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

APPLICATION OF ENSTOR GRAMA RIDGE STORAGE AND TRANSPORTATION, LLC FOR APPROVAL OF A GAS STORAGE WELL, GRAMA RIDGE MORROW STORAGE UNIT, LEA COUNTY, NEW MEXICO

APPLICATION OF ENSTOR GRAMA RIDGE STORAGE AND TRANSPORTATION, LLC FOR EXPANSION OF THE GRAMA RIDGE MORROW STORAGE UNIT AND THE AREA SUBJECT TO THE SPECIAL PROJECT RULES AND OPERATING PROCEDURES FOR THIS STORAGE UNIT, LEA COUNTY, NEW MEXICO

CASE NO.'S 14332 & 14333 (Consolidated)

AFFIDAVIT

STATE OF NEW MEXICO)
)ss
COUNTY OF SANTA FE)

William F. Carr, attorney in fact and authorized representative of Enstor Grama Ridge Storage and Transportation, LLC, the Applicant herein, states that notice of the above-referenced Application was mailed to the interested parties shown on Exhibit "A" attached hereto in accordance with Oil Conservation Division Rules, and that true and correct copies of the notice letter and proof of notice are attached hereto.

1 .

SUBCRIBED AND SWORN to before me this

Carr.

OFFICIAL SEAL

Olivia Ita

NOTARY PUBLIC STATE OF NEW MEXICO

My Commission Expires:

My Commission Expires: 3-70

day of <u>June</u> 2009 by William F.

Notary Public

BEFÓRE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Case No.'s14332 & 14333 (Consolidated) Exhibit No. 3

Submitted by:

ENSTOR GRAMA RIDGE STORAGE

AND TRANSPORTATION, LLC

Hearing Date: July 23, 2009

EXHIBIT A

APPLICATION OF
ENSTOR GRAMA RIDGE STORAGE AND TRANSPORTATION, LLC
FOR EXPANSION OF THE GRAMA RIDGE MORROW STORAGE UNIT
AND THE AREA SUBJECT TO THE
SPECIAL RULES AND REGULATIONS FOR TH
IS STORAGE UNIT,
LEA COUNTY, NEW MEXICO.

NOTIFICATION LIST

ABO Petroleum Corp. 105 South Fourth Street Artesia, New Mexico 88210

Apache Corporation 6120 South Yale Ave., Suite 1500 Tulsa, Oklahoma 74136

BTA Oil Producers 104 South Pecos Midland, Texas 79701

C. W. Trainer et al. Post Office Box 754 Midland, Texas 79702

C. W. Trainer et al.
Post Office Box 888
Hobbs, New Mexico 88241-0888

C. W. Trainer Partners, Ltd. Post Office Box 3788 Midland, Texas 79702

Chaparral Energy, L.L.C. 701 Cedar Lake Blvd. Oklahoma City, Oklahoma 73114

Devon Energy Production Company 20 North Broadway, Suite 500 Oklahoma City, Oklahoma 73102-8260

EOG Resources, Inc. Post Office Box 4362 Houston, Texas 77104 Hess Corporation 500 Dallas Street, Level 2 Houston, Texas 77252

Leaco New Mexico E & P, LLC 2000 Post Oak Blvd., Suite 100 Houston, Texas 77056

Lime Rock Resources A, LP 1111 Bagby Street, Suite 4600 Houston, Texas 77002

Merchant Livestock Company Post Office Box 1166 Carlsbad, New Mexico 88220

MYCO Industries 105 South Fourth Street Artesia, New Mexico 88210

Commissioner of Public Lands State of New Mexico 310 Old Santa Fe Trail Santa Fe, New Mexico 87504

United States Department of the Interior Bureau of Land Management 620 Greene Street Carlsbad, New Mexico 88220

Yates Drilling Company 105 South Fourth Street Artesia, New Mexico 88210

Affidavit of Publication

STATE OF NEW MEXICO)
) ss.
COUNTY OF LEA	,
COUNTY OF LEA)
Joyce Clemens being first dul	y sworn on oath deposes and
says that she is Advertisting	Director of THE LOVINGTON
LEADER, a daily newspaper of	of general paid circulation pub-
lished in the English language	•
New Mexico; that said newspa	•
such county continuously and	· ·
•	, , ,
	nsecutive weeks next prior to
the first publication of the no	
	newspaper is in all things duly
qualified to publish legal no	tices within the meaning of
Chapter 167 of the 1937 Sess	sion Laws of the State of New
Mexico.	
That the notice which is heret	o attached, entitled
Legal Notice	
was published in a regular a	nd entire issue of THE LOV-
INGTON LEADER and not in	n any supplement thereof, for
<u>one (1) day</u> , be <u>May 30</u> , 20	ginning with the issue of
May 30 , 20	009 and ending with the issue
of May 30	2000
oi	, 2009.
And that the cost of publishing	r said notice is the sum of
\$ <u>91.71</u> whic	
Court Costs.	ii suiii ilas been (i alu) as
- pipe Cle	men2
Subscribed and sworn to before	re me this 18th day of
June 2009	JO
Do Good Chill	ina

Debbie Schilling

Notary Public, Lea County, New Mexico My Commission Expires June 22, 2010

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 notic pursuant to law and the Rules and Regulations of the Division of the following publ hearing to be held at 8:15 A.M. on June 25, 2009, in the Oil Conservation Division Hearing Room at 1220 South St. Francis, Santa Fe, New Mexico, before an examiner duly appoint for the hearing. If you are an individual with a disability who is in nee of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliar aid or service to attend or participate in the hearing, please contact: Florene Davidson 15, 2009. Public documents including the agenda and minutes, can be provided 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 Meridia whether or not so stated.)

Case No. 14333:

Application of Enstor Grama Ridge Storage and Transportation, LLC for expansion the Grama Ridge Morrow Storage Unit and the area subject to the Special Projecules and Operating Procedures for this storage unit, Lea County, New Mexico. Applicant seeks an order expanding the Gama Ridge Morrow Storage Unit and the area subject to the Special Rules and Regulations for the Grama Ridge Morrow Storage Unit, which include certain notification, casing, cementing, completion are recompletion requirements for newly drilled and existing wells within the Unit Area, include Section 9, Township 22 South, Range 34 East, N.M.P.M.. The Unit Area, als known as the Grama Ridge Morrow Gas Storage Agreement Area, following expansion, will include:

Township 21 South, Range 34 East, N.M.P.M. Sections 33 and 34: All

Township 22 South, Range 34 East, N.M.P.M.

Sections 3 and 4: Sections 9 and 10: All

The Grama Ridge Storage Unit is located approximately 18 miles west of Eunice, Ne Mexico:

Given under the Seal of the State of New Mexico Oil Conservation Division at San Fe, New Mexico on this 28th day of May 2009.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

Mark E. Fesmire, P.E., Director Published in the Lovington Leader May 30, 2009.

Affidavit of Publication

STATE OF NEW MEXICO)
) ss.
COUNTY OF LEA)
says that she is Advertisting LEADER, a daily newspaper lished in the English langual New Mexico; that said newspaper such county continuously and excess of Twenty-six (26) country the first publication of the notinafter shown; and that said qualified to publish legal newspaper.	Director of THE LOVINGTON of general paid circulation pubge at Lovington, Lea County, paper has been so published in duninterruptedly for a period in onsecutive weeks next prior to otice hereto attached as herenewspaper is in all things duly otices within the meaning of esion Laws of the State of New
That the notice which is here Legal Notice was published in a regular a	
INGTON LEADER and not	in any supplement thereof, for
ono (1) day, be	eginning with the issue of
May 30 , 2	009 and ending with the issue
of May 30	009 and ending with the issue, 2009.
And that the cost of publishing	
mage the	on enj
Subscribed and sworn to bef	ore me this 18th days
Millio Soli	Olina
Debbie Schilling	

My Commission Expires June 22, 2010

LEGAL NOTICE NOTICE OF PUBLICATION

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

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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 Meridiar whether or not so stated.)

CASE 14332:

Application of Enstor Grama Ridge Storage and Transportation, LLC for approval of a gas storage well, Grama Ridge Morrow Storage Unit, Lea County, New Mexicon Applicant seeks approval to utilize its Grama Ridge Federal, 8817-P Well No. 1 located 660 feet from the North line and 1980 feet from the East line of Section 9, Townsh. 22 South, Range 34 East, N.M.P.M., for the purpose of injection, storage and with drawal of natural gas, at a maximum pressure of 5000 psi, in the Morrow Formation sands in its Grama Ridge Morrow Storage Unit, This well is located approximately 18 miles west of Eunice, New Mexico.

Given under the Seal of the State of New Mexico Oil Conservation Division at Santa Fe, New Mexico on this 28th day of May 2009.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

Mark E. Fesmire, P.E., Director Published in the Lovington Leader May 30, 2009.



William F. Carr wcarr@hollandhart.com

May 26, 2009

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

TO: AFFECTED OWNERS AND OPERATORS.

Re: Application of Enstor Grama Ridge Storage and Transportation, LLC for

approval of a gas storage well, Grama Ridge Morrow Storage Unit, Lea

County, New Mexico.

Ladies and Gentlemen:

Enclosed is a copy of the application of Enstor Grama Ridge Storage and Transportation LLC (Oil Conservation Division Form C-108) in the above-referenced case for approval of a natural gas storage well in the Grama Ridge Morrow Storage Unit. This well will be used for the purpose of injection, and withdrawal of gas in the unitized storage formation, consisting of those Morrow formation sands fully described in the application.

This application has been set for hearing before a Division Examiner at 8:15 AM on June 25, 2009. The hearing will be held in Porter Hall in the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint 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 challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 1208.B to file a Pre-Hearing Statement with the Oil Conservation Division's Santa Fe office, four days in advance of a scheduled hearing, but at least on the Thursday preceding the hearing. This statement must include: the names of the parties and their attorneys; a concise statement of the case; 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 identification of any procedural matters that are to be resolved prior to the hearing.

yery truly yours

William F Carr

Attorney for Enstor Grama Ridge Storage and Transportation, LLC



William F. Carr wcarr@hollandhart.com

May 26, 2009 CERTIFIED MAIL - RETURN RECEIPT REQUESTED

To Affected Interest Owners

Re: Application of Enstor Grama Ridge Storage and Transportation, LLC for expansion of the Grama Ridge Morrow Storage Unit and the area subject to the Special Project Rules and

Operating Procedures for this storage unit, Lea County, New Mexico.

Ladies and Gentlemen:

This letter is to advise you that Enstor Grama Ridge Storage and Transportation, LLC has filed the enclosed application seeking an order expanding the Gama Ridge Morrow Storage Unit and the area subject to the Special Rules and Regulations for the Grama Ridge Morrow Storage Unit, which include certain notification, casing, cementing, completion and recompletion requirements for newly drilled and existing wells within the Unit Area, to include Section 9, Township 22 South, Range 34 East, N.M.P.M.. The Unit Area, also known as the Grama Ridge Morrow Gas Storage Agreement Area, following expansion, will include the following lands:

Township 21 South, Range 34 East, N.M.P.M.

Sections 33 and 34: All

Township 22 South, Range 34 East, N.M.P.M.

Sections 3 and 4: All Sections 9 and 10: All

This application has been set for hearing before a Division Examiner at 8:15 AM on June 25, 2009. The hearing will be held in Porter Hall in the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint 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 challenging the matter at a later date.

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William E. Cam

Attorney for Enstor Grama Ridge Storage and Transportation, LLC

Enc.

GO Destal Carvice	AT DOTTED LINE	TO SSENGRY NHOLEN ENTER
	SENDER: COMPLETE THIS SECTION	VERY VI TOP OF ENVE
(Domestic Mail Only; No Insurance Eor delivery information visit our websit	 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. 	A Spharue Addressee A Spharue Addressee B. MARIGO Sinted Walne PERC. Date of Delivery
Postage \$	Article Addressed to:	D. Is delivery address different from item 1?
Restricted Delivery Fee (Endorsement Required) Total Postage & Fees \$ C. ABO Petroleum Corp. 105 South Fourth Street Artesia, New Mexico	ABO Petroleum Corp. 105 South Fourth Street Artesia, New Mexico 88210	3. Service Type □ Certified Mail □ Express Mail □ Registered □ Return Receipt for Merchandise □ Insured Mail □ C.O.D. 4. Restricted Delivery? (Extra Fee) □ Yes
· _	2. Article Number (Transfer from service label) 7006 01	00 0005 0627 0695
U.S. Postal Service CERTIFIED MAIL (Domestic Mail Only, No Insurant For delivery information visit our web Postage \$ 173 Certified Fee 2 10 Return Receipt Fee (Endorsement Required) 2 2 10	Complete items 1, 2, and 5. 7 and 5.	A. Signature A. Signature B. Received by (Printed Name) C. Date of Derivery D. Is delivery address different from item 1? Yes If YES, enter delivery address below:
Restricted Delivery Fee (Endorsement Required)	- A cha Cornoration	1
Apache Corporat Sont It 6120 South Yale Street, or PO. Total Apache Corporat 6120 South Yale Suite 1500 Tulsa, Oklahoma	Suite 1500 Tulsa, Oklahoma 74136	3. Service Type Certified Mail
PS Form 8800 August 2000	"JIVN OEL	III CEH
U.S. Postal Service in CERTIFIED MAIL. (Domestic Mail Only; No Insulation Visit our Comment of Com	SENDER: COM 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.	A. Signature Agent Addressee B. Received by (Printed Name) C. Date of Delivery
Postage \$ 7	Article Addressed to:	D. Is delivery address different from item 1?
Return Receipt Fee (Endorsement Required)	BTA Oil Producers 104 South Pecos	
Hestricted Delivery Fee (Endorsement Required) Total Postage & Feee (\$\frac{1}{2}\) 1	Midland, Texas 79701	3. Service Type ☐ Certified Mail ☐ Express Mail ☐ Registered ☐ Return Receipt for Merchandise
BTA Oil Producer:		☐ Insured Mail ☐ C.O.D. 4. Restricted Delivery? (Extra Fee) ☐ Yes
BTA Oil Producer: 104 South Pecos Midland, Texas 7	2. Article Number 7006 27	
	PS Form 3811, February 2004 Domestic F	leturn Receipt 102595-02-M-1540

U.S. Postal Service A CERTIFIED MAIL: R	ECEIPT	
	ce Co	COMPLETE THIS SECTION ON DELIVERY
Postage \$ 1.73 Certifled Fee 2.7C Return Receipt Fee (Endorsement Required) Restricted Delivery Fee (Endorsement Required)	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:	A. Signature Agent Address B. Received by (Printed Name) C. Date of Delivery D. Is delivery address different from item 1? Yes If YES, enter delivery address below:
C. W. Trainer et al Post Office Box 75 Midland, Texas 79	C. W. Trainer et al. Post Office Box 754 Midland, Texas 79702	3. Service Type Certified Mail
U.S. Postal Service _™		60 0001 6393 2189
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U.S. Postal Service in CERTIFIED MAIL (Domestic Mall Only: No Inst.) For delivery information visit our postage stricted Fee Cendorsement Required) Resturn Receipt Fee (Endorsement Required) Restricted Delivery Fee (Endorsement Required) Total Postage & Fees \$ 10.00 S C.W. Trainer et a so Post Office Box of Midland, Texas	SENDER: CONINCERCY OF A STRUCTURE OF	A. Signature X YOULD 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 P.O. SOX 378 & MILLOND (TX 76702) 3. Service Type Express Mail Express Mail Registered Return Receipt for Merchandise Insured Mail C.O.D. 4. Restricted Delivery? (Extra Fee) Yes

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Postage Certified Fee (Endorsement Required) Restricted Delivery Fee (Endorsement Required) Devon Energy Production 20 North Broadway, Oklahoma City Oklah	PS Form 3811, February 2004 Domestic	A. Signature X
Return Receipt Fee (Endorsement Required) Restricted Delivery Fee (Endorsement Required) Rostage & Fees \$ 1 1 5 Sei EOG Resources, or I Post Office Box	ENDER: 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. Article Addressed to: EOG Resources, Inc. Post Office Box 4362 Houston, Texas 77104	3. Service Type Certified Mail Express Mail Registered Return Receipt for Merchandise C.O.D. Complete This Section on Delivery Agent Addresser Addresser
Houston, Texas		Insured Mail C.O.D. 4. Restricted Delivery? (Extra Fee) Yes

(Transfer from service label)
PS Form 3811, February 2004

2. Article Number

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PS Form 3811, February 2004

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620 Greene Street Carlsbad, New Mexico 88220	2. Article Number : 7 🛮 🗘 (Transfer from service label)	1 1140 UUUC 7559 9786
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무 Yates Drilling Compa		☐ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ C.O.D.
105 South Fourth Stre		4. Restricted Delivery? (Extra Fee)
Artesia, New Mexico	2. Article Number 7001 1140 (Transfer from service label)	0002 5601 0442
	PS Form 3811, February 2004 Domestic Retu	rrn Receipt 102595-02-M-1540