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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

JUL 23 1990

OIL CONSERVATION DIV. SANTA FE

CASE NO. 10011

APPLICATION OF SANTA FE ENERGY OPERATING PARTNERS, L.P. FOR AN UNORTHODOX GAS WELL LOCATION, LEA COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

This prehearing statement is submitted by Applicant as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

Santa Fe Energy Operating Partners, L.P. (Attn: Gary Green) 500 West Illinois Midland, Texas (915) 687-3551 James Bruce

Hinkle, Cox, Eaton, Coffield & Hensley 500 Marquette N.W., Suite 800 Albuquerque, New Mexico 87102 (505) 768-1500

OPPOSITION OR OTHER PARTY

ATTORNEY

Applicant is unaware of any opposition

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STATEMENT OF CASE

APPLICANT

(Please make a concise statement of what is being sought with this application and the reasons therefor.)

Applicant seeks approval of an unorthodox gas well location in the South 1/2 of Section 27 - 21 South - 32 East, for a well to be located 1980 feet from the South line and 990 feet from the West line of Section 27. The well will be drilled to a depth sufficient to test the Morrow formation.

OPPOSITION OR OTHER PARTY

(Please make a concise statement of the basis for opposing this application or otherwise state the position of the party filing this statement.)

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PROPOSED EVIDENCE

<u>APPLICANT</u>

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
1. Gary Green (landman)	5 minutes	(a) Land Plat(b) Notice letters
2. Robert Seiler (geologist)	15 minutes	(a) Production map(b) Structure map(c) Cross Section(d) Two Isopach maps
OPPOSITION		
WITNESSES (Name and expertise)	EST. TIME	EXHIBITS

PROCEDURAL MATTERS

(Please identify any procedural matters which need to be resolved prior to the hearing)

None, to Applicant's knowledge.

Signature