

PROPOSED ADVERTISEMENT

10694

Application of Santa Fe Energy Operating Partners, L.P. for compulsory pooling, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the following described areas in Section 18, Township 20 South, Range 34 East, and in the following manner: The N $\frac{1}{2}$ forming a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within said vertical extent; and the NE $\frac{1}{4}$ forming a standard 160-acre gas spacing and proration unit for any and all formations and/or pools developed on 160-acre spacing within said vertical extent; and the NW $\frac{1}{4}$ NE $\frac{1}{4}$ forming a standard 40-acre oil spacing and proration unit for any and all formations and/or pools developed on 40-acre spacing within said vertical extent. Said unit is to be dedicated to the Applicant's Sinagua 18 Federal No. 1 Well, to be drilled at an orthodox location within said N $\frac{1}{2}$ proration unit. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of Applicant as operator of the well, and a charge for the risk involved in drilling said well. Said unit is located approximately _____.

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March 15, 1993

Florene Davidson
Oil Conservation Division
310 Old Santa Fe Trail
Santa Fe, New Mexico 87503

Dear Florene:

Enclosed for filing are an original and two copies of an Application for Compulsory Pooling, filed on behalf of Santa Fe Energy Operating Partners, L.P. Also enclosed is a proposed advertisement for the case. Please set this matter for the April 8, 1993 hearing.

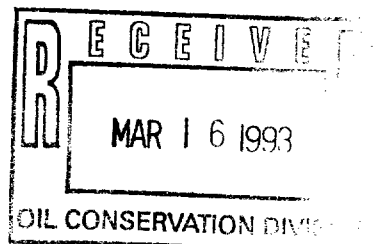
Very truly yours,

HINKLE, COX, EATON, COFFIELD
& HENSLEY

James Bruce

JB:frs
Enclosures

VIA HAND DELIVERY

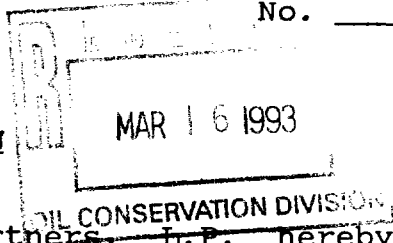


BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

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

No. 10694

APPLICATION



Santa Fe Energy Operating Partners, ~~L.P.~~ hereby makes application for an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the N $\frac{1}{2}$ of Section 18, Township 20 South, Range 34 East, N.M.P.M., Lea County, New Mexico, and in support thereof states:

1. Applicant is an interest owner and has the right to drill a well in the N $\frac{1}{2}$ of said Section 18.

2. Applicant proposes to drill a well in the N $\frac{1}{2}$ of Section 18, at an orthodox location 660 feet from the North line and 2,130 feet from the East line of the Section, to a depth sufficient to test the Morrow formation (approximately 13,700 feet), and seeks to dedicate the following acreage to the well:

(a) The N $\frac{1}{2}$ of Section 18 for all pools or formations spaced on 320 acres;

(b) The NE $\frac{1}{4}$ of Section 18 for all pools or formations spaced on 160 acres; and

(c) The NW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 18 for all pools or formations spaced on 40 acres.

Respectfully submitted,

HINKLE, COX, EATON, COFFIELD
& HENSLEY

A handwritten signature in cursive script that reads "James Bruce". The signature is written in black ink and is positioned above a horizontal line.

James Bruce
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Attorneys for Applicant