

LAW OFFICES OF  
SANDERS, BRUIN, COLL & WORLEY, P.A.

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November 21, 1991

Santa Fe Energy Resources, Inc.  
550 West Texas, Suite 1330  
Midland, Texas 79701

Re: Notice of Hearing - Unorthodox Location - Albert "AJH" #1  
Section 21: E/2, Township 20 South, Range 24 East, N.M.P.M.  
Eddy County, New Mexico  
Rule 104, Well Spacing (F) Unorthodox Locations

This law firm represents Yates Petroleum Corporation in connection with its application to the Oil Conservation Division for approval of an unorthodox location. This letter is to serve as official notice that it is the intent of Yates Petroleum Corporation (Applicant) to complete a well drilled 660 F.N.L. and 660 F.E.L. of Section 21, Township 20 South, Range 24 East, N.M.P.M., Eddy County, New Mexico in the Morrow Formation. This well is an offset to Santa Fe Energy Resources, Inc. leases.

As required by Rule 1207(5) of the State of New Mexico, Energy and Minerals Department, Oil Conservation Division, notice must be given to offset operators. Therefore, please be advised that the hearing is to be held in Santa Fe at the Oil Conservation Division Conference Room on December 19, 1991 at 8:30 a.m. before an OCD Examiner. A number and style of this case will be assigned at a later date and will be forwarded to you upon receipt.

It is requested that Santa Fe Energy Resources, Inc. consent to the unorthodox location of a Morrow Formation and waive its right to appearance in said hearing. Should this meet with your approval, please sign in the space provided below and return to the above address.

Thank you for your cooperation and assistance.

Yours very truly,

SANDERS, BRUIN, COLL & WORLEY, P.A.

*Damon Richards*  
Damon Richards

It

cc: Mr. Robert Bullock - Yates Petroleum Corporation  
CERTIFIED MAIL/RRR - P 145 004 536

AGREED TO THIS \_\_\_ day of \_\_\_, 1991.

SANTA FE ENERGY RESOURCES, INC.

By: \_\_\_\_\_

dr/ltr/ncd03

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DEFENSE EXAMINER STATION (UP) FOR CERTIFIED MAIL

OIL CONSERVATION DIVISION

Postmaster: Santa Fe Energy Resources, Inc.

Street: \_\_\_\_\_

City: \_\_\_\_\_

State: \_\_\_\_\_

Post Office: \_\_\_\_\_

Postage: \$ \_\_\_\_\_

Certification Fee: \_\_\_\_\_

Postage and Fees: \_\_\_\_\_

Return Receipt (showing to whom and Date Delivered): \_\_\_\_\_

Return Receipt (showing to whom Date and Address of Delivery): \_\_\_\_\_

TOTAL Postage and Fees: \$ \_\_\_\_\_

Postmark or Date: 11/21/91

PS Form 3800, June 1985

SENDER: Complete Items 1 and 2 when additional services are desired, and complete items 3 and 4. Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1.  Show to whom delivered, date, and addressee's address. (Extra charge) 2.  Restricted Delivery (Extra charge)

3. Article Addressed to:  
Santa Fe Energy Resources, Inc.  
550 West Texas, Suite 1330  
Midland, Texas 79701

4. Article Number  
P 145 004 536

Type of Service:  
 Registered  Insured  
 Certified  COD  
 Express Mail  Return Receipt for Merchandise

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Address  
*[Signature]*

6. Signature - Agent  
*[Signature]*

7. Date of Delivery  
11-25

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