

Affidavit of Publication

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

Joyce Clemens being first duly sworn on oath deposes and says that she is Advertising Director of **THE LOVINGTON DAILY LEADER**, a daily newspaper of general paid circulation published in the English language at Lovington, Lea County, New Mexico; that said newspaper has been so published in such county continuously and uninterrupted for a period in excess of Twenty-six (26) consecutive weeks next prior to the first publication of the notice hereto attached as hereinafter shown; and that said newspaper is in all things duly qualified to publish legal notices within the meaning of Chapter 167 of the 1937 Session Laws of the State of New Mexico.

That the notice which is hereto attached, entitled

Notice Of Publication

was published in a regular and entire issue of **THE LOVINGTON DAILY LEADER** and not in any supplement thereof, for one (1) day, beginning with the issue of September 18, 2005 and ending with the issue of September 18, 2005.

And that the cost of publishing said notice is the sum of \$ 53.01 which sum has been (Paid) as Court Costs.

Joyce Clemens

Subscribed and sworn to before me this 19th day of October 2005.

Debbie Schilling

Debbie Schilling

Notary Public, Lea County, New Mexico

My Commission Expires June 22, 2006

LEGAL NOTICE NOTICE OF PUBLICATION

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

The State of New Mexico through its Oil Conservation Division hereby gives notice pursuant to law and the Rules and Regulations of the Division of the following public hearing to be held at 9:15 A.M. on October 6, 2005, in the Oil Conservation Division Hearing Room at 1220 South St. Francis, Santa Fe, New Mexico, before an examiner duly appointed for the hearing. If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter or any other form of auxiliary aid or service to attend or participate in the hearing, please contact: Florene Davidson at 505-476-3458 or through the New Mexico Relay Network, 1-800-858-1779 by September 28, 2005. Public documents including the agenda and minutes, can be provided in various accessible forms. Please contact Florene Davidson if a summary or other type of accessible form is needed.

STATE OF NEW MEXICO
TO:

All named parties and persons having any right, title, interest or claim in the following cases and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

CASE 13570

Application of Grady Petroleum Management Company for simultaneous use of application for Lea County, New Mexico. Applicant in the above styled cause seeks authorization to simultaneously dedicate the standard 160-acre gas spacing unit in Rhodes formation Rhodes Yates-Sevier Rivers Gas Pool, comprised of the SW 1/4 of Section 5, Township 26 South, Range 37 East, NMPM to its Rhodes Federal Unit Well No. 5 (API No. 30-025-31285) located in Unit K at a standard location 1930 feet from the South line and 1980 feet from the West line of said Section 5 and its Rhodes Federal Unit Well No. 56 which it proposes to drill at a standard location 1930 feet from the South line and 1980 feet from the West line (Unit M) of said Section 5. Said unit is located approximately 3 miles south of Jct. New Mexico

Given under the Seal of the State of New Mexico Oil Conservation Commission at Santa Fe, New Mexico on this 15th day of September 2005.

STATE OF
NEW MEXICO
OIL CONSERVATION
DIVISION

Mark E. Eastman, P.E.
Director
Published in the Lovington Daily Leader September 18, 2005.

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

Case No. 13567-13572 Exhibit No. 7

Submitted by:

GRUY PETROLEUM MANAGEMENT CO.

Hearing Date: October 20, 2005