

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

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

No. 10,775

AFFIDAVIT REGARDING NOTICE

STATE OF NEW MEXICO)
) .ss
COUNTY OF SANTA FE)

Curtis D. Smith, being duly sworn upon his oath, deposes and states:

1. I am over the age of 18 and have personal knowledge of the matters stated herein.

2. I am a landman for Applicant herein.

3. Applicant has conducted a good faith, diligent effort to find the correct addresses of interest owners entitled to receive notice of the Application herein.

4. Notice of the Application was provided to the interest owners at their correct addresses by mailing them, by certified mail, a copy of the Application. Copies of the notice letters and certified return receipts are attached hereto.

5. The notice provisions of Rule 1207 have been complied with.

Curtis D. Smith
Curtis D. Smith

SUBSCRIBED AND SWORN TO before me this 6th day of October, 1993.

My commission expires:

8-15-95

Jose Romero
Notary Public

NEW MEXICO
OIL CONSERVATION DIVISION

Santa Fe EXHIBIT 2



Santa Fe Energy Operating Partners, L.P.

Santa Fe Pacific Exploration Company
Managing General Partner

CERTIFIED MAIL -
RETURN RECEIPT REQUESTED

July 7, 1993

To Persons on Attached List

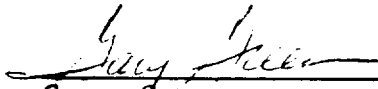
Re: Malaga Fed. 1 No. 2 Well
S/2 Sec. 1, T24S-R28E
Eddy County, New Mexico

Dear Sirs:

Enclosed to each of you is an Application for an unorthodox gas well location and simultaneous dedication filed at the New Mexico Oil Conservation Division by Santa Fe Energy Operating Partners, L.P., regarding the S/2 of Section 1, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico. Santa Fe's records indicate that each of you owns an interest offsetting the proposed unit. This matter has been scheduled for hearing on Thursday, July 29, 1993 at 8:15 a.m. at the Division's offices at 310 Old Santa Fe Trail, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date.

Very truly yours,

SANTA FE ENERGY OPERATING PARTNERS, L.P.
By: Santa Fe Pacific Exploration Company
Managing General Partner



Gary Green

GG/dss
Enclosure

Collins & Ware, Inc. ✓
303 W. Wall Ave., Ste 2200
Midland, Texas 79701

Eastland Oil Company ✓
P. O. Drawer 3488
Suite 560, One Marienfeld Place
Midland, Texas 79702

Enron Oil & Gas Company ✓
P. O. Box 2267
Midland, Texas 79702

Fortson Oil Company
301 Commerce St., Ste 3301
Ft. Worth, Texas 76102

Hallwood Energy Companies
3710 Rawlins, Ste 1500
Dallas, Texas 75219

Phillips Petroleum Company ✓
4001 Penbrook
Odessa, Texas 79762

Texaco, Inc.
P. O. Box 3109 ✓
Midland, Texas 79702

Harvey E. Yates Company
P. O. Box 1933
Roswell, New Mexico 88202

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and 2 for additional services.
- Complete items 3, and 4 b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:
 Eastland Oil
 P.O. Drawer 3488
 Midland, TX 79702

4a. Article Number
 P-322-148 924

4b. Service Type
 Registered Insured
 Certified COD
 Express Mail Return Receipt for Merchandise

7. Date of Delivery
 7-9-93

5. Signature (Addressee)

6. Signature (Agent)
 Paul B. Mann

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1991 • U.S.G.P.O.: 1992-307-530 **DOMESTIC RETURN RECEIPT**

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and 2 for additional services.
- Complete items 3, and 4 b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:
 Suxaco Inc
 P.O. Box 3109
 Midland, TX 79702

4a. Article Number
 P-322 148 919

4b. Service Type
 Registered Insured
 Certified COD
 Express Mail Return Receipt for Merchandise

7. Date of Delivery
 7/9/93

5. Signature (Addressee)

6. Signature (Agent)
 [Signature] JUL - 1993

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1991 • U.S.G.P.O.: 1992-307-530 **DOMESTIC RETURN RECEIPT**

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and 2 for additional services.
- Complete items 3, and 4 b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:
 Harvey E. Yates
 P.O. Box 1953
 Newell NM 88202

4a. Article Number
 P-322-149-181

4b. Service Type
 Registered Insured
 Certified COD
 Express Mail Return Receipt for Merchandise

7. Date of Delivery
 7/9/93

5. Signature (Addressee)

6. Signature (Agent)
 [Signature]

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1991 • U.S.G.P.O.: 1992-307-530 **DOMESTIC RETURN RECEIPT**

Thank you for using Return Receipt Service.

SENDER:

- Complete items 1 and 2 for additional services.
- Complete items 3, a, and b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:
 Phillips
 4001 Penbrook
 Odessa, Tx 79702

4a. Article Number
 P-322-148-920

4b. Service Type
 Registered Insured
 Certified COD
 Express Mail Return Receipt for Merchandise

7. Date of Delivery
 7-9-93

5. Signature (Addressee)
 [Signature]

6. Signature (Agent)
 [Signature]

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1991 * U.S.G.P.O.: 1992-307-530 **DOMESTIC RETURN RECEIPT**

SENDER:

- Complete items 1 and 2 for additional services.
- Complete items 3, a, and b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:
 Collins & Wase
 303 W. Wall # 2200
 Midland, Tx 79701

4a. Article Number
 P-322-148-925

4b. Service Type
 Registered Insured
 Certified COD
 Express Mail Return Receipt for Merchandise

7. Date of Delivery
 7-9-93

5. Signature (Addressee)
 [Signature]

6. Signature (Agent)
 [Signature]

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1991 * U.S.G.P.O.: 1992-307-530 **DOMESTIC RETURN RECEIPT**

SENDER:

- Complete items 1 and 2 for additional services.
- Complete items 3, a, and b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:
 [Illegible]

4a. Article Number
 P-322-148-922

4b. Service Type
 Registered Insured
 Certified COD
 Express Mail Return Receipt for Merchandise

7. Date of Delivery
 [Illegible]

5. Signature (Addressee)
 [Signature]

6. Signature (Agent)
 [Signature]

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1991 * U.S.G.P.O.: 1992-307-530 **DOMESTIC RETURN RECEIPT**

Thank you for using Return Receipt Service.

Thank you for using Return Receipt Service.

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/ or additional services.
- Complete items 3, and b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:
 Shortson Oil
 301 Commerce St #3301
 Ft. Worth, TX 76102

4a. Article Number:
 322 148 922

4b. Service Type

<input type="checkbox"/> Registered	<input type="checkbox"/> Insured
<input checked="" type="checkbox"/> Certified	<input type="checkbox"/> COD
<input type="checkbox"/> Express Mail	<input type="checkbox"/> Return Receipt for Merchandise

7. Date of Delivery
 1003

5. Signature (Addressee)

6. Signature (Agent)

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1991 * U.S.G.P.O. : 1992-307-530

DOMESTIC RETURN RECEIPT

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/ or additional services.
- Complete items 3, and b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:
 Hallwood Energy
 3710 Rawlins #1500
 Dallas, TX 75219

4a. Article Number:
 P-322-148-921

4b. Service Type

<input type="checkbox"/> Registered	<input type="checkbox"/> Insured
<input checked="" type="checkbox"/> Certified	<input type="checkbox"/> COD
<input type="checkbox"/> Express Mail	<input type="checkbox"/> Return Receipt for Merchandise

7. Date of Delivery
 7-12

5. Signature (Addressee)

6. Signature (Agent)

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1991 * U.S.G.P.O. : 1992-307-530

DOMESTIC RETURN RECEIPT

Thank you for using Return Receipt Service.

Santa Fe Energy Operating Partners, L.P.

Santa Fe Pacific Exploration Company
 Managing General Partner

CERTIFIED MAIL P 237 056 831

August 24, 1993

Graham Resources, Inc.
 109 Northpark Blvd.
 Covington, LA 70433
 Attn: Samuel A. Blaize

Re: Unorthodox Well Location
 Malaga "1" Fed. Com. #2
 S/2 Section 1, T-24-S, R-28-E
 Eddy County, New Mexico

Dear Gentlemen:

Enclosed is an Application for an unorthodox infill gas well location and simultaneous dedication in the S/2 of Section 1, T-24-S, R-28-E, Eddy County, New Mexico. Records indicate that you own an interest in the offsetting acreage. A hearing is set for September 9, 1993 at the Division's office. Failure to appear at this meeting will preclude you from contesting this matter at a latter date.

Very truly yours,

SANTA FE ENERGY OPERATING PARTNERS, L.P.
 By: Santa Fe Pacific Exploration Company
 Managing General Partner

By: Gary Green
 Gary Green, Division Landman

P 237 056 831



Receipt for Certified Mail

No Insurance Coverage Provided
 Do not use for International Mail
 (See Reverse)

Sent to	
Graham Resources, Inc.	
Street and No 109 Northpark Blvd.	
P.O. State and ZIP Code Covington, LA 70433	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

is your RETURN ADDRESS completed on the reverse side?

SENDER: • Complete items 1 and/or 2 for additional services. • Complete items 3, and 4a & b. • Print your name and address on the reverse of this form so that we can return this card to you. • Attach this form to the front of the mailpiece, or on the back if space does not permit. • Write "Return Receipt Requested" on the mailpiece below the article number. • The Return Receipt will show to whom the article was delivered and the date delivered.	I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.
	3. Article Addressed to: Graham Resources, Inc. 109 Northpark Blvd. Covington, LA 70433 Attn: Samuel A. Blaize
5. Signature (Addressee) <u>Samuel A. Blaize</u>	7. Date of Delivery
6. Signature (Agent) <u>G-2697</u>	8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1991 *U.S. GPO: 1992-323-402

DOMESTIC RETURN RECEIPT

Thank you for using Return Receipt Service



Santa Fe Energy Operating Partners, L.P.

Santa Fe Pacific Exploration Company
Managing General Partner

CERTIFIED MAIL P 237 056 832

August 24, 1993

Kaiser Francis Oil Company
6733 S. Yale
Tulsa, Oklahoma 74136
Attn: Eric Lowe

RE: Unorthodox Well Location
Malaga "1" Fed. Com. #2
S/2 Section 1, T-24-S, R-28-E
Eddy County, New Mexico

Dear Gentlemen:

Enclosed is an Application for an unorthodox infill gas well location and simultaneous dedication in the S/2 of Section 1, T-24-S, R-28-E, Eddy County, New Mexico. Records indicate that you own an interest in the offsetting acreage. A hearing is set for September 9, 1993 at the Division's office. Failure to appear at this meeting will preclude you from contesting this matter at a later date.

Very truly yours,

SANTA FE ENERGY OPERATING PARTNERS, L.P.
By: Santa Fe Pacific Exploration Company
Managing General Partner

By: *Gary Green*
Gary Green, Division Landman

P 237 056 832



Receipt for Certified Mail

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

Sent to	Kaiser Francis Oil Co.
Street and No.	6733 S. Yale
P.O., State and ZIP Code	Tulsa, Oklahoma 74136
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

is your RETURN ADDRESS completed on the reverse side?	SENDER:	() Do you wish to receive the following services (for an extra fee):
	<ul style="list-style-type: none"> • Complete items 1 and/or 2 for additional services. • Complete items 3, and 4a, b, c. • Print your name and address on the reverse of this form so that we can return this card to you. • Attach this form to the front of the mailpiece, or on the back if space does not permit. • Write "Return Receipt Requested" on the mailpiece below the article number. • The Return Receipt will show to whom the article was delivered and the date delivered. 	1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.
	3. Article Addressed to:	4a. Article Number:
	Kaiser Francis Oil Co. 6733 S. Yale Tulsa, Oklahoma 74136	P 237 056 832
	4b. Service Type:	
<input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail	<input type="checkbox"/> Insure <input type="checkbox"/> COD <input type="checkbox"/> Return Receipt for Merchandise	
5. Signature (Addressee):	7. Date of Delivery:	
<i>Eric Lowe</i>	8-26-93	
6. Signature (Agent):	8. Addressee's Address (Only if requested and fee is paid):	

Santa Fe Energy Operating Partners, L.P.

Santa Fe Pacific Exploration Company
Managing General Partner

CERTIFIED MAIL P 237 056 887

August 27, 1993

Kaiser Francis Oil Company
6733 S. Yale
Tulsa, Oklahoma 74136
Attn: Eric Lowe

RE: Unorthodox Well Location
Malaga "1" Fed. Com. #2
S/2 Section 1, T-24-S, R-28-E
Eddy County, New Mexico

Dear Gentlemen:

Pursuant to Santa Fe Energy Operating Partners, L.P.'s application for an unorthodox well location and simultaneous dedication scheduled for a September 9, 1993 hearing, Santa Fe Energy is requesting that Kaiser Francis Oil Company waive the twenty (20) day notification period.

If you agree to waive the twenty (20) day election notification please indicate your approval by signing in the space provided on page 2 of this letter and fax Santa Fe Energy a copy of this approval (Fax #915-686-6714). After faxing your answer please follow up by sending the hard copy of this letter to this office.

Should you have any questions, please contact me at (915-686-6630).

Yours very truly,

SANTA FE ENERGY OPERATING PARTNERS, L.P.
By: Santa Fe Pacific Exploration Company
Managing General Partner

By: 

Gary Green, Division Landman

GG:kt
Attachment

Central Division
550 W. Texas, Suite 1330
Midland, Texas 79701
915/687-3551

is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, and 4a & b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1. Addressee's Address
- 2. Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Kaiser Francis Oil Company
6733 S. Yale
Tulsa, Oklahoma 74136
Attn: Eric Lowe

4a. Article Number

P 237 056 887

4b. Service Type

- Registered Insured
- Certified COD
- Express Mail Return Receipt for Merchandise

7. Date of Delivery

8.30.93

5. Signature (Addressee)

6. Signature (Agent)

8. Addressee's Address (Only if requested and fee is paid)

Thank you for using Return Receipt Service.

PS Form 3811, December 1991

★U.S. GPO: 1992-323-402

DOMESTIC RETURN RECEIPT

PS Form 3800, Jun 1991

Send to:	Kaiser Francis
Street and No.	6733 S. Yale
P.O., State and ZIP Code	Tulsa, Oklahoma 74136
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	



Receipt for Certified Mail

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

P 237 056 887

Santa Fe Energy Operating Partners, L.P.

Santa Fe Pacific Exploration Company
Managing General Partner

CERTIFIED MAIL P 311 120 288

August 25, 1993

Graham Resources, Inc.
109 Northpark Blvd.
Covington, LA 70433
ATTN: Samuel A. Blaize

RE: Unorthodox Well Location
Malaga "1" Fed. Com. #2
S/2 Section 1, T-24-S, R-28-E
Eddy County, New Mexico

Dear Gentlemen:

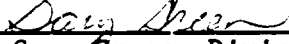
Pursuant to Santa Fe Energy Operating Partners, L.P.'s application for an unorthodox well location and simultaneous dedication scheduled for a September 9, 1993 hearing, Santa Fe Energy is requesting that Graham Resources, Inc. waive the twenty (20) day notification period.

If you agree to waive the twenty (20) day election notification please indicate your approval by signing in the space provided on page 2 of this letter and fax Santa Fe Energy a copy of this approval (Fax #915-686-6714). After faxing your answer please follow up by sending the hard copy of this letter to this office.

Should you have any questions, please contact me at (915-686-6630).

Yours very truly,

SANTA FE ENERGY OPERATING PARTNERS, L.P.
By: Santa Fe Pacific Exploration Company
Managing General Partner

By: 
Gary Green, Division Landman

GG:kt
Attachment

Central Division
550 W Texas, Suite 1330
Midland, Texas 79701
915/687-3551

P 311 120 288

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED
NOT FOR INTERNATIONAL MAIL
(See Reverse)

Sent to Graham Resources, Inc.	
Street and No. 109 Northpark Blvd.	
P.O. State and ZIP Code Covington, LA 70433	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$
Postmark or Date	

U.S.G.P.O. 1989-234-555

PS Form 3800, June 1985

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. Show to whom delivered, date, and addressee's address. (Extra charge) 2. Restricted Delivery (Extra charge)

<p>3. Article Addressed to:</p> <p>Graham Resources, Inc. 109 Northpark Blvd. Covington, LA 70433</p>	<p>4. Article Number</p> <p>P 311 120 288</p> <p>Type of Service:</p> <p><input type="checkbox"/> Registered <input type="checkbox"/> Insured</p> <p><input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD</p> <p><input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise</p> <p>Always obtain signature of addressee or agent and DATE DELIVERED.</p>
<p>5. Signature - Addressee</p> <p>X <i>[Signature]</i></p> <p>6. Signature - Agent</p> <p>X</p>	<p>8. Addressee's Address (ONLY if requested and fee paid)</p>
<p>7. Date of Delivery</p> <p>8-30-93</p>	

PS Form 3811, Apr. 1989

U.S.G.P.O. 1989-238-815

DOMESTIC RETURN RECEIPT