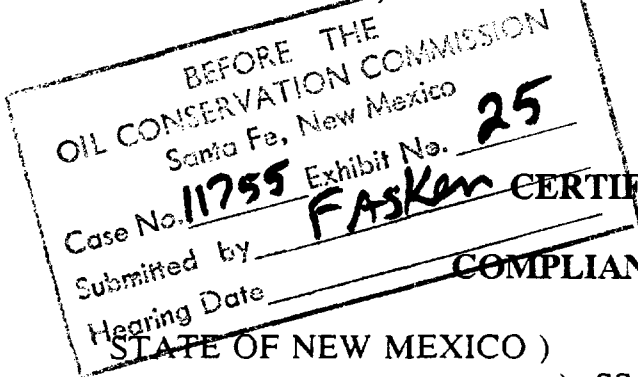


STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

APPLICATION OF FASKEN OIL AND RANCH, LTD
FOR A NON-STANDARD PRORATION UNIT AND
TWO ALTERNATE UNORTHODOX GAS WELL LOCATIONS,
EDDY COUNTY, NEW MEXICO.

CASE NO. 11755



CERTIFICATE OF MAILING
AND
COMPLIANCE WITH ORDER R-8054

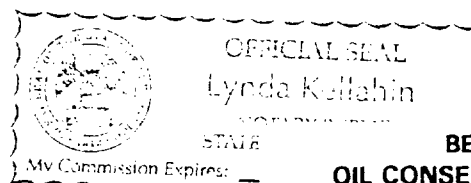
STATE OF NEW MEXICO)
) SS.
COUNTY OF SANTA FE)

W. Thomas Kellahin, being first duly sworn, hereby certifies that he is an attorney for the Applicant and responsible for notification in this matter and that the notice provisions of Division Rule 1207 (Order R-8054) have been complied with, that Applicant has caused to be conducted a good faith diligent effort to find the correct addresses of all interested parties entitled to receive notice, that on March 12, 1997, he caused to be mailed by certified mail-return receipt requested the attached notice of this hearing and a copy of the first amended application for the above referenced case, at least twenty days prior to the hearing of this case set for April 3, 1997, to the parties shown on the attached list and that pursuant to Division Rule 1207, notice has been given at the correct addresses provided by such rule.

W. Thomas Kellahin

SUBSCRIBED AND SWORN to before me this 1st day of April, 1997, by W. Thomas Kellahin.

Lynda L. Kellahin, Notary Public
My Commission Expires: June 14, 2000



BEFORE THE
OIL CONSERVATION DIVISION
Case No. 11755 Exhibit No. 19
Submitted By:
Fasken Oil & Ranch, Ltd.
Hearing Date: April 3, 1997

KELLAHIN AND KELLAHIN

ATTORNEYS AT LAW

EL PATIO BUILDING

117 NORTH GUADALUPE

POST OFFICE BOX 2265

SANTA FE, NEW MEXICO 87504-2265

W. THOMAS KELLAHIN*

*NEW MEXICO BOARD OF LEGAL SPECIALIZATION
RECOGNIZED SPECIALIST IN THE AREA OF
NATURAL RESOURCES-OIL AND GAS LAW

TELEPHONE (505) 982-4285

TELEFAX (505) 982-2047

JASON KELLAHIN (RETIRED 1991)

March 12, 1997

TO: ALL INTERESTED PARTIES ENTITLED TO NOTICE
OF THE HEARING OF THE FOLLOWING NEW MEXICO
OIL CONSERVATION DIVISION CASE:

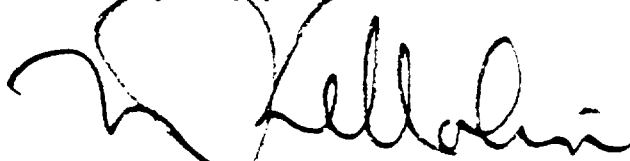
*Re: First Amended Application of Fasken Oil
and Ranch, Ltd. for an Unorthodox Gas
Well Location and a Non-Standard Gas
Proration and Spacing unit, Eddy County,
New Mexico*

On behalf of Fasken Oil and Ranch, Ltd., please find enclosed our first amended application for an unorthodox gas well location and a non-standard gas spacing and proration unit for its Avalon "1" Federal Com Well No. 1 which has been set for hearing on the New Mexico Oil Conservation Division Examiner's docket now scheduled for April 3, 1997. The hearing will be held at the Division hearing room located at 2040 South Pacheco, Santa Fe, New Mexico.

As an interest owner who may be affected by this application, we are notifying you of your right to appear at the hearing and participate in this case, including the right to present evidence either in support of or in opposition to the application. Failure to appear at the hearing may preclude you from any involvement in this case at a later date.

Pursuant to the Division's Memorandum 2-90, you are further notified that if you desire to appear in this case, then you are requested to file a Pre-Hearing Statement with the Division not later than 4:00 PM on Friday, March 28, 1997, with a copy delivered to the undersigned. If you have any questions, you may call Sally Kvasnicka of Fasken Oil and Ranch, Ltd. at (915) 687-1777.

Very truly yours,

A handwritten signature in black ink, appearing to read 'W. Thomas Kellahin', written over a horizontal line.

W. Thomas Kellahin

Adobe Resources 12-1 P. O. Box 118 Santa Barbara, CA 93102	M.J. Harvey, Jr. Box 12705 Dallas, Texas 75225	✓ Texaco Exploration & Production, Inc. 500 North Loraine Midland, Texas 79701 Attn: Ron Lanning
Adobe Resources P. O. Box 20581 Albuquerque, New Mexico 87154	Robert L. Haynie 5644 S. Yosemite #305 Englewood, CA 80111	✓ Texaco Box 2100 Denver, Colorado 80201
✓ BK Exploration, Inc. 810 S. Cincinnati Suite 110 Tulsa, OK 74119	ICA Energy, Inc. C/O Minerals Technologies, Inc. Box 5823 Midland, Texas 79704	Union Oil Company of California Box 3100 Midland, Texas 79701
Brooks Oil and Gas Interests 600 Commerce Street 192 District Court Dallas, Texas 75202	✓ Dalton Kincheloe 859 Petroleum Bldg. Roswell, NM 88201	Union Oil Company of California P. O. Box 4551 Houston, Texas 77210
Bureau of Land Management 1717 West Second Street Roswell, New Mexico 88201	Marathon Oil Company P. O. Box 552 Midland, Texas 79702	
Chevron USA, Inc. P. O. Box 1150 Midland, Texas 79702	Matador Petroleum Corporation 415 Wall Street, Suite 101 Midland, Texas 79701 Attn: Mona Ables	
✓ Commissioner of Public Lands P. O. Box 1148 Santa Fe, New Mexico 87504-1148	Len Mayer 260 Lincoln Tower Bldg. Denver, Colorado 80203	
Devon Energy Corporation (Nevada) Suite 1500 20 North Broadway Oklahoma City, OK 73102	Roy L. McKay P. O. Box 2014 Roswell, New Mexico 88202	
Greenwade Oil, Ltd. P. O. Box 1675 Roswell, New Mexico 88202	✓ McKay Oil Corporation P. O. Box 2014 Roswell, New Mexico 88202	
✓ Hanesco Inc. Box 2588 Roswell, NM 88202	Mewbourne Oil Company 500 W. Texas, Suite 1020 Midland, Texas 79701 Attn: Steve Cobb	
✓ Barbara D. Hanniffin Box 182 Roswell, NM 88202	✓ Ralph Nix, a Partnership P. O. Box 440 Artesia, New Mexico 88211	
✓ Robert H. Hanniffin Box 216 Roswell, NM	Penwell Energy, Inc. Suite 1100600 North Marienfeld Midland, Texas 79701 Attn: Mark Wheeler	

Fasken Avalon "1" April 3, 1997 3/4/97

I also wish to receive the following services (for an extra fee):
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

can return this
does not
number.
the date

4a. Article Number
P 551 048 335

4b. Service Type
☐ Registered
☐ Express Mail
☐ Return Receipt for Merchandise
☐ Certified
☐ Insured
☐ COD

7. Date of Delivery
3-17-97

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

Article Addressed to:
Devon Energy Corp. (Nevada)
Suite 1500
10 North Broadway
Oklahoma City, OK 73102

Received By: (Print Name)
LARRY BROWN

Signature: (Addressee or Agent)
X [Signature]

PS Form 3811, December 1994

Domestic Return Receipt

SENFasken Avalon "1" April 3, 1997

I also wish to receive the following services (for an extra fee):
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

can return this
does not
number.
the date

4a. Article Number
P 551 048 335

4b. Service Type
☐ Registered
☐ Express Mail
☐ Return Receipt for Merchandise
☐ Certified
☐ Insured
☐ COD

7. Date of Delivery
MAR 17 1997

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

Article Addressed to:
Union Oil Company of California
P.O. Box 4551
Houston, TX 77210

Received By: (Print Name)

Signature: (Addressee or Agent)
X [Signature]

PS Form 3811, December 1994

Domestic Return Receipt

Fasken Avalon "1" April 3, 1997 3/4/97

I also wish to receive the following services (for an extra fee):
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

can return this
does not
number.
the date

4a. Article Number
P 551 048 335

4b. Service Type
☐ Registered
☐ Express Mail
☐ Return Receipt for Merchandise
☐ Certified
☐ Insured
☐ COD

7. Date of Delivery
MAR 17 1997

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

Article Addressed to:
Greenwade Oil Ltd.
P.O. Box 1675
Oswell, NM 88202

Received By: (Print Name)

Signature: (Addressee or Agent)
[Signature]

PS Form 3811, December 1994

Domestic Return Receipt

SEIFasken Avalon "1" April 3, 1997

I also wish to receive the following services (for an extra fee):
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

can return this
does not
number.
the date

4a. Article Number
P 551 048 335

4b. Service Type
☐ Registered
☐ Express Mail
☐ Return Receipt for Merchandise
☐ Certified
☐ Insured
☐ COD

7. Date of Delivery
3/24/97

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

Article Addressed to:
Robert L. Haynie
5644 S. Yosemite #305
Englewood, CA 80111

Received By: (Print Name)

Signature: (Addressee or Agent)
X [Signature]

PS Form 3811, December 1994

Domestic Return Receipt

SENDER: Fasken Avalon "1" April 3, 1997

3. Article Addressed to: Union Oil Company of California Box 3100 Midland, TX 79701

4a. Article Number: P 551 048 344

4b. Service Type: Registered Express Mail Return Receipt for Merchandise COD

7. Date of Delivery: MAR 17 1997

8. Addressee's Address (Only if requested and fee is paid):

5. Received By: (Print Name) [Signature]

6. Signature: (Addressee or Agent) [Signature]

PS Form 3811, December 1994

SENDER: Fasken Avalon "1" April 3, 1997

3. Article Addressed to: ICA Energy, Inc. C/O Minerals Technologies, Inc. Box 5823 Midland, TX 79704

4a. Article Number: P 551 048 344

4b. Service Type: Registered Express Mail Return Receipt for Merchandise COD

7. Date of Delivery: 3-17-97

8. Addressee's Address (Only if requested and fee is paid):

5. Received By: (Print Name) [Signature]

6. Signature: (Addressee or Agent) [Signature]

PS Form 3811, December 1994

SENDER: Fasken Avalon "1" April 3, 1997

3. Article Addressed to: Marathon Oil Company P.O. Box 552 Midland, TX 79702

4a. Article Number: P 551 048 344

4b. Service Type: Registered Express Mail Return Receipt for Merchandise COD

7. Date of Delivery: MAR 17 1997

8. Addressee's Address (Only if requested and fee is paid):

5. Received By: (Print Name)

6. Signature: (Addressee or Agent) [Signature]

PS Form 3811, December 1994

SENDER: Fasken Avalon "1" April 3, 1997

3. Article Addressed to: M.J. Harvey Jr. Box 12705 Dallas, TX 75225

4a. Article Number: P 551 048 344

4b. Service Type: Registered Express Mail Return Receipt for Merchandise COD

7. Date of Delivery: 3-17-97

8. Addressee's Address (Only if requested and fee is paid):

5. Received By: (Print Name)

6. Signature: (Addressee or Agent) [Signature]

PS Form 3811, December 1994

SENDED:
Fasken Avalon "1"
April 3, 1997 3/11/97

Is your RETURN ADDRESS completed on the reverse side?

I also wish to receive the following services (for an extra fee): 1. ☐ Addressee's Address 2. ☐ Restricted Delivery Consult postmaster for fee.	Can return this a. does not b. number c. date
4a. Article Number P 551 048 367	4b. Service Type ☐ Registered ☐ Express Mail ☐ Return Receipt for Merchandise 7. Date of Delivery 3-14-97
3. Article Addressed to: Exploration, Inc. 100 S. Cincinnati Suite 110 Midland, OK 74119	5. Received By: (Print Name) X B Bunker
6. Signature: (Addressee or Agent)	

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

SENDED:
Fasken Avalon "1"
April 3, 1997 3/4/97

Is your RETURN ADDRESS completed on the reverse side?

I also wish to receive the following services (for an extra fee): 1. ☐ Addressee's Address 2. ☐ Restricted Delivery Consult postmaster for fee.	Can return this a. does not b. number c. date
4a. Article Number P 551 048 338	4b. Service Type ☐ Registered ☐ Express Mail ☐ Return Receipt for Merchandise 7. Date of Delivery 3-14-97
3. Article Addressed to: Penwell Energy, Inc. Suite 1100 600 North Marienfeld Midland, TX 79701 Attn: Mark Wheeler	5. Received By: (Print Name) Laura Penfinger
6. Signature: (Addressee or Agent)	

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

SENDED:
Fasken Avalon "1"
April 3, 1997 3/4/97

Is your RETURN ADDRESS completed on the reverse side?

I also wish to receive the following services (for an extra fee): 1. ☐ Addressee's Address 2. ☐ Restricted Delivery Consult postmaster for fee.	Can return this a. does not b. number c. date
4a. Article Number P 080 234 420	4b. Service Type ☐ Registered ☐ Express Mail ☐ Return Receipt for Merchandise 7. Date of Delivery 3-14-97
3. Article Addressed to: Mewbourne Oil Company 500 W. Texas, Suite 1020 Midland, TX 79701 Attn: Steve Cobb	5. Received By: (Print Name) X Bunker
6. Signature: (Addressee or Agent)	

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

SENDED:
Fasken Avalon "1"
April 3, 1997 3/4/97

Is your RETURN ADDRESS completed on the reverse side?

I also wish to receive the following services (for an extra fee): 1. ☐ Addressee's Address 2. ☐ Restricted Delivery Consult postmaster for fee.	Can return this a. does not b. number c. date
4a. Article Number P 080 234 421	4b. Service Type ☐ Registered ☐ Express Mail ☐ Return Receipt for Merchandise 7. Date of Delivery 3-14-97
3. Article Addressed to: Matador Petroleum Corp. 415 Wall Street, Suite 101 Midland, TX 79701 Attn: Mona Ables	5. Received By: (Print Name) PAT LARKFORD
6. Signature: (Addressee or Agent)	

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

SEND Fasken Avalon "1" April 3, 1997

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address

2. ☐ Restricted Delivery

Consult postmaster for fee.

4a. Article Number

4b. Service Type

☐ Registered

☐ Express Mail

☐ Return Receipt for Merchandise

☐ COD

7. Date of Delivery

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

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

3. Article Addressed to:

Texaco

Box 2100

Denver, CO 80201

PS Form 3811, December 1994

Domestic Return Receipt

SEN Fasken Avalon "1" April 3, 1997

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address

2. ☐ Restricted Delivery

Consult postmaster for fee.

4a. Article Number

4b. Service Type

☐ Registered

☐ Express Mail

☐ Return Receipt for Merchandise

☐ COD

7. Date of Delivery

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

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

3. Article Addressed to:

Chevron USA, Inc.

P.O. Box 1150

Midland, TX 79702

PS Form 3811, December 1994

Domestic Return Receipt

SEND Fasken Avalon "1" April 3, 1997

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address

2. ☐ Restricted Delivery

Consult postmaster for fee.

4a. Article Number

4b. Service Type

☐ Registered

☐ Express Mail

☐ Return Receipt for Merchandise

☐ COD

7. Date of Delivery

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

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

3. Article Addressed to:

Hanesco Inc.

Box 2588

Roswell, NM 88202

PS Form 3811, December 1994

Domestic Return Receipt

SEN Fasken Avalon "1" April 3, 1997

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address

2. ☐ Restricted Delivery

Consult postmaster for fee.

4a. Article Number

4b. Service Type

☐ Registered

☐ Express Mail

☐ Return Receipt for Merchandise

☐ COD

7. Date of Delivery

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

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

3. Article Addressed to:

Commissioner of Public Lands

P.O. Box 1148

Santa Fe, NM 87504-1148

PS Form 3811, December 1994

Domestic Return Receipt

SENSE Fasken Avalon "1"
April 3, 1997 3/4/97

I also wish to receive the following services (for an extra fee):
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

4a. Article Number
P 080 234 423
4b. Service Type
☐ Registered ☐ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD
Date of Delivery
MAR 14 1997
MAR 14 1997
USPS

5. Received By: (Print Name)
McKay Oil Corporation
P.O. Box 2014
Roswell, NM 88202
6. Signature: (Addressee or Agent)
X [Signature]

PS Form 3811, December 1994 Domestic Return Receipt

SENSE Fasken Avalon "1"
April 3, 1997 3/4/97

I also wish to receive the following services (for an extra fee):
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

4a. Article Number
P 080 234 422
4b. Service Type
☐ Registered ☐ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD
Date of Delivery
MAR 14 1997
MAR 14 1997
USPS

5. Received By: (Print Name)
Roy L. McKay
P.O. Box 2014
Roswell, NM 88202
6. Signature: (Addressee or Agent)
X [Signature]

PS Form 3811, December 1994 Domestic Return Receipt

SENSE Fasken Avalon "1"
April 3, 1997 3/11/97

I also wish to receive the following services (for an extra fee):
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

4a. Article Number
P 551 048 363
4b. Service Type
☐ Registered ☐ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD
Date of Delivery
3/14/97

5. Received By: (Print Name)
Barbara D. Hannifin
Box 182
Roswell, NM 88202
6. Signature: (Addressee or Agent)
X [Signature]

PS Form 3811, December 1994 Domestic Return Receipt

SENSE Fasken Avalon "1"
April 3, 1997 3/4/97

I also wish to receive the following services (for an extra fee):
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

4a. Article Number
P 551 048 336
4b. Service Type
☐ Registered ☐ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD
Date of Delivery

5. Received By: (Print Name)
Ralph Nix, a Partnership
P.O. Box 440
Artesia, NM 88211
6. Signature: (Addressee or Agent)
X [Signature]

PS Form 3811, December 1994 Domestic Return Receipt

SE Fasken Avalon "1"
April 3, 1997 3/4/97

Is your RETURN ADDRESS completed on the reverse side?

I also wish to receive the following services (for an extra fee): 1. ☐ Addressee's Address 2. ☐ Restricted Delivery Consult postmaster for fee.		I can return this Does not number the date	
4a. Article Addressed to: Bureau of Land Management 1717 West Second Street Roswell, NM 88201		4a. Article Number P 551 048 333	
4b. Service Type ☐ Registered ☐ Express Mail ☐ Return Receipt for Merchandise 7. Date of Delivery 3.17.97		4b. Service Type ☐ Registered ☐ Express Mail ☐ Return Receipt for Merchandise 7. Date of Delivery	
5. Received By: (Print Name)		8. Addressee's Address (Only if requested and fee is paid)	
6. Signature: (Addressee or Agent) <i>[Signature]</i>		6. Signature: (Addressee or Agent) <i>[Signature]</i>	

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

I also wish to receive the following services (for an extra fee): 1. ☐ Addressee's Address 2. ☐ Restricted Delivery Consult postmaster for fee.		I can return this Does not number the date	
3. Article Addressed to: Adobe Resources 12-1 P.O. Box 118 Santa Barbara, CA 93102		4a. Article Number P 551 048 333	
4b. Service Type ☐ Registered ☐ Express Mail ☐ Return Receipt for Merchandise 7. Date of Delivery 3.17.97		4b. Service Type ☐ Registered ☐ Express Mail ☐ Return Receipt for Merchandise 7. Date of Delivery	
5. Received By: (Print Name)		8. Addressee's Address (Only if requested and fee is paid)	
6. Signature: (Addressee or Agent) <i>[Signature]</i>		6. Signature: (Addressee or Agent) <i>[Signature]</i>	

PS Form 3811, December 1994

Domestic Return Receipt

P 551 048 353

US Postal Service
Receipt for Certified Mail
No Insurance Coverage Provided
Adobe Resources
P.O. 20581
Albuquerque, NM 87154

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	

Fasken Avalon "1"
April 3, 1997

P 551 048 347

US Postal Service
Receipt for Certified Mail
No Insurance Coverage Provided
Do not use for International Mail (See reverse)

Len Mayer
260 Lincoln Tower Bldg.
Denver, CO 80203

Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom	

Fasken Avalon "1"
April 3, 1997

P 551 048 364

US Postal Service
Receipt for Certified Mail
No Insurance Coverage Provided
Dalton Kincheloe
859 Petroleum Bldg.
Roswell, NM 88201

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	

Fasken Avalon "1"
April 3, 1997 3/11/97

P 551 048 366

US Postal Service
Receipt for Certified Mail
No Insurance Coverage Provided
Do not use for International Mail (See reverse)

Robert H. Hannifin
216
Roswell, NM 88202

Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom	

Fasken Avalon "1"
April 3, 1997 3/11/97

P 551 048 352

US Postal Service
Receipt for Certified Mail
No Insurance Coverage Provided
Brooks Oil & Gas Interests
600 Commerce Street
192 District Court
Dallas, TX 75202

Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	

Fasken Avalon "1"
April 3, 1997

P 551 048 337

US Postal Service
Receipt for Certified Mail
No Insurance Coverage Provided
Texaco Exploration
Production, Inc
500 North Loraine
Midland, TX 79701
Attn: Ron Lanning

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	

Fasken Avalon "1"
April 3, 1997 3/4/97