

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

IN THE MATTER OF THE HEARING CALLED BY)	
THE OIL CONSERVATION COMMISSION FOR THE)	
PURPOSE OF CONSIDERING:)	
)	
APPLICATION OF McELVAIN OIL AND GAS)	CASE NO. 12,635
PROPERTIES, INC., FOR COMPULSORY)	
POOLING, RIO ARriba COUNTY, NEW MEXICO)	
)	
APPLICATION OF D.J. SIMMONS, INC., FOR)	CASE NO. 12,705
COMPULSORY POOLING, RIO ARriba COUNTY,)	
NEW MEXICO)	
)	(Consolidated)

OFFICIAL EXHIBIT FILE
(1 OF 2: McELVAIN EXHIBITS)
COMMISSION HEARING

BEFORE: LORI WROTENBERY, CHAIRMAN
JAMI BAILEY, COMMISSIONER
ROBERT LEE, COMMISSIONER

November 6th, 2001

Santa Fe, New Mexico

This matter came on for hearing before the Oil Conservation Commission, LORI WROTENBERY, Chairman, on Tuesday, November 6th, 2001, at the New Mexico Energy, Minerals and Natural Resources Department, 1220 South Saint Francis Drive, Room 102, Santa Fe, New Mexico, Steven T. Brenner, Certified Court Reporter No. 7 for the State of New Mexico.

* * *

1. J. Scott Hall

SUBSCRIBED AND SWORN to before me this 5th day of November, 2001.

Sachael K. Montoy
Notary Public

My Commission Expires:

11/14/01

MILLER, STRATVERT & TORGERSON, P.A.
LAW OFFICES

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JAMES J. WIDLAND
BRADLEY D. TEPPER**
GARY RISLEY

OF COUNSEL

WILLIAM K. STRATVERT
JAMES B. COLLINS
RALPH WM. RICHARDS

ALBUQUERQUE, NM

500 MARQUETTE N.W., SUITE 1100
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ALBUQUERQUE, NM 87125-0687
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* NEW MEXICO BOARD OF SPECIALIZATION RECOGNIZED SPECIALIST IN NATURAL RESOURCES - OIL & GAS LAW
** NEW MEXICO BOARD OF SPECIALIZATION RECOGNIZED SPECIALIST IN REAL ESTATE LAW

July 13, 2001

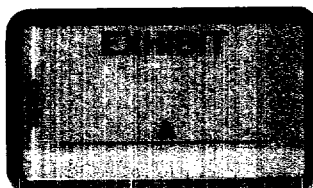
**CERTIFIED MAIL
RETURN RECEIPT REQUIRED**

T. H. McElvain Oil & Gas Limited Partnership
1050 17th Street, Suite 1800
Denver, Colorado 80265

Re: NMOCD Case No. _____; Application of D.J. Simmons, Inc. for Compulsory Pooling,
Rio Arriba County, New Mexico (E/2 Sec. 25, T-25-N, R-3-W, NMPM; Bishop Federal
25 No. 1 well)

Dear Sir or Madam:

Please be advised that D. J. Simmons, Inc. has filed an Application with the New Mexico Oil Conservation Division (NMOCD) seeking the issuance of an order pooling all mineral interests from the surface to the base of the Mesaverde formation in the E/2 of Section 25, Township 25 North, Range 3 West, NMPM, for all formations and or pools developed on 320-acre spacing, including, but not necessarily limited to, the Mesaverde formation, Blanco-Mesaverde Gas Pool. Said units are to be dedicated to Applicant's Bishop Federal 25-1 well to be drilled at a standard location in the NE/4 of said Section 25 to a depth sufficient to test all formations in the pooled intervals, as well as the Chacra formation and the Gallup-Dakota formation, West Lindrith Gallup-Dakota Oil pool. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Applicant as operator and a charge for the risk involved in drilling said well.

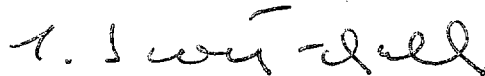


T. H. McElvain Oil & Gas Limited Partnerhsip
July 13, 2001
Page two

D. J. Simmon's Application is set for hearing before a Division Examiner at 8:15 a.m. on Thursday, August 9, 2001 at the NMOCD's offices located at 1220 South St. Francis Drive in Santa Fe, New Mexico. 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,

MILLER, STRATVERT & TORGERSON, P.A.

A handwritten signature in dark ink, appearing to read "J. Scott Hall", written in a cursive style.

J. Scott Hall
ATTORNEY FOR D. J. SIMMONS, INC.

JSH/ao
Enclosure(s) -- as stated

2187/Notice ltr.doc

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

7000 0600 0025 0308 6867

Postage	\$.57
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 4.17

7/13/01

Recipient's Name (Please Print Clearly) (to be completed by mailer)
 T.H. McElvain Oil & Gas Limited
 1050 17th Street, Ste 1800
 Denver, CO 80265

PS Form 3800, February 2000

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:

T.H. McElvain Oil &
 Gas Limited Partnership
 1050 17th Street, Suite 1800
 Denver, CO 80265

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) B. Date of Delivery

Denise Borne 7/17/01

C. Signature

x Denise Borne ☐ Agent ☐ Addressee

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☐ No

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☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

2. Article Number (Copy from service label)

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** NEW MEXICO BOARD OF SPECIALIZATION RECOGNIZED SPECIALIST IN REAL ESTATE LAW

July 13, 2001

**CERTIFIED MAIL
RETURN RECEIPT REQUIRED**

Forcenergy Onshore, Inc.
c/o Forest Oil Corporation
1600 Broadway, Suite 2200
Denver, Colorado 80202

Re: NMOCD Case No. _____; Application of D.J. Simmons, Inc. for Compulsory Pooling,
Rio Arriba County, New Mexico (E/2 Sec. 25, T-25-N, R-3-W, NMPM; Bishop Federal
25 No. 1 well)

Dear Sir or Madam:


Please be advised that D. J. Simmons, Inc. has filed an Application with the New Mexico Oil Conservation Division (NMOCD) seeking the issuance of an order pooling all mineral interests from the surface to the base of the Mesaverde formation in the E/2 of Section 25, Township 25 North, Range 3 West, NMPM, for all formations and or pools developed on 320-acre spacing, including, but not necessarily limited to, the Mesaverde formation, Blanco-Mesaverde Gas Pool. Said units are to be dedicated to Applicant's Bishop Federal 25-1 well to be drilled at a standard location in the NE/4 of said Section 25 to a depth sufficient to test all formations in the pooled intervals, as well as the Chacra formation and the Gallup-Dakota formation, West Lindrith Gallup-Dakota Oil pool. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Applicant as operator and a charge for the risk involved in drilling said well.

Forcenergy Onshore, Inc.
July 13, 2001
Page two

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Very truly yours,

MILLER, STRATVERT & TORGERSON, P.A.

A handwritten signature in black ink, appearing to read "J. Scott Hall". The signature is written in a cursive, flowing style.

J. Scott Hall
ATTORNEY FOR D. J. SIMMONS, INC.

JSH/ao
Enclosure(s) – as stated
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7899 9000 0300 5200 0090 0002

U.S. Postal Service	
CERTIFIED MAIL RECEIPT	
(Domestic Mail Only; No Insurance Coverage Provided)	
Postage \$ <u>.87</u>	
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees \$ <u>4.17</u>	
Postmark Here DENVER JUL 17 2001	
Recipient's Name (Please Print Clearly) (to be completed by mailer) <u>Forcenergy Onshore, Inc.</u>	
Street, Apt. No., or P.O. Box No. <u>1600 Broadway, Suite 2200</u>	
City, State, and ZIP+4® <u>Denver, CO 80202</u>	
PS Form 3811, February 2000 See Reverse for Instructions	

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<ul style="list-style-type: none">■ 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.	<table border="1"><tr><td>A. Received by (Please Print Clearly)</td><td>B. Date of Delivery <u>JUL 17 2001</u></td></tr><tr><td>C. Signature <u>x C. Kraft</u></td><td><input type="checkbox"/> Agent <input type="checkbox"/> Addressee</td></tr><tr><td>D. Is delivery address different from item 1? If YES, enter delivery address below:</td><td><input type="checkbox"/> Yes <input type="checkbox"/> No</td></tr></table>	A. Received by (Please Print Clearly)	B. Date of Delivery <u>JUL 17 2001</u>	C. Signature <u>x C. Kraft</u>	<input type="checkbox"/> Agent <input type="checkbox"/> Addressee	D. Is delivery address different from item 1? If YES, enter delivery address below:	<input type="checkbox"/> Yes <input type="checkbox"/> No
A. Received by (Please Print Clearly)	B. Date of Delivery <u>JUL 17 2001</u>						
C. Signature <u>x C. Kraft</u>	<input type="checkbox"/> Agent <input type="checkbox"/> Addressee						
D. Is delivery address different from item 1? If YES, enter delivery address below:	<input type="checkbox"/> Yes <input type="checkbox"/> No						
1. Article Addressed to: <u>Forcenergy Onshore, Inc.</u> <u>c/o Forest Oil Corp.</u> <u>1600 Broadway, Suite 2200</u> <u>Denver, CO 80202</u>	3. Service Type <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.						
2. Article Number (Copy from service label) <u>7000 0600 0025 0308 6881</u>	4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes						

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* NEW MEXICO BOARD OF SPECIALIZATION RECOGNIZED SPECIALIST IN NATURAL RESOURCES - OIL & GAS LAW
** NEW MEXICO BOARD OF SPECIALIZATION RECOGNIZED SPECIALIST IN REAL ESTATE LAW

July 13, 2001

CERTIFIED MAIL
RETURN RECEIPT REQUIRED

Dugan Production Corporation
709 East Murray Drive
Farmington, New Mexico 87499

Re: NMOCD Case No. _____; Application of D.J. Simmons, Inc. for
Compulsory Pooling, Rio Arriba County, New Mexico (E/2 Sec. 25, T-25-
N, R-3-W, NMPM; Bishop Federal 25 No. 1 well)

Dear Sir or Madam:

Please be advised that D. J. Simmons, Inc. has filed an Application with the New Mexico Oil Conservation Division (NMOCD) seeking the issuance of an order pooling all mineral interests from the surface to the base of the Mesaverde formation in the E/2 of Section 25, Township 25 North, Range 3 West, NMPM, for all formations and or pools developed on 320-acre spacing, including, but not necessarily limited to, the Mesaverde formation, Blanco-Mesaverde Gas Pool. Said units are to be dedicated to Applicant's Bishop Federal 25-1 well to be drilled at a standard location in the NE/4 of said Section 25 to a depth sufficient to test all formations in the pooled intervals, as well as the Chacra formation and the Gallup-Dakota formation, West Lindrith Gallup-Dakota Oil pool. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Applicant as operator and a charge for the risk involved in drilling said well.

Dugan Production Corporation
July 13, 2001
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Very truly yours,

MILLER, STRATVERT & TORGERSON, P.A.

A handwritten signature in black ink, appearing to read "J. Scott Hall".

J. Scott Hall
ATTORNEY FOR D. J. SIMMONS, INC.

JSH/ao
Enclosure(s) – as stated

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7000 0600 0025 0308 6874

U.S. Postal Service	
CERTIFIED MAIL RECEIPT	
(Domestic Mail Only; No Insurance Coverage Provided)	
Postage	\$ 1.57
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 4.17
Postmark: SAN ANTONIO TX 13 JUN 87	
Recipient's Name (Please Print Clearly) (to be completed by mailer)	
Dugan Production Corp.	
Street, Apt. No., or PO Box No.	
709 East Murray Drive	
City, State, and ZIP+4	
Farmington, NM 87499	
PS Form 3800, February 2000 See Reverse for Instructions	

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<ul style="list-style-type: none">■ 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. Received by (Please Print Clearly) B. Date of Delivery Tammy Abert 7-16-97
	C. Signature x Tammy Abert <input type="checkbox"/> Agent <input type="checkbox"/> Addressee
	D. Is delivery address different from item 1? <input type="checkbox"/> Yes <input type="checkbox"/> No If YES, enter delivery address below:
1. Article Addressed to: Dugan Production Corp. 709 East Murray Drive Farmington, NM 87499	3. Service Type <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.
	4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes
2. Article Number (Copy from service label) 7000 0600 0025 0308 6874	