

Santa Fe Energy Resources, Inc.

MA
11-20-98

November 17, 1998

New Mexico Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505
ATTN: Mr. Mark W. Ashley

Re: Case No. 12043
Compulsory Pooling Order No. R-11073
Rio Blanco "4" Fed COM No. 1 Well
SFE Contract No. NM-30,256-001
N/2 Section 4, T-23-S, R-34-E
Lea County, New Mexico
Rio Blanco Prospect – NM-0965

Ladies and Gentlemen:

Pursuant to the provisions of NMOCD Compulsory Pooling Order #R-11073 issued in connection with the drilling of the Rio Blanco "4" Fed COM No. 1 well, please be advised that voluntary agreements have been reached between all parties subject to the forced pooling provisions of said Order.

If you have any questions, my direct number is (915) 686-6712.

Sincerely,

SANTA FE ENERGY RESOURCES, INC.



Steven J. Smith
Senior Staff Landman

cc: Mr. Robert E. Landreth
505 N. Big Spring, Suite 507
Midland, TX 79701

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