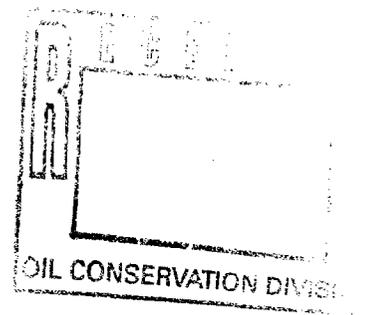


PROPOSED ADVERTISEMENT



Case No. 11077 : Application of Santa Fe Energy Operating Partners, L.P. for compulsory pooling, an unorthodox gas well location, and directional drilling, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the S $\frac{1}{2}$ of Section 18, Township 20 South, Range 34 East, forming a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within said vertical extent, including the undesignated West Lynch-Morrow Gas Pool. Said unit is to be dedicated to the Applicant's Sinagua 18 Fed. Com. No. 2 Well, to be drilled at an unorthodox surface location within said S $\frac{1}{2}$ proration unit 2041 feet from the South line and 2171 feet from the East line of the section. Applicant proposes to directionally drill said well to an unorthodox bottomhole location 1300 feet from the South and East lines of the section. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Applicant as operator of the well, and a charge for the risk involved in drilling said well. Said unit is located approximately 3 $\frac{1}{2}$ miles southwest of the Warren Gas Co. Compressor Station.

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