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*NOT LICENSED IN NEW MEXICO

April 2, 1996

Via Hand Delivery

Michael E. Stogner
Rand Carroll
New Mexico Oil Conservation Division
2040 South Pacheco
Santa Fe, New Mexico

Gentlemen:

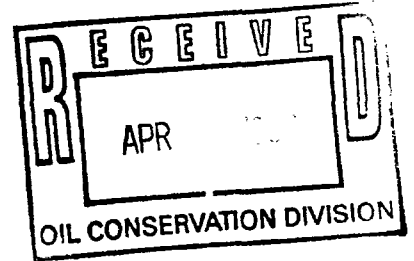
Enclosed are an original and one copy of a pre-hearing statement in Case 11491 (Santa Fe Energy, Inc.), filed on behalf of the applicant.

Very truly yours,

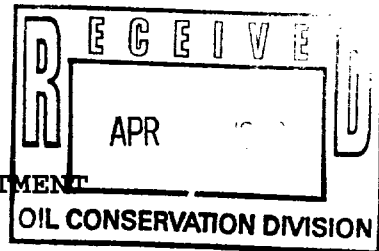
HINKLE, COX, EATON, COFFIELD
& HENSLEY, L.L.P.

James Bruce
James Bruce

ocdltr.4



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:

CASE NO. 11491

APPLICATION OF SANTA FE
ENERGY RESOURCES, INC.
FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO

PRE-HEARING STATEMENT

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

APPEARANCES OF PARTIES

APPLICANT

Santa Fe Energy Resources, Inc.
Suite 1330, 550 W. Texas
Midland, Texas 79701
Attn: Duke W. Roush
(915) 686-6630

ATTORNEY

James Bruce
Hinkle, Cox, Eaton, Coffield
& Hensley, L.L.P.
Post Office Box 2068
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(505) 982-4554

OPPOSITION OR OTHER PARTY

ATTORNEY

STATEMENT OF CASE

APPLICANT

Applicant seeks to pool the working interest of Meridian Oil Inc. into a well to be drilled at a standard location in the N½ of § 20 - 22 South - 28 East. The well will be drilled to test the Morrow formation. Applicant requests that Meridian's interest be pooled as to 40,160, and 320-acre well units.

OPPOSITION

PROPOSED EVIDENCE

APPLICANT

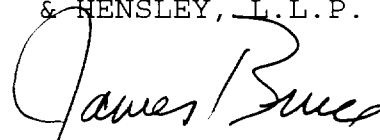
WITNESSES	EST. TIME	EXHIBITS
Duke W. Roush	10 min.	(a) Land plat (b) Correspondence (c) AFE (d) Notice letter
Gene Davis	10 min.	(a) Structure map (b) Isopach map (c) Cross-sections

OPPOSITION

WITNESSES	EST. TIME	EXHIBITS
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PROCEDURAL MATTERS

HINKLE, COX, EATON, COFFIELD
& HENSLEY, L.L.P.



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