$0.44 S. Postal Service This PS Form 3800, August 2006 SANTA FE NH B7501 Total Postage & Fees | \$ Restricted Delivery Fee (Endorsement Required) Postage Return Receipt Fee (Endorsement Required) Certified Fee City, State, ZIP+4 Street, Apt. No., or PO Box No. שנטצ 5000 0870 DEPE FETT

☐ Agent

COMPIETE THIS SECTION ON DELIVERY

A. Signature

C. Date of Delivery

Béceived by / Printed Name)

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D. Is delivery address different from Item 1? If YES, enter delivery address below:

P.

U.S. Postal Service 118 CERTIFIED MAIL. RECEIPT (Domestic Mail Only; No Insurance Covarage Provided) For delivery Information visit our website at www.usps.com HITE AND TX 119902	Postage \$ \$0.44 0500	Certified Fee \$2.85 03 Postmark	_	Restricted Delivery Fee Endorsement Required)	Total Postage & Fees \$ 45.59 11/23/2011	Sent To Draco Energy, Inc.	Street, 40t. No.: Midland, Texas 79702 or PO Box No.	City, State, ZIP+4	PS Form 3800. August 2006.
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☐ Return Receipt for Merchandise

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4. Restricted Delivery? (Extra Fee)

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Santa Fe, New Mexico 87501	C.Certifica Mail — Express Mail The Control of the	Express Mall Return Receipt for Merchandise C.O.D.
	4. Restricted Delivery? (Extra Fee)	

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. PS Form 3811, February 2004

(Transfer from service label)