BEFORE THE OIL CONSERVATION DIVISION NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

APPLICATION OF RAPTOR RESOURCES, INC. FOR TWO UNORTHODOX INFILL GAS WELL LOCATIONS AND SIMULTANEOUS DEDICATION EDDY COUNTY, NEW MEXICO.

CASE NO. 12625

AFFIDAVIT

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

William F. Carr, attorney in fact and authorized representative of Raptor Resources, Inc., the Applicant herein, being first duly sworn, upon oath, states that notice has been given to all interested persons entitled to receive notice of this application under Oil Conservation Division rules, and that notice has been given at the addresses shown on Exhibit "A" attached hereto.

William P. Carr

SUBSCRIBED AND SWORN to before me this

day of April, 2001.

Notary Public

My Commission Expires:

Hearing Date: April 19, 2001

HOLLAND & HART LLP CAMPBELL & CARR

ATTORNEYS AT LAW

DENVER • ASPEN
BOULDER • COLORADO SPRINGS
DENVER TECH CENTER
BILLINGS • BOISE
CHEYENNE • JACKSON HOLE
SALT LAKE CITY • SANTA FE
WASHINGTON, D.C.

SUITE 1
110 NORTH GUADALUPE
SANTA FE, NEW MEXICO 87501-6525
MAILING ADDRESS
P.O. BOX 2208
SANTA FE, NEW MEXICO 87504-2208

TELEPHONE (505) 988-4421 FACSIMILE (505) 983-6043 www.hallandhart.com

March 29, 2001

<u>CERTIFIED MAIL</u> RETURN RECEIPT REQUESTED

TO: ALL AFFECTED INTEREST OWNERS:

Re: <u>Case No. 12625</u>: Application of Raptor Resources, Inc. for an unorthodox infill gas well location and simultaneous dedication, Lea County, New Mexico.

Ladies and Gentlemen:

This letter is to advise you that Raptor Resources, Inc. has filed the enclosed application with the New Mexico Oil Conservation Division seeking an exception to the well location requirements provided by the "Special Rules and Regulations for the Jalmat Gas Pool", as promulgated by Division Order No. R-8170, as amended, for its proposed State "A" A/C-2 Well No. 79 to be drilled and completed in the Jalmat Gas Pool at an unorthodox infill gas well location 660 feet from the North and East lines (Unit A) of Section 11, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico. Raptor also seeks authorization to drill and complete its proposed State "A" A/C-2 Well No. 80 in the Jalmat Gas Pool at a standard infill gas well location 1980 feet from the North and West lines (Unit F) of said Section 11.

Raptor Resources, Inc., pursuant to the "Special Rules and Regulations for the Jalmat Gas Pool" and the Stipulated Declaratory Judgment issued by the First Judicial District Court in Santa Fe County, New Mexico, on December 15, 2000, in Cause No. D-0101-CV9902927, also seeks authority to simultaneously dedicate the Jalmat production from the proposed new infill wells and the existing Jalmat gas wells identified in the enclosed application to the standard 640-acre Jalmat Gas Pool spacing and proration unit comprised of Section 11, Township 22 South, Range 36 East, NMPM.

This application has been set for hearing before a Division Examiner on April 19, 2001. 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 Prehearing Statement three days in advance of a scheduled 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

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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.

Very truly yours,

William F. Carr Michael H. Feldewert

ATTORNEYS FOR RAPTOR RESOURCES, INC.

Enclosure

cc: John Lawrence,

Raptor Resources, Inc.

EXHIBIT A

State "A" A/C-2 Well No. 79
660' FNL & 660' FWL (Unit D)
Section 11, Township 22 South, Range 36 East, N.M.P.M.

State "A" A/C-2 Well No. 80
1980' FNL & 1980' FWL (Unit F)
Section 11, Township 22 South, Range 36 East, N.M.P.M.

640-acre Standard Jalmat Gas Pool Spacing and Proration Unit

Arco Permian
Post Office Box 1610
Midland, Texas 79702-1610

Betwell Oil & Gas Company Post Office Box 2577 Hialeah, Florida 33012

Chevron U.S.A., Inc. Attention: WOJV-Business Unit Post Office Box 1635 Houston, Texas 77251

Conoco, Inc. 10 Desta Drive, Suite 100W Midland, Texas 79705

Finley Resources 1308 Lake Street, Suite 200 Ft. Worth, Texas 76102

Gruy Petroleum Management Company Post Office Box 140907 Irving, Texas 75014-0907

Marathon Oil Company Mid-Continent Production Office Post Office Box 552 Midland, Texas 79702

OXY Permian Post Office Box 50250 Midland, Texas

PS Form 3811, July 1999

Domestic Return Receipt

102595-99-M-1

2211 July 1999

102595-99-M-178

Domestic Return Receipt