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March 8, 1990

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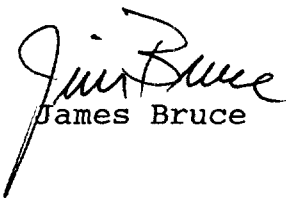
Ms. Florene Davidson
New Mexico Oil Conservation Division
310 Old Santa Fe Trail
Room 206
Santa Fe, New Mexico 87501

Dear Florene:

Enclosed are an original and two copies of an Application for an unorthodox well location for Santa Fe Energy. Please set this matter for the April 4, 1990 docket.

Very truly yours,

HINKLE, COX, EATON, COFFIELD &
HENSLEY

By:  James Bruce

JB:le
Enclosures

RECEIVED

MAR 12 1990

OIL CONSERVATION DIVISION

9900

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF SANTA FE ENERGY
OPERATING PARTNERS, L.P. FOR AN
UNORTHODOX GAS WELL LOCATION,
EDDY COUNTY, NEW MEXICO.

RECEIVED

MAR 12 1990

Case No.

9900

OIL CONSERVATION DIVISION

APPLICATION

Santa Fe energy Operating Partners, L.P. hereby applies for an Order approving an unorthodox gas well location, and in support thereof states:

1. Applicant is a working interest owner in the E $\frac{1}{2}$ of Section 10, Township 20 South, Range 24 East, N.M.P.M., Eddy County, New Mexico.

2. Applicant proposes to participate in the drilling of the Octillo ACI Fed. Well No. 1 at a location 660 feet from the North line and 660 feet from the East line of Section 10, the well will be drilled to a depth sufficient to test the Morrow formation (approximately 9,600 feet).

3. The E $\frac{1}{2}$ of Section 10 will be dedicated to the well.

4. The granting of this application is in the interests of conservation, the prevention of waste, and the protection of correlative rights.

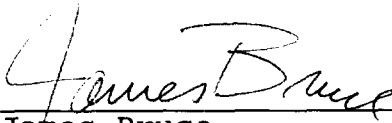
5. Applicant requests that this matter be heard at the April 4, 1990 Examiner hearing.

WHEREFORE, Applicant requests that, after hearing, the Division enter its Order approving the above-described unorthodox gas well location.

Dated: March 9, 1990.

Respectfully submitted,

HINKLE, COX, EATON, COFFIELD &
HENSLEY

By 
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