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*NOT LICENSED IN NEW MEXICO

October 4, 1993

Florene Davidson
Oil Conservation Division
310 Old Santa Fe Trail
Santa Fe, New Mexico 87503

Re: (Application of Santa Fe Energy Operating Partners,
L.P. for an Unorthodox Gas Well Location, Eddy
County, New Mexico) Case No. 10,837

(Application of Santa Fe Energy Operating Partners,
L.P. for an Unorthodox Oil Well Location, Lea
County, New Mexico) Case No. 10,836

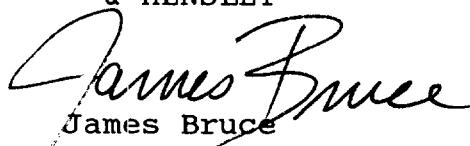
Dear Florene:

I am enclosing the original and three copies of a Pre-Hearing
Statement on behalf of Santa Fe Energy Operating Partners, L.P. for
filing in the above-referenced cases.

Thank you.

Very truly yours,

HINKLE, COX, EATON, COFFIELD
& HENSLEY


James Bruce

Enclosures

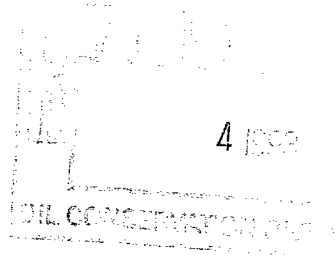
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STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

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

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



CASE NO. 10,837

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Applicant as required by the Oil Conservation Division.

APPEARANCE OF PARTIES

APPLICANT

Santa Fe Energy Operating
Partners, L.P.
Suite 1330
500 West Texas
Midland, Texas 79701
(915) 687-3551
Attention: C. Smith

ATTORNEY

James Bruce
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Post Office Box 2068
Santa Fe, New Mexico 87504-2068
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OPPOSITION OR OTHER PARTY

ATTORNEY

STATEMENT OF CASE

APPLICANT

Applicant requests approval of the unorthodox location for its North Pure Gold "9" Fed. Well No. 2 (Atoka and Morrow formations), based on geological considerations.

OPPOSITION

PROPOSED EVIDENCE

APPLICANT

	WITNESSES	EST. TIME	EXHIBITS
1.	Curtis Smith (Landman)	10 minutes	(a) Land plat. (b) Notice letter.
2.	Robert Seiler (Geologist)	10 minutes	(a) Isopachs of Morrow and Atoka formations. (b) Structure map. (c) Cross-section.

OPPOSITION

WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

Respectfully submitted,

HINKLE, COX, EATON, COFFIELD
& HENSLEY

A handwritten signature in cursive script, reading "James Bruce", is written over a horizontal line.

James Bruce
Post Office Box 2068
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Attorneys for Santa Fe Energy Operating
Partners, L.P.