

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

APPLICATION OF CHASE OIL CORPORATION FOR
A NON-STANDARD OIL SPACING AND PRORATION
UNIT AND COMPULSORY POOLING, EDDY COUNTY,
NEW MEXICO.

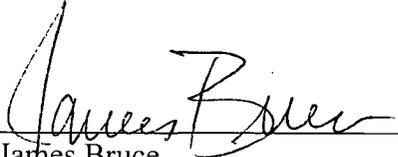
Case No. 14,437

AFFIDAVIT OF NOTICE

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

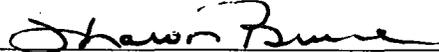
James Bruce, being duly sworn upon his oath, deposes and states:

1. I am over the age of 18, and have personal knowledge of the matters stated herein.
2. I am an attorney for Chase Oil Corporation.
3. Applicant has conducted a good faith, diligent effort to find the names and correct addresses of the offset operators or working interest owners entitled to receive notice of the application filed herein.
4. Notice of the application was provided to the operators or working interest owners, at their correct addresses, by certified mail. Copies of the notice letters and certified return receipts are attached hereto as Exhibit A.
5. Applicant has complied with the notice provisions of Division Rules.


James Bruce

SUBSCRIBED AND SWORN TO before me this 2nd day of March, 2010 by James Bruce.

My Commission Expires: 3/14/13


Notary Public

Oil Conservation Division
Case No. 3
Exhibit No. 3

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

February 11, 2010

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and gentlemen:

Enclosed is a copy of an application for a non-standard unit, *etc.*, filed with the New Mexico Oil Conservation Division by Chase Oil Corporation, regarding the N $\frac{1}{2}$ N $\frac{1}{2}$ of Section 36, Township 16 South, Range 27 East, N.M.P.M., Eddy County, New Mexico. This matter is scheduled for hearing at 8:15 a.m. on Thursday, March 4, 2010, at the Division's offices at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. **The Division requires applicant to notify offset operators or working interest owners of the non-standard unit portion of the application, and you offset the above well unit.** The well's location is orthodox. As an offset operator, 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 25, 2010 if you intend to participate in the hearing.

Very truly yours,


James Bruce

Attorney for Chase Oil Corporation

EXHIBIT A

EXHIBIT A

Yates Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210

Attention: Chuck Moran

Murchison Oil & Gas, Inc.
P.O. Box 2415
Midland, Texas 79702

Attention: Mike Heathington

COG Operating LLC
Suite 1300
550 West Texas
Midland, Texas 79701

Attention: Land Department

EOG Resources, Inc.
P.O. Box 2267
Midland, Texas 79702

Attention: Mike Gray

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:

Yates Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210

2. Article Number

(Transfer from service label)

7009 2620 0002 8539 1767

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

Chris

COMPLETE THIS SECTION ON DELIVERY

- A. Signature Agent Addressee
- B. Received by (Printed Name) Date of Delivery
- C. Date of Delivery
- D. Is delivery address different from item 1? Yes No
- If YES, enter delivery address below:

3. Service Type
- Certified Mail Express Mail
- Registered Return Receipt for Merchandise
- Insured Mail C.O.D.

4. Restricted Delivery? (Extra Fee) Yes No

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OFFICIAL USE

Postage \$	
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees \$	

Sent to Murchison Oil & Gas, Inc.
P.O. Box 2415
Midland, Texas 79702



PS Form 3800, August 2005 See Reverse for Instructions

7009 2620 0002 8539 1794

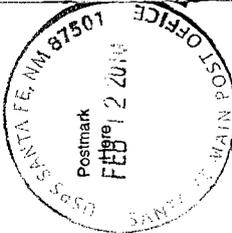
**U.S. Postal Service™
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OFFICIAL USE

Postage \$	
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees \$	

Sent to Yates Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210



PS Form 3800, August 2005 See Reverse for Instructions

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1. Article Addressed to:

Murchison Oil & Gas, Inc.
P.O. Box 2415
Midland, Texas 79702

2. Article Number

(Transfer from service label)

7009 2620 0002 8539 1794

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

Chris

COMPLETE THIS SECTION ON DELIVERY

- A. Signature Agent Addressee
- B. Received by (Printed Name) Date of Delivery
- C. Date of Delivery
- D. Is delivery address different from item 1? Yes No
- If YES, enter delivery address below:

3. Service Type
- Certified Mail Express Mail
- Registered Return Receipt for Merchandise
- Insured Mail C.O.D.

4. Restricted Delivery? (Extra Fee) Yes No

7009 2620 0002 8539 1794

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Postage \$
Certified Fee
Return Receipt Fee (Endorsement Required)
Restricted Delivery Fee (Endorsement Required)
Total Postage & Fees \$

Sent To
COG Operating LLC
Suite 1300
550 West Texas
Midland, Texas 79701
City, State, ZIP+4

Postmark Here
FEB 12 2010
SANTA FE, NM 87501
U.S. POST OFFICE
MAIN POST OFFICE

PS Form 3811, February 2004
See Reverse for Instructions

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:
EOG Resources, Inc.
P.O. Box 2267
Midland, Texas 79702

2. Article Number (Transfer from service label)
7009 2820 0002 8539 1817

PS Form 3811, February 2004
Domestic Return Receipt
102595-02-M-1540

COMPLETE THIS SECTION ON DELIVERY

A. Signature *[Signature]* Agent Addressee

B. Received by (Printed Name) *[Signature]* C. Date of Delivery *[Signature]*

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

3. Service Type
 Certified Mail Express Mail
 Registered Return Receipt for Merchandise
 Insured Mail C.O.D.

4. Restricted Delivery? (Extra Fee) Yes No

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:
COG Operating LLC
Suite 1300
550 West Texas
Midland, Texas 79701

2. Article Number (Transfer from service label)
7009 2820 0002 8539 1800

PS Form 3811, February 2004
Domestic Return Receipt
102595-02-M-1540

U.S. Postal Service™ CERTIFIED MAIL™ RECEIPT
(Domestic Mail Only; No Ins. or C.O.D. Coverage Provided)

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

OFFICIAL USE

Postage \$
Certified Fee
Return Receipt Fee (Endorsement Required)
Restricted Delivery Fee (Endorsement Required)
Total Postage & Fees \$

Sent To
EOG Resources, Inc.
P.O. Box 2267
Midland, Texas 79702
City, State, ZIP+4

Postmark Here
FEB 12 2010
SANTA FE, NM 87501
U.S. POST OFFICE
MAIN POST OFFICE

PS Form 3800, August 2006
See Reverse for Instructions