

20 1994

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION FOR POOL CONTRACTION
AND EXPANSION, EDDY COUNTY,
NEW MEXICO.

No. _____

APPLICATION

Applicant Santa Fe Energy Operating Partners, L.P. hereby

applies to the Division for an order contracting the

boundaries of the Indian Basin-Upper Pennsylvanian Gas Pool,
and extending the boundaries of the South Dagger Draw-Upper
Pennsylvanian Associated Pool, and in support thereof states:

1. Applicant owns leasehold working interests in the
above-described pools, or within one mile thereof.

2 The Indian Basin-Upper Pennsylvanian Gas Pool ("the
Gas Pool") includes, among other acreage, the following land:

Township 21 South, Range 23 East, N.M.P.M.

§ 14: All

3. A Well was previously completed in the Gas Pool in
said Section 14 as a gas well. Said well is now depleted.

4. The South Dagger Draw-Upper Pennsylvanian Associated
Pool ("the Associated Pool") was created for production of
hydrocarbons from the Cisco/Canyon formation. The interval
produced from the Associated Pool is the same dolomite
section, but structurally lower, as that produced in the Gas
Pool, and is the "oil leg" of the Cisco/Canyon interval.

5. A well has been completed or recompleted in Section
14 as an oil well in the Cisco/Canyon formation. Additional
wells are planned.

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Township 21 South, Range 23 East, N.M.P.M.

§ 14: All

3. A Well was previously completed in the Gas Pool in said Section 14 as a gas well. Said well is now depleted.

4. The South Dagger Draw-Upper Pennsylvanian Associated Pool ("the Associated Pool") was created for production of hydrocarbons from the Cisco/Canyon formation. The interval produced from the Associated Pool is the same dolomite section, but structurally lower, as that produced in the Gas Pool, and is the "oil leg" of the Cisco/Canyon interval.

5. A well has been completed or recompleted in Section 14 as an oil well in the Cisco/Canyon formation. Additional wells are planned.

6. As a result, future production from the Cisco/Canyon formation from the above-described acreage will be from the interval produced in the Associated Pool.

7. Therefore, Applicant requests that the Gas Pool be contracted to delete Section 14, Township 21 South, Range 23 East, and that the Associated Pool be expanded to include said acreage.

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

WHEREFORE, Applicant requests that, after hearing, the above relief be granted.

Respectfully submitted,

HINKLE, COX, EATON, COFFIELD
& HENSLEY

By:



James Bruce
Post Office Box 2068
Santa Fe, New Mexico 87504-2068
(505) 982-4554

Attorneys for Santa Fe Energy
Operating Partners, L.P.

PROPOSED ADVERTISEMENT

Case No. 11112: Application of Santa Fe Energy Operating Partners, L.P. for pool contraction and expansion, Eddy County, New Mexico. Applicant, in the above styled case, seeks to contract the boundaries of the Indian Basin-Upper Pennsylvanian Gas Pool by deleting therefrom Section 14 of Township 21 South, Range 23 East, N.M.P.M., and the concomittant expansion of the boundaries of the South Dagger Draw-Upper Pennsylvanian Associated Pool by adding said acreage to said pool. The subject acreage is centered approximately ___ miles _____ of the Marathon Oil Company Indian Basin Gas Plant.