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August 15, 1990

*NOT LICENSED IN NEW MEXICO

Ms. Florene Davidson
New Mexico Oil Conservation
Division
P. O. Box 2088
Santa Fe, New Mexico 87504

Dear Florene:

Enclosed for filing is a pre-hearing report in Case No. 10049.

Very truly yours,

HINKLE, COX, EATON, COFFIELD &
HENSLEY

By: 
James Bruce

JB:le
Enclosure

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: 10049

APPLICATION OF SANTA FE ENERGY
OPERATING PARTNERS, L.P. FOR
COMPULSORY POOLING, EDDY COUNTY,
NEW MEXICO.

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AUG 17 1990

OIL CONSERVATION DIVISION

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Santa Fe Energy Operating Partners, L.P. as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Santa Fe Energy Operating
Partners, L.P.
500 W. Illinois, Suite 500
Midland, Texas 79701
Attention: Mr. Gary Green
(915) 687-3551

ATTORNEY

Hinkle, Cox, Eaton,
Coffield & Hensley
James Bruce
500 Marquette, N.W.
Suite 800
Albuquerque, N.M. 87102
(505) 768-1500

OPPOSITION OR OTHER PARTY

ATTORNEY

STATEMENT OF CASE

APPLICANT

(Please make a concise statement of what is being sought with this application and the reasons therefore.)

Applicant seeks to force pool all interests in all formations or pools from the surface to the base of the Morrow formation, whether spaced on 40, 160, or 320 acres. Santa Fe also seeks to be designated operator, approval of overhead and administrative charges, and to have a 200% penalty imposed on non-consenting interest owners.

OPPOSITION OR OTHER PARTY

(Please make a concise statement of the basis for opposing this application or otherwise state the position of the party filing this statement.)

Applicant is unaware of any opposition at this time.

PROPOSED EVIDENCE

APPLICANT

	WITNESS (Name and expertise)	EST. TIME	EXHIBITS
1.	Gary Green (Landman)	10 minutes	Land plat, letters to non-consenting parties, AFE, and notice letter.
2.	Robert Seiler (Geologist)	10 minutes	Structure map, production map, isopach, and cross-section.

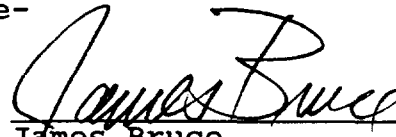
OPPOSITION

	WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
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PROCEDURAL MATTERS

(Please identify any procedural matters which need to be resolved prior to the hearing)

-None-

 8/15/90
James Bruce
Attorney for Applicants
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