

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF KCS MEDALLION RESOURCES,
INC. FOR SIMULTANEOUS DEDICATION AND AN
UNORTHODOX GAS WELL LOCATION, EDDY COUNTY,
NEW MEXICO.

Case No. 12,144

AFFIDAVIT REGARDING NOTICE

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

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

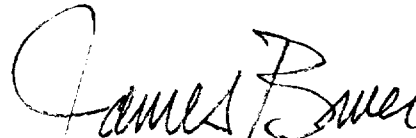
1. I am over the age of 18, and have personal knowledge of the matters stated herein.

2. I am an attorney for Applicant.

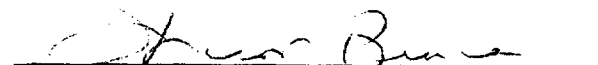
3. Applicant has conducted a good faith, diligent effort to find the names and correct addresses of the interest owners entitled to receive notice of the Application filed herein.

4. Notice of the Application was provided to the interest owners at their correct addresses by certified mail. Copies of the notice letters and certified return receipts are attached hereto as Exhibits A and B.

5. Applicant has complied with the notice provisions of Division Rule 1207.


James Bruce

SUBSCRIBED AND SWORN TO before me this 31st day of March, 1999, by James Bruce.


Notary Public

My Commission Expires:

3/14/2001

NEW MEXICO
OIL CONSERVATION DIVISION

EXHIBIT 7

CASE NO. _____

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

3304 CAMINO LISA
SANTA FE, NEW MEXICO 87501

(505) 982-2043
(505) 982-2151 (FAX)

February 24, 1999

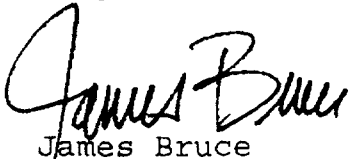
CERTIFIED MAIL
RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and Gentlemen:

Enclosed is a copy of an application for simultaneous dedication, filed with the New Mexico Oil Conservation Division by KCS Medallion Resources, Inc., regarding the W½ of Section 27, Township 18 South, Range 31 East, NMPM, Eddy County, New Mexico. This matter will be heard at 8:15 a.m. on Thursday, March 18, 1999 at the Division's offices at 2040 South Pacheco Street, Santa Fe, New Mexico 87505. As an offset operator, you have the right to appear at the hearing and participate in the case. Failure to appear at the hearing will preclude you from contesting this matter at a later date.

Very truly yours,


James Bruce

Attorney for KCS Medallion
Resources, Inc.



EXHIBIT A

Ocean Energy Resources, Inc.
Suite 2800
1670 Broadway
Denver, Colorado 80202

Attention: Laura B. Smith

Altura Energy Ltd.
P.O. Box 4294
Houston, Texas 77210

Attention: Jerry D. West

RSE Partners-I, L.P.
Suite 350
3141 Hood Street
Dallas, Texas 75219

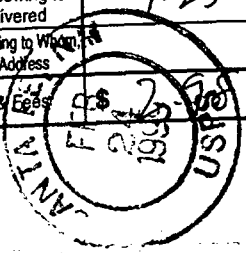
Marathon Oil Company
P.O. Box 552
Midland, Texas 79702

Z 559 543 552

US Postal Service
Receipt for Certified Mail
No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

PS Form 3800, April 1995

Sent to	
Marathon Oil Company P.O. Box 552 Street & No. Midland, Texas 79702	
Post Office, State, & ZIP Code	
Postage	\$ 0.33
Certified Fee	1.40
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.25
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 2.98
Postmark or Date	FEB 24 1995



SENDER:
■ Complete items 1 and/or 2 for additional services.
■ Complete items 3, 4a, and 4b.
■ Print your name and address on the reverse of this form so that we can return this card to you.
■ Attach this form to the front of the mailpiece, or on the back if space does not permit.
■ Write "Return Receipt Requested" on the mailpiece below the article number.
■ The Return Receipt will show to whom the article was delivered and the date delivered.

3. Article Addressed to:

4a. Article Number: 2 559 543 952

4b. Service Type:
☐ Registered
☐ Express Mail
☒ Certified
☐ Return Receipt for Merchandise
☐ COD

7. Date of Delivery

8. Addressee's Address (Only if requested and fee is paid)

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)
[Signature]

Form 3811, December 1994

102595-98-B-0229 Domestic Return Receipt

SENDER:
■ Complete items 1 and/or 2 for additional services.
■ Complete items 3, 4a, and 4b.
■ Print your name and address on the reverse of this form so that we can return this card to you.
■ Attach this form to the front of the mailpiece, or on the back if space does not permit.
■ Write "Return Receipt Requested" on the mailpiece below the article number.
■ The Return Receipt will show to whom the article was delivered and the date delivered.

3. Article Addressed to:

4a. Article Number: 2 559 543 952

4b. Service Type:
☐ Registered
☐ Express Mail
☒ Certified
☐ Return Receipt for Merchandise
☐ COD

7. Date of Delivery

8. Addressee's Address (Only if requested and fee is paid)

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)
[Signature]

Form 3811, December 1994

102595-98-B-0229 Domestic Return Receipt

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■ Complete items 3, 4a, and 4b.
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■ Attach this form to the front of the mailpiece, or on the back if space does not permit.
■ Write "Return Receipt Requested" on the mailpiece below the article number.
■ The Return Receipt will show to whom the article was delivered and the date delivered.

3. Article Addressed to:

4a. Article Number: 2 559 543 951

4b. Service Type:
☐ Registered
☐ Express Mail
☒ Certified
☐ Return Receipt for Merchandise
☐ COD

7. Date of Delivery: MAR 01 1999

8. Addressee's Address (Only if requested and fee is paid)

5. Received By: (Print Name)
[Signature]

6. Signature: (Addressee or Agent)
[Signature]

PS Form 3811, December 1994

102595-98-B-0229 Domestic Return Receipt

SENDER:
■ Complete items 1 and/or 2 for additional services.
■ Complete items 3, 4a, and 4b.
■ Print your name and address on the reverse of this form so that we can return this card to you.
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■ The Return Receipt will show to whom the article was delivered and the date delivered.

3. Article Addressed to:

4a. Article Number: 2 559 543 951

4b. Service Type:
☐ Registered
☐ Express Mail
☒ Certified
☐ Return Receipt for Merchandise
☐ COD

7. Date of Delivery: MAR 01 1999

8. Addressee's Address (Only if requested and fee is paid)

5. Received By: (Print Name)
[Signature]

6. Signature: (Addressee or Agent)
[Signature]

PS Form 3811, December 1994

102595-98-B-0229 Domestic Return Receipt

US Postal Service
Receipt for Certified Mail
No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

Sent to	
RSE Partners-I, L.P. Suite 350 3141 Hood Street Dallas, Texas 75219	
Postage	\$ 0.33
Certified Fee	1.40
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.25
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 2.98
Postmark or Date	FEB 24 1999

PS Form 3800, April 1995

Z 559 543 551

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

3304 CAMINO LISA
SANTA FE, NEW MEXICO 87501

(505) 982-2043
(505) 982-2151 (FAX)

March 12, 1999

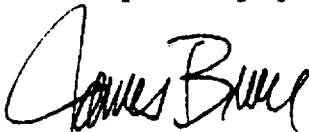
CERTIFIED MAIL
RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and Gentlemen:

Enclosed is a copy of an amended application for simultaneous dedication and an unorthodox gas well location, filed with the New Mexico Oil Conservation Division by KCS Medallion Resources, Inc., regarding the W $\frac{1}{4}$ of Section 27, Township 18 South, Range 31 East, NMPM, Eddy County, New Mexico. This matter will be heard at 8:15 a.m. on Thursday, April 1, 1999 at the Division's offices at 2040 South Pacheco Street, Santa Fe, New Mexico 87505. As an offset operator, you have the right to appear at the hearing and participate in the case. Failure to appear at the hearing will preclude you from contesting this matter at a later date.

Very truly yours,



James Bruce

Attorney for KCS Medallion
Resources, Inc.



EXHIBIT A

Ocean Energy Resources, Inc.
Suite 2800
1670 Broadway
Denver, Colorado 80202

Attention: Laura B. Smith

Altura Energy Ltd.
P.O. Box 4294
Houston, Texas 77210

Attention: Jerry D. West

RSE Partners-I, L.P.
Suite 350
3141 Hood Street
Dallas, Texas 75219

Marathon Oil Company
P.O. Box 552
Midland, Texas 79702

PS Form 3800, April 1995

US Postal Service
Receipt for Certified Mail
No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

1ccs

Sent to	
Altura Energy Ltd. P.O. Box 4294 Houston, Texas 77210	
Post Office Attention: Jerry D. West	
Postage	\$ 0.55
Certified Fee	1.40
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 3.20
Postmark or Date	

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
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- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

3. Article Addressed to:

Ocean Energy Resources, Inc.
Suite 2800
1670 Broadway
Denver, Colorado 80202
Attention: Laura B. Smith

4a. Article Number

2 559 543 785

4b. Service Type

- ☐ Registered
- ☐ Express Mail
- ☒ Return Receipt for Merchandise
- ☐ COD

7. Date of Delivery

3-15-99

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

(X) *[Signature]*

PS Form 3811, December 1994

102595-98-8-0229 Domestic Return Receipt

Thank you for using Return Receipt Service.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

587 E 45 543 785

US Postal Service
Receipt for Certified Mail
No Insurance Coverage Provided.

1ccs

Do not use for International Mail (See reverse)	
Sent to Ocean Energy Resources, Inc. (b)	
Suite 2800	
1670 Broadway	
Street Denver, Colorado 80202	
Post Office Attention: Laura B. Smith	
Postage	\$ 0.55
Certified Fee	1.40
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.25
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 3.20
Postmark or Date	

PS Form 3800, April 1995

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
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- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

3. Article Addressed to:

Altura Energy Ltd.
P.O. Box 4294
Houston, Texas 77210
Attention: Jerry D. West

4a. Article Number

2 559 543 787

4b. Service Type

- ☐ Registered
- ☐ Express Mail
- ☒ Return Receipt for Merchandise
- ☐ COD

7. Date of Delivery

3-16-1999

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

(X) *[Signature]*

PS Form 3811, December 1994

102595-98-8-0229 Domestic Return Receipt

Thank you for using Return Receipt Service.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

US Postal Service
Receipt for Certified Mail
 No Insurance Coverage Provided.
 Do not use for International Mail (See reverse)

PS Form 3800, April 1995

1CC5

Sent to
 Marathon Oil Company
 Street & N P.O. Box 552
 Midland, Texas 79702
 Post Office, State, & ZIP Code

Postage \$ 0.55
 Certified Fee 1.40
 Special Delivery Fee
 Restricted Delivery Fee
 Return Receipt Showing to Whom & Date Delivered 1.25
 Return Receipt Showing to Whom Date, & Addressee's Address
 TOTAL Postage & Fees \$ 3.20
 Postmark or Date 1999

3. Article Addressed to:
 Marathon Oil Company
 P.O. Box 552
 Midland, Texas 79702

4a. Article Number 7559 543 789

4b. Service Type
☐ Registered
☐ Express Mail
☒ Return Receipt for Merchandise
☐ COD

7. Date of Delivery

8. Addressee's Address (Only if requested and fee is paid)

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

PS Form 3811, December 1994 KCS

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
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Is your RETURN ADDRESS completed on the reverse side?

- I also wish to receive the following services (for an extra fee):
- ☐ Addressee's Address
 - ☐ Restricted Delivery
- Consult postmaster for fee.

4a. Article Number 7559 543 788

4b. Service Type
☐ Registered
☐ Express Mail
☒ Return Receipt for Merchandise
☐ COD

7. Date of Delivery

8. Addressee's Address (Only if requested and fee is paid)

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

PS Form 3811, December 1994 KCS

Domestic Return Receipt

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- Complete items 3, 4a, and 4b.
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- The Return Receipt will show to whom the article was delivered and the date delivered.

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PS Form 3800, April 1995

Sent to
 Marathon Oil Company
 Street & N P.O. Box 552
 Midland, Texas 79702
 Post Office, State, & ZIP Code

Postage \$ 0.55
 Certified Fee 1.40
 Special Delivery Fee
 Restricted Delivery Fee
 Return Receipt Showing to Whom & Date Delivered 1.25
 Return Receipt Showing to Whom Date, & Addressee's Address
 TOTAL Postage & Fees \$ 3.20
 Postmark or Date 1999

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 Marathon Oil Company
 P.O. Box 552
 Midland, Texas 79702

4a. Article Number 7559 543 789

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☒ Return Receipt for Merchandise
☐ COD

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PS Form 3811, December 1994 KCS

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 Post Office, State, & ZIP Code

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 Postmark or Date 1999

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 Street & N 3141 Hood Street
 Dallas, Texas 75219

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7. Date of Delivery

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PS Form 3811, December 1994 KCS

887 543 559 Z