

NEW MEXICO
OIL CONSERVATION DIVISION

EXHIBIT 1

CASE NO. 10890

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

No. 10, 890

AFFIDAVIT REGARDING NOTICE

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

James Strickler, 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.

SUBSCRIBED AND SWORN TO before me this 6th day of January, 1994, by James Strickler.

My commission expires:

Oct 28, 1997

before me this 6 day of January,

Alicia Richardson
Notary Public

NEW MEXICO
OIL CONSERVATION DIVISION

JGB5\93H81.d

EXHIBIT 2
CASE NO. 10890

Santa Fe Energy Operating Partners, L.P.

Santa Fe Pacific Exploration Company
Managing General Partner

CERTIFIED MAIL P 237 027 890

December 13, 1993

James H. Yates, Inc.
Colkelan Corporation
906 S. St. Francis Dr., Suite C
Santa Fe, New Mexico 87501

ATTN: Land Department

Re: Kachina 5 Federal #7
Application for an Unorthodox
Well Location
2130' FNL & 990' FWL
S/2 NW/4 Section 5
Township 18 South, Range 33 East
Lea County, New Mexico

Gentlemen:

Enclosed is a copy of an Application for an unorthodox oil well location filed at the New Mexico Oil Conservation Division by Santa Fe Energy Operating Partners, L.P. regarding the S/2NW/4 of Section 5, Township 18 South, Range 33 East, N.M.P.M., Lea County, New Mexico. Santa Fe's records indicate that you are an operator or lessee offsetting the proposed well unit. This matter has been scheduled for hearing on Thursday, January 6, 1994 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.

If you plan to enter an appearance in this matter, Division Memorandum 2-90 requests that you file a Pre-Hearing Statement with the Division, and send a copy thereof to the applicant, no later than 4:00 p.m. on Friday, December 31, 1993.

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

By: James R. J. Strickler
James R. J. Strickler, CPL
Senior Landman

Encl.
JS/kt
Permian Basin District
550 W. Texas, Suite 1330
Midland, Texas 79701
915/687-3551

PS Form 3800, June 1991

To: James H. Yates	
906 S. St. Francis, SC	
Santa Fe, New Mexico 87501	
Postage	\$
Certified Fee	
Special Delivery Fee	
Return to Delivery Fee	
Insurance Fee (Marking to Whom to Whom & Date Delivery)	
Indemnity Fee (Marking to Whom to Whom & Date Delivery)	
TOTAL Postage & Fees	\$
Postmark or Date	

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

P 237 027 890

Santa Fe Pacific Exp. ion Company
Managing General Partner

CERTIFIED MAIL P 237 027 886

December 13, 1993

Zachary Oil Operating
P.O. Box 80100
Midland, Texas 79709

Attn: Land Dept./Operations Dept.

Re: Kachina 5 Federal #7
Application for an Unorthodox
Well Location
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SANTA FE ENERGY OPERATING PARTNERS, L.P.
By: Santa Fe Pacific Exploration Company
Managing General Partner

By: James R. I. Strickler
James R. I. Strickler, CPL
Senior Landman

Pertuan Basin District
550 W Texas, Suite 1330
Midland, Texas 79701
915-687-3551

PS Form 3800, June 1991

Zachary Oil Operating	
P.O. Box 80100	
Midland, Texas.	
79709	
Postage	\$
Certified Fee	
Special Delivery Fee	
Inflation Mail Delivery Fee	
Return Receipt Shipping in Return & Date Shipped	
Return Receipt Shipping 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 237 027 886

Santa Fe Energy Operating Partners, L.P.

Santa Fe Pacific Exploration Company
Managing General Partner

CERTIFIED MAIL P 237 027 887

December 13, 1993

Cross Timbers Operating Company
3000 N. Garfield, Suite 250
Midland, Texas 79705

Attn: Land Dept./Operations Dept.

Re: Kachina 5 Federal #7
Application for an Unorthodox
Well Location
2130' FNL & 990 FWL
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Township 18 South, Range 33 East
Lea County, New Mexico

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

By: 
James R. J. Strickler, CPL
Senior Landman

Permian Basin District
550 W Texas Suite 1330
Midland Texas 79701
915 687-3551

PS Form 3800, June 1991

Send to: Cross Timbers Oper. Co. 3000 N. Garfield, Suite 250 Midland, Texas 79705	For info: \$	Enclosed items: \$	Special handling fee: \$	Registered Priority fee: \$	Return receipt required: \$	Insurance coverage provided: \$	Postage & fees: \$
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Receipt for
Certified Mail
No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

P 237 027 887

Santa Fe Energy Operating Partners, L.P.

Santa Fe Pacific Exploration Company
Managing General Partner

CERTIFIED MAIL P 237 027 888

B C & D Operating
P.O. Box 5926
Hobbs, New Mexico 88241

December 13, 1993

Attn: Land Department/ Operations Department

Re: Kachina 5 Federal #7
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Well Location
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SANTA FE ENERGY OPERATING PARTNERS, L.P.
By: Santa Fe Pacific Exploration Company
Managing General Partner

By: James R. J. Strickler, CPL
Senior Landman

Permian Basin District
550 W Texas, Suite 1330
Midland, Texas 79701
915-687-3551

PS Form 3800, June 1991

B C & D Operating	
P.O. Box 5926	
Hobbs, New Mexico 88241	
Postage	\$
Special Delivery Fee	
Special Delivery, Fee	
Return Receipt Requested	
Signature of Addressee	
Date and Address of Addressee	
Postage	\$

PS Form 3800, June 1991

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

P 237 027 888

Santa Fe Energy Operating Partners, L.P.

Santa Fe Pacific Exploration Company
Managing General Partner

CERTIFIED MAIL P 237 027 885

December 13, 1993

Harvey E. Yates Company
HEYCO Development Company
Spiral, Inc.
Explorers Petroleum Corporation
HEYCO Employees, Ltd.
P.O. Box 1933
Roswell, New Mexico 88202

Attn: Ms. Melissa Randle

Re: Kachina 5 Federal #7
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By: Santa Fe Pacific Exploration Company
Managing General Partner

By: 
James R. I. Strickler, CPL
Senior Landman

Permian Basin District
550 W Texas, Suite 1330
Midland, Texas 79701
915 687-3551

PS Form 3800, June 1991

Sent to Harvey E. Yates Co. P.O. Box 1933 Roswell, NM 88202-1933	
Package	\$
Postage & Fees	\$
Return Receipt Requested	
Return Receipt to be Sent to:	
Name, Address, City, State, Zip	
Date, and Addressee's Address	
TOTAL POSTAGE & FEES	
Postmark or Date	


Receipt for
Certified Mail
No Insurance Coverage Provide
Do not use for International Mail
(See Reverse)

P 237 027 885

Santa Fe Pacific Exploration Company
Managing General Partner

December 13, 1993

Attn: Mike Gooden

Re: Kachina 5 Federal #7
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Well Location
2130' FNL & 990 FWL
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Lea County, New Mexico

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By: Santa Fe Pacific Exploration Company
Managing General Partner

By: James R. J. Strickler
James R. J. Strickler, CPL
Senior Landman

Permian Basin District
550 W Texas Suite 1330
Midland Texas 79701
315 687 3551

PS Form 3800, June 1991

P 237 027 009



**Receipt for
Certified Mail**

No Insurance Coverage Provided
for Registered MailSM

(See Reverse)

TO:	OXY USA, INC.
F.O. #:	Box 50250
City, State, and ZIP Code:	Middland, Texas 79710
Postage:	\$
Certification Fee:	
Special Delivery Fee:	
Registered Delivery Fee:	
Return Receipt Showing to Return & Date Delivered:	
Return Receipt Showing to Whom, Date, and Addressee's Address:	
TOTAL Postage:	\$
Taxes:	

Postmark or Date:

R 33 E

31

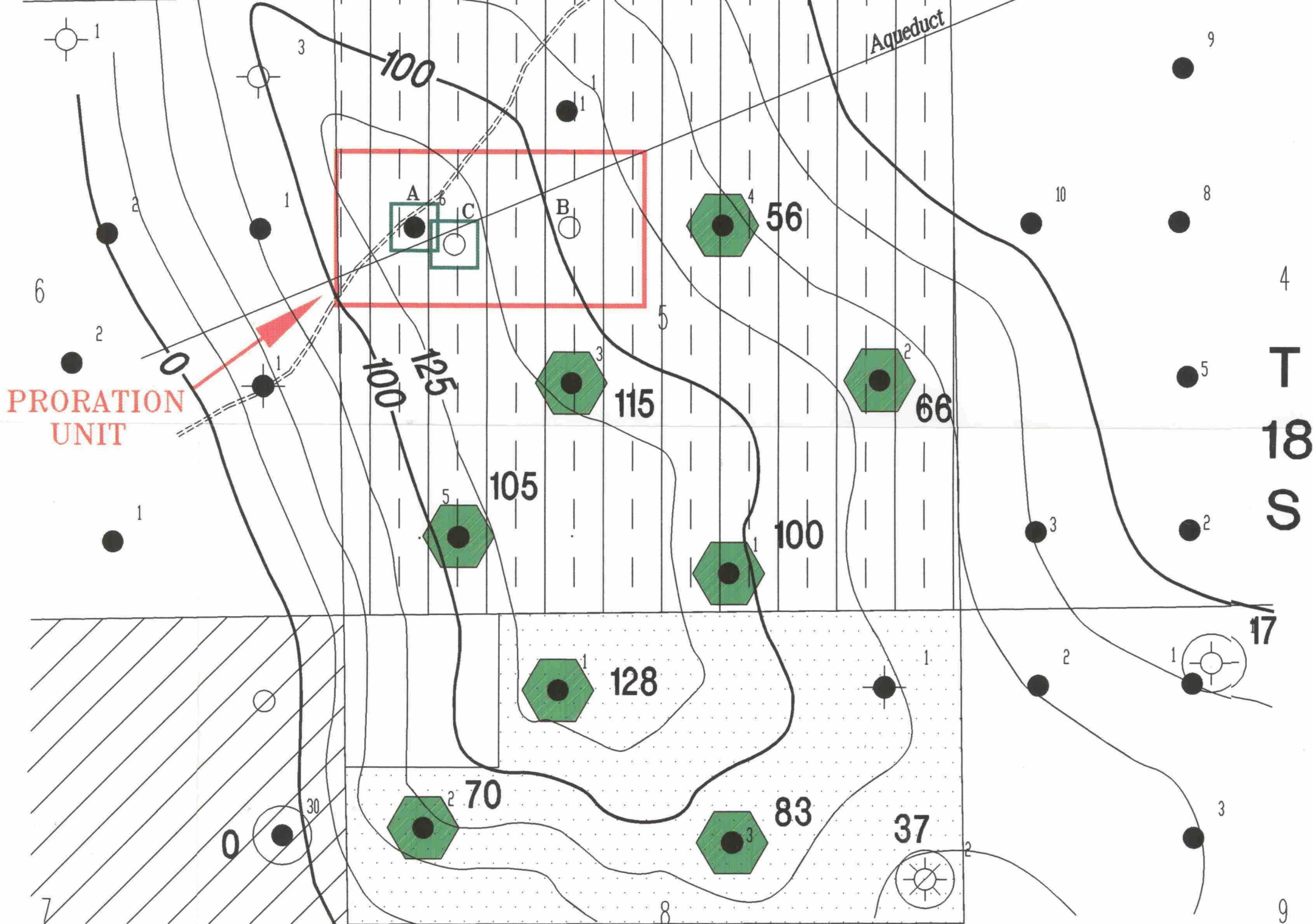
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33

NEW MEXICO
OIL CONSERVATION DIVISION

EXHIBIT 3

CASE NO. 10890



PRORATION
UNIT

Aqueduct

T
18
S



WOLFCAMP PRODUCER SOUTH CORBIN
FIELD, 80 ACRE SPACING



POSSIBLE DRILLSITE LOCATION



400' SQUARE DRILLING PAD

- A ORIGINAL PROPOSED ORTHODOX LOCATION OF
KACHINA "5" FED. #7, 1980' FNL & 660' FWL
- B OPTIONAL ORTHODOX LOCATION FOR
KACHINA "5" FED. #7, 1980' FNL & 1980' FWL
- C ACTUAL UNORTHODOX LOCATION OF
KACHINA "5" FED. #7, 2130' FNL & 990' FWL



Santa Fe Energy Operating Partners, LP.
CENTRAL DIVISION
MIDLAND, TEXAS

Lea South Area
SOUTH CORBIN PROSPECT
Lea County, New Mexico

ISOPACH MAP
WOLFCAMP 'AF' CLEAN CARBONATE
GR < 40 API UNITS

Geol. By: G. Davis
Scale: 1"=1000'

C.I.: 25'
Date: 12-28-93

Name: SCORHEAR.DWG

File: 2-D-17