BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE AP OF KAISER-FRANCIS OIL CO FOR A POOL CREATION,		
EDDY COUNTY, NEW MEXIC	CO.	GASE NO. 10251
		AFFIDAYT OR DOMESTIC VOMESION
STATE OF NEW MEXICO)	PAISE FRANCISO HIST NO. 9
COUNTY OF SANTA FE)ss.)	CASE NO. 10 251

WILLIAM F. CARR, attorney in fact and authorized representative of Kaiser-Francis Oil Company, the Applicant herein, being first duly sworn, upon oath, states that the notice provisions of Rule 1207 of the New Mexico Oil Conservation Division have been complied with, that Applicant has caused to be conducted a good faith diligent effort to find the correct addresses of all interested persons entitled to receive notice as shown by Exhibit "A" attached hereto, and that pursuant to Rule 1207, notice has been given at the correct addresses provided by such rule.

WILLIAM F. CARR

SUBSCRIBED AND SWORN to before me this 20th day of February, 1991.

Notary 'Public

My Commission Expires:

EXHIBIT A

CHI Operating
Post Office Box 1799
Midland, Texas 79702

CAMPBELL & BLACK, P.A.

LAWYERS

JACK M. CAMPBELL BRUCE D. BLACK MICHAEL B. CAMPBELL WILLIAM F. CARR BRADFORD C. BERGE MARK F. SHERIDAN WILLIAM P. SLATTERY ANNIE-LAURIE COOGAN

JEFFERSON PLACE SUITE I - 110 NORTH GUADALUPE POST OFFICE BOX 2208 5ANTA FE, NEW MEXICO 87504-2208 TELEPHONE: (505) 988-4421

January 31, 1991

TELECOPIER: (505) 983-6043

CERTIFIED MAIL RETURN RECEIPT REQUESTED

CHI Operating Post Office Box 1799 Midland, Texas 79702

Application of Kaiser-Francis Oil Company for Pool Creation, Eddy County,

New Mexico

Gentlemen:

This letter is to advise you that Kaiser-Francis Oil Company has filed an application with the New Mexico Oil Conservation Division seeking the creation of a new gas pool as a result of the discovery of hydrocarbons in its AM Federal Well No. 1, located 660 feet from the South line and 1980 feet from the East line of Section 8, Township 21 South, Range 26 East, N.M.P.M., Eddy County, New Mexico, in a perforated interval in the Delaware formation from 4046 feet to 4062 feet. Kaiser-Francis proposes pool boundaries for the new pool which include the SE/4 of said Section 8.

This application has been set for hearing before an Examiner of the Oil Conservation Division on February 21, 1991. You are not required to attend this hearing but as an operator of a well or owner of an unleased mineral interest within the pool, or as an operator of a well within one mile of the proposed pool boundaries, 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 have been requested by the Division (Memorandum 2-90) to file a Prehearing Statement substantially in the form prescribed by the Division. Prehearing statements should be filed by 4:00 o'clock p.m. on the Friday before a scheduled hearing.

Very truly yours,

ATTORNEY FOR KAISER-FRANCIS OIL COMPANY

WFC:mlh

P-106 677 824

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED

NOT FOR INTERNATIONAL MAIL

(See Reverse)

(444	
Sent to CHI Operating	
Street and No Post Office Box 17	799
P.O., State and ZIP Code Midland, Texas 79	702
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	52.00
Postmark or Date	iqı
	CHI Operating Street and No Post Office Box 17 P.O. State and ZIP Code Midland, Texas 79 Postage Certified Fee Special Delivery Fee Restricted Delivery Fee Return Receipt showing to whom and Date Delivery TOTAL Postage and Fees Postmark or Date

865 DOMESTIC RETURN RECEIPT	* U.S.G.P.O. 1988-212-865	S Form 3811, Mar. 1988
		7. Date of Delivery
	500)	× Welier Bo
	1861 :	6. Signature - Agent
requested and fee paid)	_	×
8. Addressee's Address (ONLY if		5. Signature - Address
or agent and DATE DELIVERED.		
Always obtain signature of addressee		
Express Mail Con Merchandise	79702	Midland, Texas 79702
П	k 1/99	Post Office Box 1/99
Registered Insured	1700	Surrando Hill
Type of Service:		CHT Operating
P 106 677 824		
4. Article Number		3. Article Addressed to:
(Extra charge)	Extra charge)	. A GUOM TO WHOM GRING
ad.	or additional service(s) requeste	for fees and check box(es) f
Fut your address in the "HETURN TO" Space on the reverse side. Fallure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to end the date of delivery. For additional fees the following services are available. Consult posture stars are available.	TURN TO'' Space on the revers ou. The return receipt fee will pro or additional fees the following t	Put your address in the "He card from being returned to you and the date of delivery. F
SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.	ns 1 and 2 when additional s	SENDER: Complete Itel