



Santa Fe Snyder Corporation

VIA FAX AND U.S. MAIL
(505) 827-8177

June 7, 1999

JUN 11 1999

New Mexico Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505
ATTN: Ms. Florence Henderson

Re: Case No. 12191
Application of OXY USA Inc. for
Unorthodox well location and
Rule 104.D(3) Simultaneous Dedication
Jazz Federal Well No. 1
Eddy County, New Mexico

Ladies and Gentlemen:

Santa Fe Snyder Corporation (Santa Fe) reached agreement with OXY USA Inc. concerning the referenced application and hereby withdraws its opposition to the application.

Fell free to call me if there are any questions. My direct number is (915) 686-6712.

Sincerely,

SANTA FE ENERGY RESOURCES, INC.

Steven J. Smith
Senior Staff Landman

cc: Mr. W. Thomas Kellahin
P. O. Box 2265
Santa Fe, New Mexico 87504-2265
Fax (505) 982-2047

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