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June 9, 1994

HAND DELIVERED

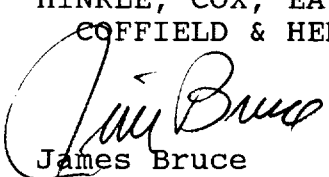
Florene Davidson
Oil Conservation Division
State Land Office Building
Santa Fe, New Mexico 87503

Dear Florene:

Due to a change in well location, Case 10989 has to be readvertised. Enclosed, at Mr. Morrow's request, is a proposed advertisement for the readvertised case.

Very truly yours,

HINKLE, COX, EATON,
COFFIELD & HENSLEY


James Bruce

JB:jr
Enclosure

JUN 9 1994

Case 10989: (Readvertised)

Application of Santa Fe Energy Operating Partners, L.P. for an unorthodox gas well location and non-standard gas proration unit, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox gas well location to be drilled 1600 feet from the North line and 1400 feet from the West line (Unit F) of irregular Section 7, Township 22 South, Range 24 East, Indian Basin-Upper Pennsylvanian Gas Pool. Lots 1 through 4 and the $E\frac{1}{2}W\frac{1}{2}$ ($W\frac{1}{2}$ equivalent) of said Section 7 ^{are} ~~is~~ to be dedicated to said well forming a non-standard 297.68-acre gas spacing and proration unit for said pool. Said unit is located approximately 4.5 miles south-southeast of the Marathon Oil Company Indian Basin Gas Plant.

JUN .. 9 1991