



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

October 27, 1997

Santa Fe Energy Resources, Inc.
c/o James Bruce
P. O. Box 1056
Santa Fe, New Mexico 87504

Re: Administrative application for two non-standard subsurface gas well locations for Santa Fe Energy Resources, Inc.'s Topaz "19" Federal Com Well No. 1 (API No. 30-025-22564) in Unit "N" of Section 19, Township 20 South, Range 34 East, NMPM, Undesignated West Lynch-Morrow Gas Pool or Undesignated Quail Ridge-Morrow Gas Pool, Lea County, New Mexico.

Dear Mr. Bruce:

Subsequent to my review of the subject application dated September 26, 1997, I found that this particular well had been the subject of a hearing in June, 1995 (Case 11296). What, if any, is the current status of Division Order No. R-10387, see copy attached. If the provisions of said order are no longer applicable, what information presented then is still applicable now and explain in detail any differences.

Should you have any questions concerning this matter, please contact me in Santa Fe at (505) 827-8185.

Sincerely,

A handwritten signature in black ink, appearing to read "Michael E. Stogner", written over a horizontal line.

Michael E. Stogner
Chief Hearing Officer/Engineer

cc: Oil Conservation Division - Hobbs
File: Case 11296