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

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

JUN 1 : 1991

QIL CONSERVATION DIVISION

Case No.

APPLICATION OF KAISER-FRANCIS OIL COMPANY FOR POOL CREATION, EDDY COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Santa Fe Energy Operating Partners, L.P.

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

Kaiser-Francis Oil Company William F. Carr

OPPOSITION OR OTHER PARTY

ATTORNEY

Chi Operating

W. Thomas Kellahin

Santa Fe Energy Operating

Partners, L.P.

James Bruce
Hinkle, Cox Partners, L.P. 550 W. Texas, #1330 Midland, Texas 79701 (915) 687-3551 Attention: Larry Murphy

Hinkle, Cox, Eaton, Coffield & Hensley COILLELG S.W. 500 Marquette, N.W. Suite 800 Albuquerque, N.M. 87102

(505) 768-1500

STATEMENT OF CASE

APPLICANT

Pre-hearing Statement NMOCD Case No. 10,251 (De Novo) Page 2

OPPOSITION OR OTHER PARTY

Santa Fe Energy Operating Partners, L.P. is an offset working interest owner, and as such is an interested party in this proceeding. Santa Fe supports the position of Chi Operating.

PROPOSED EVIDENCE

APPLICANT

WITNESS

EST. TIME EXHIBITS

OPPOSITION

WITNESS

EST. TIME EXHIBITS

-None-

PROCEDURAL MATTERS

-None-

Respectfully Submitted,

HINKLE, COX, EATON, COFFIELD & HENSLEY

James Bruce

500 Marquette, N.W.

Swite 800

Albuquerque, N.M. 87102

(505) 768-1500

Attorneys for Santa Fe Energy Operating Partners, L.P.

Pre-hearing Statement NMOCD Case No. 10,251 (De Novo) Page 3

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing pleading was mailed this 6th day of June, 1991 to William F. Carr, P. O. Box 2208, Santa Fe, New Mexico 87504 and W. Thomas Kellahin, P. O. Box 2265, Santa Fe, New Mexico 87504.

James Bruce