STATE OF NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF SIETE OIL & GAS CORPORATION FOR WATERFLOOD PROJECT, EDDY COUNTY, NEW MEXICO

CASE NO. 10619

AFFIDAVIT

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

ERNEST L. PADILLA, 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, and that pursuant to Rule 1207, notice has been given at the correct addresses as provided by such rule.

In support hereof, affiant states that true copies of the Application of Siete Oil & Gas Corporation for a Waterflood Project, Eddy County, New Mexico, together with true copies of the Form C-108, Application for Authorization to Inject, for the purpose of waterflood operations through water injection from the following injection wells:

- a) Apache A #3, Unit A, 890' FNL 990' FEL Sec. 35, T19S, R29E
- b) Apache A #4, Unit D, 990' FNL 940' FEL Sec. 35, T19S, R29E
- c) Osage #5, Unit L, 1980' FSL 760' FWL Sec. 35, T19S, R29E

BEFORE EXAMINER CATANACH OIL CONSERVATION DIVISION SIETE OIL & GAS CORP. EXHIBIT NO. // CASE NO. 10618 and 10619

- d) Renegade #3, Unit E, 2230' FNL 760' FWL Sec. 35, T195, R29E
- e) Flathead #1, Unit B, 330' FNL 1650' FEL

have been mailed to the following named owners of the surface on which the wells are to be located and leasehold operators within one-half mile of the well location, in accordance with Rule 1207, in securely sealed, certified mail, return receipt requested, postage prepaid envelopes, addressed to the following named parties:

Surface Owners: (See Attached List of Surface Owners)

Operators: (See Attached List of Operators)

as reflected by the copies of the letters transmitting such copies attached hereto.

Padilla Ernest T

SUBSCRIBED AND SWORN TO before me this 2nd day of December, 1992 by Ernest L. Padilla.

Notary Public

LIMY commission expires:

OPERATORS WITHIN THE WATERFLOOD PROJECT AND OFFSET OPERATORS WITHIN ONE-HALF MILE OF INJECTION WELLS

Meridian Oil, Inc. P. O. Box 51810 Midland, Texas 79710-1810 Attn: Mo Gaddis

Ray Westall P. O. Box 4 Loco Hills, NM 88255

UMC Petroleum 1201 Louisiana, Suite 1400 Houston, TX 77002 Attn: Brian Baer

Strata Production Company 700 Petroleum Building Roswell, NM 88201 Attn: George L. Scott

Presidio Oil Company P. O. Box 6525 Englewood, Colorado 80155-6525 Attn: Marshall Munsell, Land Manager

Santa Fe Energy Resources, Inc. 550 W. Texas Ave., Suite 1330 Midland, Texas 79701 Attn: Randy Offenberger

Chevron, Inc. P. O. Box 1150 Midland, Texas 79702 Attn: Larry La Fleur

Conoco, Inc. 10 Desta Drive, Suite 100 W. Midland, Texas 79705-4500 Attn: Peggy Sutko

Eastland Oil Company, Inc. Drawer 3488 Midland, Texas 79702 Attn: Travis Reed Yates Petroleum Corporation 105 South Fourth Street Artesia, New Mexico 88210

Collins & Ware 303 West Wall Avenue Suite 2200 Midland, Texas 79701

Fortson Oil Company 301 Commerce St, Ste.3301 Fort Worth, TX 76102 Attn: Jack Evecker

SURFACE OWNERS:

Department of the Interior Bureau of Land Management Post Office Box 1397 Roswell, New Mexico 88201-1397

Commissioner of Public Lands State of New Mexico Post Office Box 1148 Santa Fe, New Mexico 87504-1148