



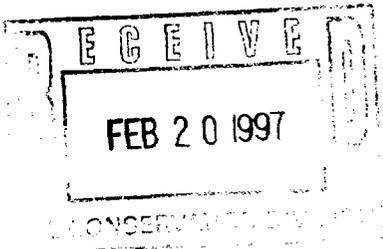
**Santa Fe Energy Resources, Inc.**

**CERTIFIED MAIL**

February 17, 1997

Mr. Robert E. Landreth  
505 N. Big Spring, Ste. 507  
Midland, Texas 79701

Mr. Dan Foland  
Amerada Hess Corporation  
P. O. Box 2040  
Houston, Texas 77252-2040



RE: **COMPULSORY POOLING**  
**CASE NO. 11715**  
**ORDER NO. R-10764**  
**T-22-S, R-34-E, Sec. 29: S/2**  
**Lea County, New Mexico**

*M.S.*

Gentlemen:

Referencing the above captioned acreage, please find enclosed herewith, a copy of Compulsory Pooling Order No. R-10764 and our associated AFE for the drilling of the Gaucho Unit No. 2 well.

Please advise Santa Fe of your election to participate or elect to non-consent under the order within 30 days of receipt hereof.

Please do not hesitate to call should you have any questions.

Very truly yours,

Joe Hammond  
Sr. Landman

cc:  New Mexico Oil Conservation Division  
2040 S. Pacheco St.  
Santa Fe, NM 87505



NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT

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

February 14, 1997

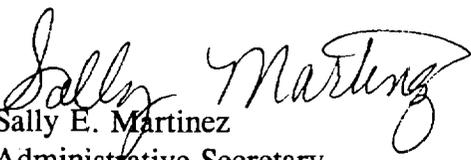
Mr. Jim Bruce  
Attorney At Law  
P. O. Box 1056  
Santa Fe, New Mexico 87504

**RE: CASE NO. 11715  
ORDER NO. R-10764**

Dear Mr. Bruce:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

  
Sally E. Martinez  
Administrative Secretary

cc: BLM - Carlsbad  
Taxation & Revenue Dept.  
B. Carr