

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

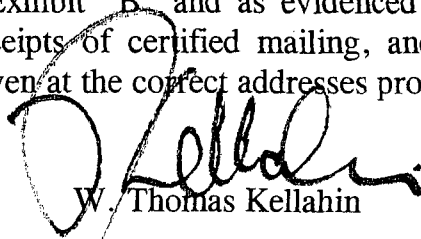
APPLICATION OF PRO NM ENERGY INC  
FOR COMPULSORY POOLING  
SAN JAUN COUNTY, NEW MEXICO.

CASE NO. 14019

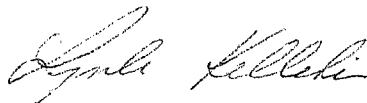
CERTIFICATE OF MAILING  
AND  
COMPLIANCE WITH ORDER R-8054

STATE OF NEW MEXICO   )  
  ) SS.  
COUNTY OF SANTA FE   )

W. Thomas Kellahin, being first duly sworn, hereby certifies that he is an attorney for the Applicant and responsible for notification in this matter and that the notice provisions of Division Rule 1207 (Order R-8054) have been complied with, that Applicant has caused to be conducted a good faith diligent effort to find the correct addresses of all interested parties entitled to receive notice, that on September 18, 2007, he caused to be mailed by certified mail return-receipt requested the attached notice of this hearing (attached as Exhibit "A") and a copy of the application for the above referenced case, at least twenty days prior to the hearing of this case set for November 1, 2007 to the parties shown in the attached Exhibit "B" and as evidenced by the attached copies of return receipt cards and/or receipts of certified mailing, and that pursuant to Division Rule 1207, notice has been given at the correct addresses provided by such rule.

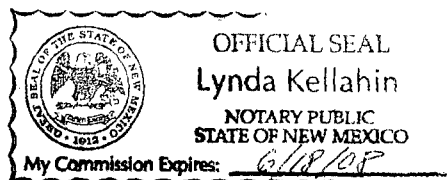
  
W. Thomas Kellahin

SUBSCRIBED AND SWORN to before me this 31st day of October 2007, by W.  
Thomas Kellahin



Lynda Kellahin, Notary Public  
My Commission Expires: June 18, 2008

Before the Oil Conservation Division  
Exhibit No. 2  
PRO NM  
OCD CASE 14019  
Hearing: November 1, 2007



**KELLAHIN & KELLAHIN**  
**Attorney at Law**

**W. THOMAS KELLAHIN**  
706 GONZALES ROAD  
SANTA FE, NEW MEXICO 87501

TELEPHONE 505-982-4285  
FACSIMILE 505-982-2047  
TKELLAHIN@COMCAST.NET

September 18, 2007

CERTIFICATE MAIL-RETURN RECEIPT REQUESTED  
NOTICE OF THE HEARING OF THE FOLLOWING  
NEW MEXICO OIL CONSERVATION DIVISION CASE:

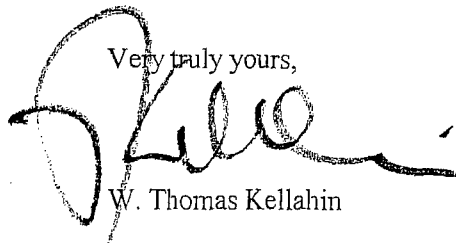
*Re: Application of Pro NM Energy Inc for Compulsory Pooling San  
Juan County, New Mexico*

On behalf of Pro NM Energy Inc., please find enclosed our application for an compulsory pooling for the E/2 of Section 18, T26N, R11W, San Juan County, NM to be dedicate to its Gracia Federal 18-I Well No. 1 located in Unit I and its Gracia Federal 18-I Well No. 1S located in Unit B which has been set for hearing on the New Mexico Oil Conservation Division Examiner's docket now scheduled for at 8:15 am on November 1, 2007. The hearing will be held at the Division hearing room located at 1220 South St. Francis Drive, Santa Fe, New Mexico.

You are not required to attend this hearing, but as an interest owner who may be affected by this application, we are notifying you of your right to appear at the hearing and participate in this case, including the right to present evidence either in support of or in opposition to the application. Failure to appear at the hearing may preclude you from any involvement in this case at a later date.

Pursuant to the Division's Rule 1208.B, parties appearing in cases are required to file a Pre-Hearing Statement with the Division not later than 5:00 pm on Thursday, October 25, 2007, with a copy delivered to the undersigned. This statement must include: a summary of your position, the names of all witnesses the party will call to testify at the hearing, the approximate time the party will need to present its case, and the identification of any procedural matters that are to be resolved prior to the hearing. In addition, the Division will impose a 200% risk charge unless you declare in this Pre-Hearing Statement that you intend to oppose it. Please note that the burden of proof as to this issue will be yours. If you have any questions about this case you may contact Jolene Dicks at 505-988-4171.

Very truly yours,

A handwritten signature in black ink, appearing to read 'W. Thomas Kellahin', is written over a horizontal line.

W. Thomas Kellahin

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete Item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article/Addressed to:

Chevron USA, Inc.  
1111 S. Wilcret  
Houston, Texas 77099

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature

X

☐ Agent☐ Addressee

B. Received by (Printed Name)

C. Date of Delivery

D. Is delivery address different from item 1? ☐ Yes  
If YES, enter delivery address below: ☐ No

PR.

3. Service Type

☐ Certified Mail☐ Express Mail☐ Registered☐ Return Receipt for Merchandise☐ Insured Mail☐ C.O.D.☐ Yes

2

9351

P

Domestic Return Receipt

102595-02-M-1540