

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

**AMENDED APPLICATION OF YATES PETROLEUM
CORPORATION FOR POOL CREATION AND THE
ADOPTION OF SPECIAL POOL RULES AND
REGULATIONS, LEA COUNTY, NEW MEXICO.**

CASE NO. 12681

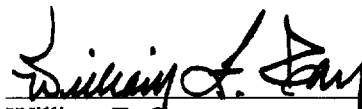
AFFIDAVIT

STATE OF NEW MEXICO)

) ss.

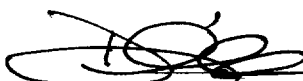
COUNTY OF SANTA FE)

William F. Carr, attorney in fact and authorized representative of Yates Petroleum Corporation, 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 F. Carr

SUBSCRIBED AND SWORN to before me this 27th day of June, 2001.



Notary Public

My Commission Expires: 9.7.01

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Case No. 12681 Exhibit No. 2
Submitted by:
Yates/David
Hearing Date: June 28, 2001

HOLLAND & HART ^{LLP}
AND
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.hollandhart.com

June 5, 2001

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO: AFFECTED INTEREST OWNERS

*Re: Application of Yates Petroleum Corporation for pool creation and the
adoption of special pool rules and regulations, Lea County, New Mexico.*

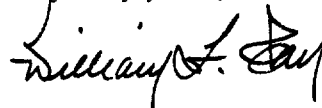
Ladies and Gentlemen:

This letter is to advise you that Yates Petroleum Corporation has filed the enclosed application with the New Mexico Oil Conservation Division seeking the creation of a new oil pool in the Atoka formation as the result of the discovery of oil and gas in its Big Bear "ATN" Well No. 2 located in Unit L of Section 29, Township 15 South, Range 35 East, NMPM, Lea County, New Mexico. Yates seeks the adoption of Special Pool Rules and Regulations for the pool including provisions for 80-acre spacing and proration units with wells located no closer than 330 feet to the quarter-quarter section line of the dedicated spacing unit, and an optional second well on each unit with no more than one well on each quarter-quarter section.

This application has been set for hearing before a Division Examiner on June 28, 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 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
ATTORNEY FOR YATES
PETROLEUM CORPORATION

Enc.

NOTIFICATION LIST

**APPLICATION OF YATES PETROLEUM CORPORATION
FOR POOL CREATION
AND THE ADOPTION OF SPECIAL POOL RULES AND REGULATIONS
SECTION 29, TOWNSHIP 16 SOUTH, RANGE 32 EAST, NMPM**

David H. Arrington Oil & Gas, Inc.
Post Office Box 2071
Midland, Texas 79702

Devon Energy Corporation (Nevada)
20 North Broadway, Suite 1500
Oklahoma City, Oklahoma 73102

Energen Resources Corporation
605 21st Street North
Birmingham, Alabama 35203-2707

Hanley Petroleum, Inc.
415 West Wall Street, Suite 1500
Midland, Texas 79701

Blaine Hess
3 Gaye Drive
Roswell, New Mexico 88201

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

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

Recipient's Name **David H. Arrington Oil & Inc.**
Post Office Box 2071
Midland, Texas 79702

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

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

Recipient's Name **Devon Energy Corporation**
20 North Broadway, Suite 1
Oklahoma City, Oklahoma

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

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

Recipient's Name **Energen Resources Corporation**
605 21st Street North
Birmingham, Alabama 35217

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:

David H. Arrington Oil & Gas, Inc.
Post Office Box 2071
Midland, Texas 79702

2. Article Number (Copy from service label)

PS Form 3811, July 1999

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) **COLINNA FULTON** B. Date of Delivery **6-12-1**
C. Signature **[Signature]** ☐ Agent ☐ Addressee
☒ Is delivery address different from item 1? ☐ Yes
If YES, enter delivery address below: ☐ No

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

4. Restricted Delivery? (Extra Fee) ☐ Yes

- 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:

Devon Energy Corporation
20 North Broadway, Suite 1500
Oklahoma City, Oklahoma 73102

2. Article Number (Copy from service label)

PS Form 3811, July 1999

A. Received by (Please Print Clearly) **[Signature]** B. Date of Delivery **6-11-2001**
C. Signature **[Signature]** ☐ Agent ☐ Addressee
☒ Is delivery address different from item 1? ☐ Yes
If YES, enter delivery address below: ☐ No

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

4. Restricted Delivery? (Extra Fee) ☐ Yes

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:

Energen Resources Corporation
605 21st Street North
Birmingham, Alabama 35203-2707

2. Article Number (Copy from service label)

PS Form 3811, July 1999

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) **[Signature]** B. Date of Delivery **6-12-01**
C. Signature **[Signature]** ☐ Agent ☐ Addressee
☒ Is delivery address different from item 1? ☐ Yes
If YES, enter delivery address below: ☐ No

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

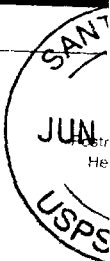
4. Restricted Delivery? (Extra Fee) ☐ Yes

Domestic Return Receipt

102595-39-M-171

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

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



Recipient's Name: **Hanley Petroleum, Inc.**
 Street, Apt. No.: **415 West Wall Street, Suite**
 State, ZIP: **Midland, Texas 79701**

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:

Hanley Petroleum, Inc.
415 West Wall Street, Suite 1500
Midland, Texas 79701

2. Article Number (Copy from service label)

1000 0000 0001 3127 6771

PS Form 3811, July 1999

Domestic Return Receipt

102595-93-M-1789

COMPLETE THIS SECTION ON DELIVERY

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

6-11-99

C. Signature

X *[Signature]* ☐ Agent ☐ Addressee

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

If YES, enter delivery address below: ☐ No

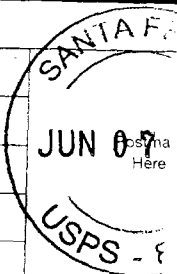
3. Service Type

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

4. Restricted Delivery? (Extra Fee) ☐ Yes

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

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



Recipient's Name: **Blaine Hess**
 Street, Apt. No.: **3 Gaye Drive**
 State, ZIP: **Roswell, New Mexico 88201**

- 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:

Blaine Hess
3 Gaye Drive
Roswell, New Mexico 88201

2. Article Number (Copy from service label)

1000 0000 0001 3127 6761

PS Form 3811, July 1999

Domestic Return Receipt

102595-93-M-1789

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

X *[Signature]* ☐ Agent ☐ Addressee

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

If YES, enter delivery address below: ☐ No

3. Service Type

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

4. Restricted Delivery? (Extra Fee) ☐ Yes