

Oil Conservation Division
Case No. 5
Exhibit No. 1

JAMES BRUCE
ATTORNEY AT LAW

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February 8, 2008

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

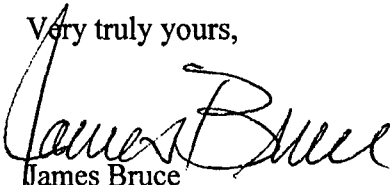
R&R Royalty, Ltd.
No. 322
500 North Shoreline
Corpus Christi, Texas 78471

Ladies and gentlemen:

Enclosed is a copy of an application for a non-standard unit and compulsory pooling, filed with the New Mexico Oil Conservation Division by Newkumet Exploration, Inc., regarding the N $\frac{1}{2}$ N $\frac{1}{2}$ of Section 3, Township 26 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, March 6, 2008, at the Division's offices at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. As an interest owner in the well unit, 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, February 28, 2008 if you intend to participate in the hearing.

Very truly yours,


James Bruce

Attorney for Newkumet Exploration, Inc.

EXHIBIT

A

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<p>■ Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</p> <p>■ Print your name and address on the reverse so that we can return the card to you.</p> <p>■ Attach this card to the back of the mailpiece, or on the front if space permits.</p>	<p>A. Signature <div style="border-bottom: 1px solid black; width: 150px; margin-top: 5px;"> </div> <input type="checkbox"/> Agent <input type="checkbox"/> Addressee </p> <p>B. Received by (Printed Name) Date of Delivery <div style="border-bottom: 1px solid black; width: 150px; margin-top: 5px;"> </div> </p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No </p>
<p>1. Article Addressed to:</p> <p style="text-align: center;">R&R Royalty, Ltd. No. 322 500 North Shoreline Corpus Christi, Texas 78471</p>	<p>3. Service Type</p> <div style="display: flex; justify-content: space-between;"> <div> <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Registered <input type="checkbox"/> Insured Mail </div> <div> <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> C.O.D. </div> </div> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>
<p>2. Article Number 7006 3450 0001 4316 9300</p> <p>(Transfer from service lat)</p>	
<p>PS Form 3811, February 2004 Domestic Return Receipt 102595-02-M-1540</p>	

7006 3450 0001 4316 9300

U.S. Postal Service™
CERTIFIED MAIL™ RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

CORPUS CHRISTI TX 78471

Postage	\$ 0.41	0500
Certified Fee	\$2.65	
Return Receipt Fee (Endorsement Required)	\$2.15	
Restricted Delivery Fee (Endorsement Required)	\$0.08	
Total Postage & Fees	\$ 5.29	

Sent To R&R Royalty, Ltd.

No. 322

Street, Apt. No.,
or PO Box No. 500 North Shoreline

City, State, ZIP+4 Corpus Christi, Texas 78471

PS Form 3800, August 2006

See Reverse for Instructions