# STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF SAGA PETROLEUM, L.L.C. STATUTORY UNITIZATION, LEA COUNTY, NEW MEXICO.

IN THE MATTER OF THE APPLICATION OF SAGA PETROLEUM, L.L.C. FOR APPROVAL OF A WATERFLOOD PROJECT FOR ITS CROSSROADS SILURO-DEVONIAN UNIT AREA AND QUALIFICATION OF SAID PROJECT FOR THE RECOVERED OIL TAX RATE PURSUANT TO THE ENHANCED OIL RECOVERY ACT, LEA COUNTY, NEW MEXICO.

CASE NOS. 12417 & 12418

### **AFFIDAVIT**

STATE OF NEW MEXICO	)
	) s:
COUNTY OF SANTA FE	)

William F. Carr, attorney in fact and authorized representative of Saga Petroleum, L.L.C., the applicant herein, being first duly sworn, upon oath, states that notice has been given to all interested parties 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.

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Case No. 12417 & 12418 Exhibit No. 7
Submitted by:
Saga Petrtoleum, L.L.C.
Hearing Date: September 7, 2000

William F. Carr

SUBSCRIBED AND SWORN to before this  $6^{th}$  day of September, 2000 by William F. Carr.

Mara Dalton, Notary Public

## **EXHIBIT A**

Susie L. Wadley - First Trust Ellione M. Sinclair - Trustee Northern Trust Bank #23072050 P.O. Box 226270 Dallas, TX 75222-6270

Forcenergy, Inc. Forcenery Center - Susan Cook 3838 N. Causeway Blvd., #2300 Metairie, LA 70002

Floos Inc. P.O. Box 5970 Hobbs, NM 88241-5970

William Marsh Rice University 447 Allen Center, MS-91 6100 Main Street Houston, TX 77005-1892

Candace G. Jacobson Box 2981 Ruidoso, NM 883458-2981

Thomas J. Good, III P.O. Box 130 Nogal, NM 88341

Price and CIA, Inc.
Dixie Term Building
49 E. 4<sup>th</sup> Street, Suite 216
Cincinnati, OH 45202-3854

Gerald D. Mills 14 E. Hawthorne Drive Asheville, NC 28802 Yuma Exploration & Production 1177 West Loop South, Suite 1825 Houston, TX 77027

Myrl Sawyer Good 2707 North Coronado Road Roswell, NM 88201-3464

Beja Embry Poky 2005 Valley View Drive Woodland Park, CO 80863

Perry & Patricia Shaw Trust 23683 Elmwood Drive Porter, TX 77365-5101

Marius Jensen Nygaard, Jr. 155 W. 68<sup>th</sup> Street New York, NY 10023-5808

Sandra Good Ramey Trust Myrl Good Trustee 2707 North Coronado Drive Roswell, NM 88201-3464

Prince Minerals, Ltd. #301 LB 25 7001 Preston Road Dallas, TX 75205

Allan Capital Corporation 825 Lenton Avenue Baltimore, MD 21212-3238

H. Wayne Hoover 2122 40<sup>th</sup> Avenue Greeley, CO 80634

Mystique Resources Company 1975 E. Otero Lane Littleton, CO 80122-3248 Edward J. Names 1738 W. Chokecherry Drive Louisville, CO 80027

C.L. Nordstrom 1735 Clark Street Aurora, CO 80011

Bruce M. Patterson d/b/a Patterson Group P.O. Box 620457 Littleton, CO 70162-0457

Yellow Queen Uranium Company 1647 Court Place, Suite 326 Denver, CO 80202

C. Thomas Houseman 39 Crystal Lane Sandia Park, NM 87047

Prince Minerals, LTD #301 LB 35 7001 Preston Road Dallas, TX 75205 CAMPBELL, CARR, BERGE & SHERIDAN, P.A.

LAWYERS

MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
MICHAEL H. FELDEWERT
ANTHONY F. MEDEIROS

JACK M. CAMPBELL
1916-1999

JEFFERSON PLACE

SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208

TELEPHONE: (SOS) 988-4421
FACSIMILE: (SOS) 983-6043
E-MAIL: law@westofpecos.com

June 8, 2000

## <u>CERTIFIED MAIL</u> <u>RETURN RECEIPT REQUESTED</u>

TO ALL AFFECTED INTEREST OWNERS IN THE CROSSROADS SILURO-DEVONIAN UNIT AREA.

Re: <u>New Mexico Oil Conservation Division Case No. 12417</u>: Application of Saga Petroleum, L.L.C. for statutory unitization, Lea County, New Mexico.

New Mexico Oil Conservation Division Case No. 12418: Application of Saga Petroleum, L.L.C. for approval of a waterflood project for its Crossroads Siluro-Devonian Unit Area and qualification of said project for the recovered oil tax rate pursuant to the Enhanced Oil Recovery Act, Lea County, New Mexico.

#### Ladies and Gentlemen:

This letter is to advise you that Saga Petroleum, L.L.C. has filed an application with the New Mexico Oil Conservation Division seeking an order statutorily unitizing for the purpose of establishing a secondary recovery project all mineral interests in the Devonian formation, Crossroads Siluro-Devonian Pool underlying 800 acres, more or less, of fee lands located in the N/2, SE/4 of Section Sections 27 and the E/2 of Section 34, Township 9 South, Range 36 East, NMPM, Lea County, New Mexico. Said unit is to be designated the Crossroads Siluro-Devonian Unit. Among the matters to be considered at the hearing will be the necessity of unit operations; the designation of a unit operator; the determination of the horizontal and vertical limits of the unit area; the determination of the fair, reasonable and equitable allocation of production and costs of production, including capital investment, to each of the various tracts in the unit area; the determination of credits and charges to be made among the various owners in the unit area for their investments in wells and equipment; and such other matters as may be necessary and appropriate for carrying on efficient unit operations; including, but not limited to, unit voting procedures, selection, removal or

substitution of unit operator, and time of commencement and termination of unit operations. Applicant also requests that any such order issued in this case include a provision for carrying and nonconsenting working interest owners within the unit area upon such terms and conditions to be determined by the Division as just and reasonable.

Saga Petroleum, L.L.C. has also filed an application seeking authority to implement secondary recovery operations in this unit by means of waterflooding, a copy of this application with attached Form C-108 is enclosed for your information.

These applications have been set for hearing before a Division Examiner on June 29, 2000 at the Oil Conservation Division hearing room, located at 2040 South Pacheco Street, Santa Fe, NM 87501. You are not required to attend this hearing but, as the owner of an interest that may be affected by these applications, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging these matters 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 no later than 4:00 o'clock p.m. on the Friday before a scheduled hearing.

Very truly yours,

William F. Carr

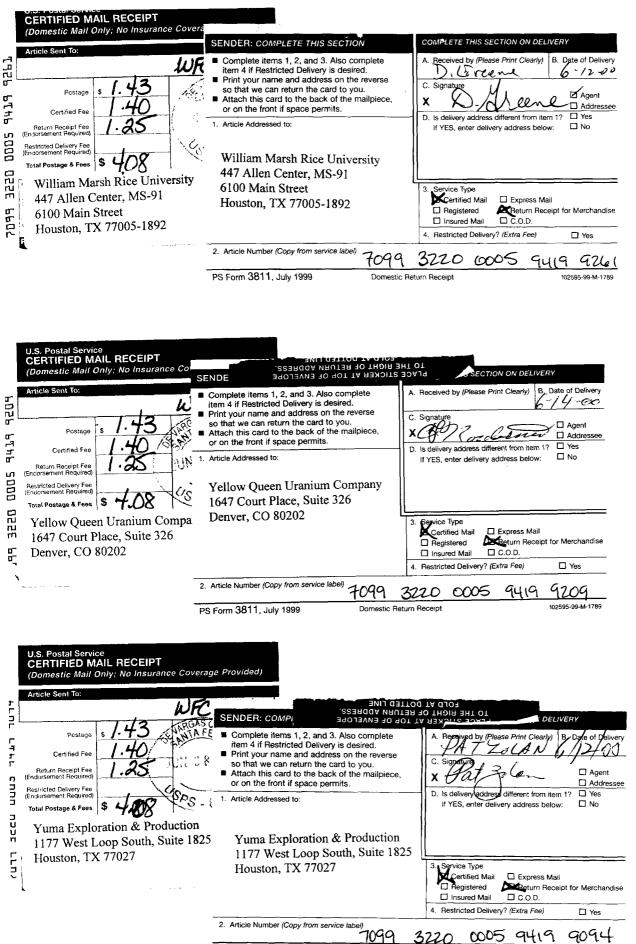
Attorney for Saga Petroleum, L.L.C..

WFC/md Enclosures

cc:

Charles Farmer

Saga Petroleum, L.L.C.



102595-99-M-1789

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Attach this card to the back of the mailpiece, ☐ Agent Return Receipt Fee (Endorsement Required) □ Addressee or on the front if space permits. D. Is delivery address different from item 1? Article Addressed to: If YES, enter delivery address below Total Postage & Fees Forcenergy, Inc. Forcenergy, Inc. Forcenery Center - Susan Cook Forcenery Center - Susan Cook 3838 N. Causeway Blvd., #2300 3838 N. Causeway Blvd., #2300 Service Type Certified Mail ☐ Express Mail Metairie, LA 70002 Metairie, LA 70002 Registered Receipt for Merchandise Insured Mail □ C.O.D. Restricted Delivery? (Extra Fee, ☐ Yes 2. Article Number (Copy from service label)

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