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W THOMAS KELLAHIN*

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

JASON KELLAHIN (RETIRED 1991)

August 26, 1994

SANTA FE, NEW MEXICO 87504-2265

HAND DELIVERED

Mr. William J. LeMay Oil Conservation Division 310 Old Santa Fe Trail Santa Fe, New Mexico 87504

ME 26 Km

Re: NMOCD Case 11077 Application of Santa Fe Operating Partners, L.P. for compulsory pooling, an unorthodox gas well location and directional drilling, Lea County, New Mexico

Dear Mr. LeMay:

On behalf of Walter Krug dba Wallen Production Company, please find enclosed our Entry of Appearance in the referenced case.

Very truly yours,

W. Thomas Kellahin

cc: VIA FACSIMILE: Jim Bruce, Esq. Attorney for Santa Fe Operating Partners. LP

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

IN THE MATTER OF THE APPLICATION OF SANTA FE ENERGY OPERATING PARTNERS, L.P. FOR COMPULSORY POOLING, AN UNORTHODOX GAS WELL LOCATION AND DIRECTIONAL DRILLING LEA COUNTY, NEW MEXICO.

CASE NO. 11077

ENTRY OF APPEARANCE

Comes now WALTER KRUG dba WALLEN PRODUCTION COMPANY, by his attorneys, Kellahin and Kellahin, and enters his appearance in this case which is set for hearing on the Examiner's docket schedule for September 1, 1994.

W. Thomas Kellahin Kellahin & Kellahin P. O. Box 2265 Santa Fe, New Mexico 87504 (505) 982-4285

CERTIFICATE OF SERVICE

The undersigned certifies that on August 26, 1994, a copy of the foregoing pleading was mailed to Jim Bruce, Esq, attorney for Santa Fe Energy Operating Partners, LP.

W. Thomas Kellahin