

PS Form 3811, July 1983 447-84658/2/2 - Chaveroo DOMESTIC RETURN RECEIPT

| | |
|--|---|
| <p>SENDER: Complete items 1, 2, 3 and 4.</p> <p>Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. <u>The return receipt fee will provide you the name of the person delivered to and the date of delivery.</u> For additional fees the following services are available. Consult postmaster for fees and check box(es) for service(s) requested.</p> | |
| <p>1. <input type="checkbox"/> Show to whom, date and address of delivery.</p> <p>2. <input type="checkbox"/> Restricted Delivery.</p> | |
| <p>3. Article Addressed to: Verna Corporation 1800 Bering Drive, Suite 300 Houston, Texas 77057</p> | |
| <p>4. Type of Service:</p> <p><input type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail</p> | <p>Article Number P176135235</p> |
| <p>Always obtain signature of addressee <u>or</u> agent and <u>DATE DELIVERED.</u></p> | |
| <p>5. Signature - Addressee X <u>[Signature]</u></p> | |
| <p>6. Signature - Agent X <u>[Signature]</u></p> | |
| <p>7. Date of Delivery <u>[Date]</u></p> | |
| <p>8. Addressee's Address (Only if requested and fee paid)</p> | |

Jason Kellahin
W. Thomas Kellahin
Karen Aubrey

KELLAHIN and KELLAHIN
Attorneys at Law
El Patio - 117 North Guadalupe
Post Office Box 2265
Santa Fe, New Mexico 87504-2265

Telephone 982-4285
Area Code 505

March 13, 1985

Verna Drilling Company
P. O. Box 1000
Levelland, Texas 79336

"Certified Mail"
Return Receipt Requested

Re: Chaveroo Operating Company, Inc.
NMOCD Case 8497
Order R-7839
NW/4NW/4 Sec 25, T7S, R32E
Roosevelt County, NM

Dear Sir:

Our firm represents Chaveroo Operating Company, Inc. On February 27, 1985, we presented a case before the New Mexico Oil Conservation Division, Santa Fe, New Mexico, to force pool your interests in the above referenced case.

Pursuant to the terms of Division Order R-7839, a copy of which is enclosed, I am submitting to you an authority for expenditures for the well to be drilled pursuant to this order. This same authority for expenditures was exhibit #2 at the hearing.

Your attention is directed to paragraph (4) on page 3 of the order in which you have 30 days from your receipt of this letter to prepay your share of the costs of the well. I understand your percentage working interest to be 4.375% and your share of the costs to be \$11,020.63.

In order to avoid the 200% risk factor penalty, you must deliver to Mr. Bill Graham, Chaveroo Operating Company, 4800 San Felipe, Suite 620, Houston, Texas 77056, your cashier's check in the stated amount within 30 days of the date you receive this letter.

KELLAHIN and KELLAHIN

Verna Drilling Company
March 13, 1985
Page 2

You may either call me or you may call the New Mexico Oil Conservation Division at (505) 827-5803 if you desire to have the order explained.

Very truly yours,

Original signed by
W. THOMAS KELLAHIN

W. Thomas Kellahin

WTK:ca
Enc.

cc: Mr. Richard L. Stamets
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Mr. Bill Graham
Chaveroo Operating Company
4800 San Felipe, Suite 620
Houston, Texas 77056



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

TONEY ANAYA
GOVERNOR

March 11, 1985

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

Mr. Thomas Kellahin
Kellahin & Kellahin
Attorneys at Law
Post Office Box 2265
Santa Fe, New Mexico

Re: CASE NO. 8497
ORDER NO. R-7839

Applicant:

Chaveroo Operating Co., Inc.

Dear Sir:

Enclosed herewith are two copies of the above-referenced
Division order recently entered in the subject case.

Sincerely,

R. L. STAMETS
Director

RLS/fd

Copy of order also sent to:

Hobbs OCD x
Artesia OCD x
Aztec OCD

Other Scott Hall

BEFORE THE
OIL CONSERVATION DIVISION
NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

RECEIVED

FEB 9 1985

IN THE MATTER OF THE APPLICATION OF
CHAUVEROO OPERATING CO., INC. FOR
COMPULSORY POOLING, ROOSEVELT COUNTY,
NEW MEXICO.

OIL CONSERVATION DIVISION

Case 8497


ENTRY OF APPEARANCE

Comes now, CAMPBELL & BLACK, P.A., and hereby enters its
appearance in the above-referenced cause for Verna Corporation.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

By


J. Scott Hall
Post Office Box 2208
Santa Fe, New Mexico 87501
(505) 988-4421

ATTORNEYS FOR VERNA
CORPORATION