

BEFORE THE  
OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION  
OF BASF CORPORATION FOR AMENDMENT  
OF DIVISION ORDER NO. R-9255,  
AS AMENDED BY ORDER NO. R-9255-A,  
TO PROVIDE FOR A HORIZONTAL  
DRILLING PILOT PROJECT,  
SPECIAL OPERATING RULES THEREFORE,  
A NON-STANDARD OIL PRORATION UNIT,  
AND AN UNORTHODOX OIL WELL LOCATION,  
SAN JUAN COUNTY, NEW MEXICO.

BEFORE EXAMINER STOGNER	
OIL CONSERVATION DIVISION	
BASF	EXHIBIT NO. 7
CASE NO.	10303

CASE NO. 10303

AFFIDAVIT

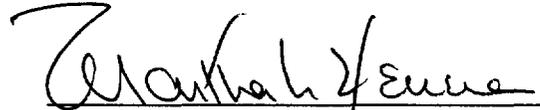
STATE OF NEW MEXICO     )  
  )ss.  
COUNTY OF SANTA FE     )

WILLIAM F. CARR, attorney in fact and authorized representative of BASF Corporation, 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 1st day of May, 1991.

  
Notary Public

My Commission Expires:

August 19, 1991

**EXHIBIT A**

Bureau of Land Management  
San Juan Resource Area  
701 Camino del Rio  
Federal Building  
Durango, Colorado 81301

Bureau of Indian Affairs  
Towaoc, Colorado 81334

Ute Mountain Utes  
Towaoc, Colorado 81334

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 1 - 110 NORTH GUADALUPE  
POST OFFICE BOX 2208  
SANTA FE, NEW MEXICO 87504-2208  
TELEPHONE: (505) 988-4421  
TELECOPIER: (505) 983-6043

April 10, 1991

**CERTIFIED MAIL**  
**RETURN RECEIPT REQUESTED**

Ute Mountain Utes  
Towaoc, Colorado 81334

Re: Application of BASF Corporation for Amendment of Division Order No. R-9255, as Amended by Order No. R-9255-A, to Provide for a Horizontal Drilling Pilot Project, Special Operating Rules Therefore, a Non-Standard Oil Proration Unit, and an Unorthodox Oil Well Location, San Juan County, New Mexico

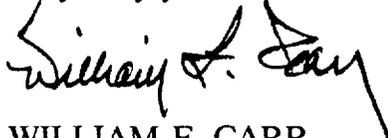
Gentlemen:

This letter is to advise you that BASF Corporation has filed the enclosed application with the New Mexico Oil Conservation Division seeking exceptions to the state wide rules governing development of oil and gas properties in New Mexico, for a well to be drilled in the Undesignated Verde-Gallup Oil Pool in Section 28, Township 31 North, Range 14 West, N.M.P.M., San Juan County, New Mexico.

This application has been set for hearing before an Examiner of the Oil Conservation Division on May 2, 1991. You are not required to attend this hearing, but as an owner of interests 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 this 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,



WILLIAM F. CARR  
ATTORNEY FOR BASF CORPORATION  
WFC:mlh  
Enclosure

P-106 677 916

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED  
NOT FOR INTERNATIONAL MAIL  
(See Reverse)

Sent to <b>Ute Mountain Utes</b>	
Street and No.	
P.O., State and ZIP Code <b>Towaoc, Colorado 81334</b>	
Postage	S
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	S
Postmark or Date <b>April 10, 1991</b>	

PS Form 3800, June 1985

**SENDER:** Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.

Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent the card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check boxes for additional services requested.

1.  Show to whom delivered, date, and addressee's address. 2.  Restricted Delivery (Extra charge)

3. Article Addressed to:  
Ute Mountain Utes  
Towaoc, Colorado 81334

4. Article Number  
**P106 677 916**

Type of Service:  
 Registered  
 Certified  
 Express Mail  
 Insured  
 COD  
 Return Receipt for Merchandise

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Address  
*[Signature]*

6. Signature - Agent  
*[Signature]*

7. Date of Delivery  
**April 9**

8. Addressee's Address (ONLY if requested and fee paid)

PS Form 3811, Mar. 1988 U.S.G.P.O. 1988-212-865 DOMESTIC RETURN RECEIPT

CAMPBELL & BLACK, P.A.

LAWYERS

JACK M. CAMPBELL  
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701 Camino del Rio  
Federal Building  
Durango, Colorado 81301

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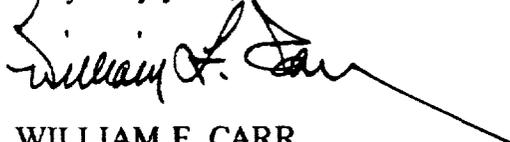
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ATTORNEY FOR BASF CORPORATION  
WFC:mlh  
Enclosure

P-106 677 914

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED  
NOT FOR INTERNATIONAL MAIL

(See Reverse)

Sent to <b>San Juan Resource Area Bureau of Land Management</b>	
Street and No <b>701 Camino del Rio Federal Building</b>	
P.O., State and ZIP Code <b>Durango, Colorado 81301</b>	
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	\$
Postmark or Date <b>April 10, 1991</b>	

PS Form 3800, June 1985

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**1. Show to whom delivered, date, and addressee's address. 2. Restricted Delivery (Extra charge)**

**3. Article Addressed to:**  
 Bureau of Land Management  
 San Juan Resource Area  
 701 Camino del Rio  
 Federal Building  
 Durango, Colorado 81301

**4. Article Number:**  
 P 106 677 914

**Type of Service:**  
 Registered  Insured  
 Certified  COD  
 Registered Mail  Return Receipt for Merchandise

Always obtain signature of addressee or agent and **DATE DELIVERED.**

**5. Signature - Address:**  
 X **BLM**

**6. Signature - Agent:**  
 X **Deo Renteria**

**7. Date of Delivery:**  
 4/12/91

**8. Addressee's Address (ONLY if requested and fee paid):**

Pe Form 3811, Mar. 1988 \* U.S.G.P.O. 1988-212-865 **DOMESTIC RETURN RECEIPT**

CAMPBELL & BLACK. P.A.

LAWYERS

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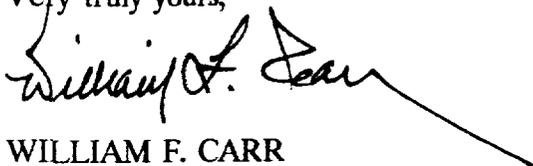
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ATTORNEY FOR BASF CORPORATION  
WFC:mlh  
Enclosure

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NO INSURANCE COVERAGE PROVIDED  
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(See Reverse)

Sent to Bureau of Indian Affairs	
Street and No.	
P.O. State and ZIP Code Towaoc, Colorado 81334	
Postage	S
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
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1. Article Addressed to: Bureau of Indian Affairs Towaoc, Colorado 81334	4. Article Number P 106 677 915
5. Signature - Address X	Type of Service: <input checked="" type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input type="checkbox"/> COD <input type="checkbox"/> Return Receipt for Merchandise
6. Signature - Agent X M... ..	8. Addressee's Address (ONLY if requested and fee paid) Always obtain signature of addressee or agent and DATE DELIVERED.
7. Date of Delivery 4/12/91	

PS Form 3811, Mar. 1988 \* U.S.G.P.O. 1988-212-865 DOMESTIC RETURN RECEIPT