Santa Fe Energy Operating Partners. L.P.

Santa Fe Pacific Exploration Company
Managing General Partner
CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Petro-Atlas Corporation 999 18th Street Suite 2908 Denver, Colorado 80202

ATTN: James Harden

November 22, 1988

BEFORE EXAMINER STOGNER
OIL CONSERVATION DIVISION

Santa Fe EXHIBIT NO.

CASE NO. 9563,9564 +9565

Re: Shinnery "14" Fed #2 Well
330' FSL and 660' FEL
Shinnery "14" Fed #3 Well
1980' FSL and 1980' FEL
Shinnery "14" Fed #4 Well
1980' FSL and 660' FEL
All in Sec. 14, T-18-S, R-32-E,

Lea County, New Mexico

Gentlemen:

Santa Fe Energy Operating Partners, L.P. hereby proposes the drilling of the three (3) referenced wells to be drilled as 10,200' Bone Springs test at a legal location in the appropriate 40 acre quarter sections to be allocated to these wells. Estimated costs for drilling each well is \$344,315.00 Dry Hole and \$758,562.00 completed.

Santa Fe invites you to join us in the drilling of these wells, and in this regard we have enclosed two (2) Cost Estimates (AFES). Should you choose to join in the drilling of these tests, please execute and return one copy of the AFE to the undersigned.

If you are not interested in drilling any of these tests, we would request that you farmout your interest in the applicable proration unit, delivering a 75% NRI with the option to convert any retained ORRI to a proportionate 25% WI at Payout of the well. All interests to be proportionately reduced to your interest in the lease and proration unit.

Once you have made your elections concerning each of these tests, the appropriate contracts will be forwarded for your execution.

Due to the considerable time required to secure commitments in the Shinnery "14" Fed #1, Santa Fe is in the process of filing for a Compulsory Pooling Action on each of the above wells at the Oil Conservation Division (OCD) for the State of New Mexico with the hearing date set for December 21, 1988. Therefore your immediate response to this proposal will be most appreciated. Also enclosed please find a copy of the Application to be filed with the OCD.

Permian Basin District 500 W. Illinois Suite 500 Midland, Texas 79701 915/587-3551 Page 2 Petro-Atlas Corporation November 22, 1988

Should you have any questions regarding these wells, please feel free to call.

Sincerely yours,

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

Bv:

Patrick J. Tower, Senior Landman

PJT/efw Encls a/s

Santa Fe Energy Operating Partners, L.P.

Santa Fe Pacific Exploration Company
Managing General Partner
CERTIFIED MAIL
RETURN RECEIPT REQUESTED

November 22, 1988

C. Daniel Walker & Wife, Jo Ann Walker P.O. Box 12508 Ft. Worth, Texas 76116

Re: Shinnery "14" Fed #2 Well
330' FSL and 660' FEL
Shinnery "14" Fed #3 Well
1980' FSL and 1980' FEL
Shinnery "14" Fed #4 Well
1980' FSL and 660' FEL
All in Sec. 14, T-18-S, R-32-E,
Lea County, New Mexico

Dear Mr. Walker:

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Permian Basin District 500 W. Illinois Suite 500 Midland, Texas 79701 915/687-3551 Page 2 C. Daniel Walker November 22, 1988

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

By:

Patrick

Senior Landman

PJT/efw Encls a/s

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999 18th Street #4 Thinky	Type of Service:
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Suite 2908 Denver, Colorado 80202 ATTN: James Harden	Express Mail Return Receipt for Merchandise
ATTN: James Harden	Always obtain signature of addresses
	or agent and DATE DELIVERED.
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Date of Delivery	
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Form 3811, Mar. 1988 • U.S.G.P.O. 1988-212	2-865 DOMESTIC RETURN RECEIPT
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OFFICIAL BUSINESS

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- Endorse article "Return Receipt Requested" adjacent to number.



PENALTY FOR PRIVATE USE; \$300 100 M

RETURN

TO

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Patrick J. Tower - Santa Fe Energy Company

Shinnery Well Proposals (3)

500 West Illinois, 5th Floor

Midland, Texas 79701

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D STATES POSTAL SERVICE OFFICIAL BUSINESS

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- Requested" adjacent to number.



PENALTY FOR PRIVATE USE, \$300

RETURN



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Tower Santa Fe

Shinnery Fed Wells

J West Illinois, 5th Floor 500 West

Midland. 79701

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