

STATE OF NEW MEXICO  
DEPARTMENT OF ENERGY AND MINERALS  
OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF  
SANTA FE ENERGY COMPANY FOR COMPULSORY  
POOLING, Eddy County, New Mexico

Case No. 8820

ENTRY OF APPEARANCE

COMES NOW PADILLA & SNYDER by and through Ernest L. Padilla and hereby enters its appearance on behalf of Santa Fe Energy Company in the above captioned cause.

PADILLA & SNYDER

By: 

Ernest L. Padilla  
Post Office Box 2523  
Santa Fe, New Mexico 87504-2523  
(595) 988-7577

PADILLA & SNYDER

ATTORNEYS AT LAW

200 W. MARCY, SUITE 212

P.O. BOX 2523

SANTA FE, NEW MEXICO 87504-2523

(505) 988-7577

January 27, 1986

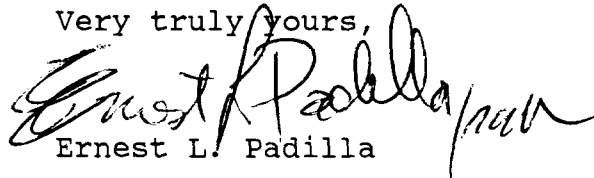
R, L,. Stamets, Director  
Oil Conservatiobn Division  
P.O. Box 2088  
Santa Fe, New Mexico 87504

Re: Santa Fe Energy Co. Application for Compulsory Pooling,  
Case No. 8820

Dear Mr. Stamets:

Enclosed find our Entry of Appearance in the above-referenced case. Our firm will be replacing the Hinkle Law firm in representing Santa Fe Energy Co in this hearing.

Very truly yours,

A handwritten signature in dark ink, appearing to read "Ernest L. Padilla", with a stylized flourish at the end.

Ernest L. Padilla

ELP/rgw

PADILLA & SNYDER

ATTORNEYS AT LAW

200 W. MARCY, SUITE 212

P.O. BOX 2523

SANTA FE, NEW MEXICO 87504-2523

(505) 988-7577

January 30, 1986

HAND--DELIVERY

W. Thomas Kellahin  
Kellahin and Kellahin  
Attorneys at Law  
P.O. Box 2265  
El Patio - 117 North Guadalupe  
Santa Fe, New Mexico 87504-2265

Re: Santa Fe Energy Company, OCD Compulsory Pooling  
Case No. 8820

Dear Tom:

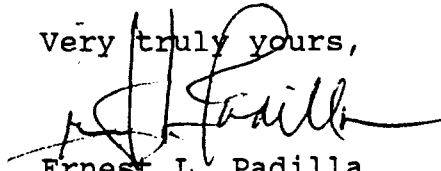
I have your letter of January 29th, wherein you ask whether we would oppose a continuance due to your allegations of insufficient notice under Rule 1207 of the Rules of the Oil Conservation Division.

First of all, should you ask for a continuance we will object to such continuance. Your letter does not state with any specificity what particular provision of Rule 1207 was not complied with leading to your conclusion. We are prepared to show that Exxon Corporation has known of the compulsory pooling action since January 10th, on which date Exxon was informed thereof during a meeting between Doug Robison of Exxon and Pat Tower of Santa Fe Energy. On January 20th, a copy of the Forced Pooling Application was hand-delivered to Doug Robison.

We believe that the true intent of your request for continuance is that Exxon knows that Santa Fe Energy is under tremendous pressure due to a farmout expiration on its acreage on February 19, 1986.

Accordingly, please be advised that we will object to your request for a continuance.

Very truly yours,

  
Ernest L. Padilla

cc: Pat Tower  
R.L. Stamets--OCD

PADILLA & SNYDER

ATTORNEYS AT LAW

200 W. MARCY, SUITE 212

P.O. BOX 2523

SANTA FE, NEW MEXICO 87504-2523

(505) 988-7577

February 3, 1986

HAND-DELIVERY

W. Thomas Kellahin  
Kellahin & Kellahin  
P.O. Box 2265  
117 N. Guadalupe Street  
Santa Fe, New Mexico 87501

Re: Santa Fe Energy Co. OCD Case 8820

Dear Tom:

I have learned that late Friday afternoon Santa Fe Energy Company was granted a farmout extension on its leased acreage in Section 24, T22S, R27E, Eddy County. After consultation with my clients, we hereby withdraw our objection for continuance as stated in my Jan. 30 letter to you.

By copy of this letter I am notifying the Oil Conservation Division of our concurrence with your request for a continuance of two weeks.

Very truly yours,

Ernest L. Padilla

ELP/rgw

cc: Pat Tower

— R.L. Stamets, OCD

Jason Kellahin  
W. Thomas Kellahin  
Karen Aubrey

KELLAHIN and KELLAHIN  
*Attorneys at Law*  
El Patio - 117 North Guadalupe  
Post Office Box 2265  
Santa Fe, New Mexico 87504-2265

Telephone 982-4285  
Area Code 505

March 3, 1986

RECEIVED

MAR 8 1986

Mr. Richard L. Stamets  
Oil Conservation Division  
P. O Box 2088  
Santa Fe, New Mexico 87501

OIL CONSERVATION DIVISION

"Hand Delivered"

Re: Santa Fe Energy Corporation  
NMOCD Case 8820

Dear Mr. Stamets:

Our firm represents Exxon Corporation and opposed the referenced Santa Fe Energy forced pooling case before Examiner Stogner on February 19, 1986.

We believe that this case represents a case of first impression for the Commission and requires your careful consideration. Enclosed for your consideration is a proposed order denying the Santa Fe Energy application.

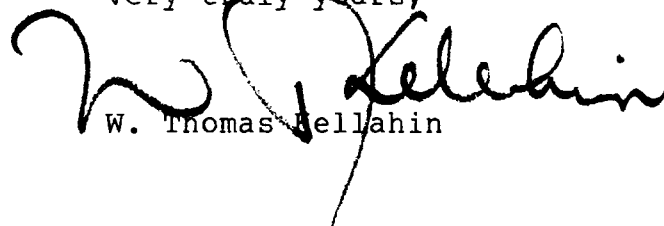
The issues to be resolved are:

Can the Division deny a force pooling application where the applicant has failed to reach a voluntary agreement only because the applicant seeks to orientate the forced pooled unit to increase its share of reservoir volume at the expense of the parties to be pooled; and

Can the Division deny a force pooling application where the applicant can form a voluntary unit by simply orientating the unit in a different direction.

We believe that both issues are answered yes and the application must be denied.

Very truly yours,

  
W. Thomas Kellahin

WTK:ca  
Enc.

KELLAHIN and KELLAHIN

Mr. Richard L. Stamets  
March 3, 1986  
Page 2

cc: William T. Duncan  
Exxon Company, USA  
P. O. Box 1700  
Midland, Texas 79702

Ernest L. Padilla, Esq.  
P. O. Box 2523  
Santa Fe, New Mexico 87504

Mr. Michael Stogner  
Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87504

STATE OF NEW MEXICO  
DEPARTMENT OF ENERGY AND MINERALS  
OIL CONSERVATION DIVISION

IN THE MATTER OF THE  
APPLICATION OF SANTA FE  
ENERGY COMPANY FOR  
COMPULSORY POOLING,  
EDDY COUNTY, NEW MEXICO.

CASE: 8820  
ORDER: R-

EXXON CORPORATION'S PROPOSED  
ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 A.M. on February 19, 1986, at Santa Fe, New Mexico before Examiner Michael E. Stogner.

NOW, on this \_\_\_\_ day of March, 1986, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

- (1) That due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Santa Fe Energy Company, seeks an order pooling all mineral interests in the Strawn and Morrow formations underlying the W/2 of Section 24, T22S, R27E, Eddy County, New Mexico.
- (3) That Santa Fe Energy has 100% of the right to drill and develop the S/2 of Section 24 as a result of a farmout from Kerr-McGee Corporation.
- (4) That Santa Fe Energy has a well location within the NW/4SW/4 of Section 24 which Santa Fe Energy considers to be the optimum location at which to drill the first well in Section 24.
- (5) That Exxon Corporation appeared in opposition to Santa Fe Energy's application.

Case: 8820  
Order R-

(6) That despite having an acceptable well location within the S/2 of Section 24 and despite having the ability to form a voluntary S/2 spacing unit, Santa Fe Energy seeks to orient the spacing unit for a W/2 Unit and to drill the well on acreage controlled by Spectrum 7 in the SW/4NW/4.

(7) That Santa Fe Energy has no interest in the NW/4 of Section 24 and seeks to drill the subject well on acreage controlled by Spectrum 7.

(8) That Exxon Corporation seeks the formation of laydown spacing units in Section 24 and has obtained the voluntary commitment of 75% of the working interests in the N/2 of Section 24 for a well to be drilled by Exxon in the N/2 of Section 24.

(9) That without first attempting to form a voluntary unit of the W/2 of Section 24, Santa Fe Energy notified Exxon on January 10, 1986, that it would seek to force pool Exxon's interest.

(10) That Santa Fe Energy's geological evidence, (including its Exhibit 6, enclosed) demonstrates that the S/2 of Section 24 has a thicker net Strawn interval than the N/2.

(11) That Santa Fe Energy's geological evidence (Exhibit 6) demonstrates that its requested location in the SW/4NW/4 is projected to encounter less of the Strawn interval than a location in the S/2 of Section 24.

(12) That Santa Fe Energy presented evidence that it was more important to maximize the thickness of the reservoir than to gain structure when attempting to drill a successful Strawn well in this area.

(13) That geological evidence presented by both Exxon and Santa Fe Energy demonstrated that a N/2-S/2 orientation most closely conforms to the projected orientation of the reserves underlying Section 24 and will be the orientation most likely to encourage proper development of Section 24.

(14) That the N/2 of Section 24 has the greatest reservoir volume and the S/2 of Section 24 the least.

(15) That a W/2 orientation sought by Santa Fe Energy will result in the violation of the correlative rights of the owners in the N/2, including Exxon.



Case: 8820  
Order R-

(16) That if the Division approves a W/2 orientation sought by Santa Fe Energy, it will result in Santa Fe Energy receiving a 47% increase in the reservoir volume in the Strawn formation and a corresponding loss to Exxon of 27% of the reservoir volume.

(17) That Santa Fe Energy's application will violate correlative rights, will not properly allocate reserves among owners in Section 24, is not required in order for Santa Fe Energy to drill an acceptable well location, and is not needed in order for Santa Fe Energy to form a 320-acre unit.

(18) That Santa Fe Energy has failed to demonstrate a good faith attempt to form a voluntary unit and is not entitled to utilize forced pooling in this case.

(19) That the application of Santa Fe Energy should be DENIED.

IT IS THEREFORE ORDERED:

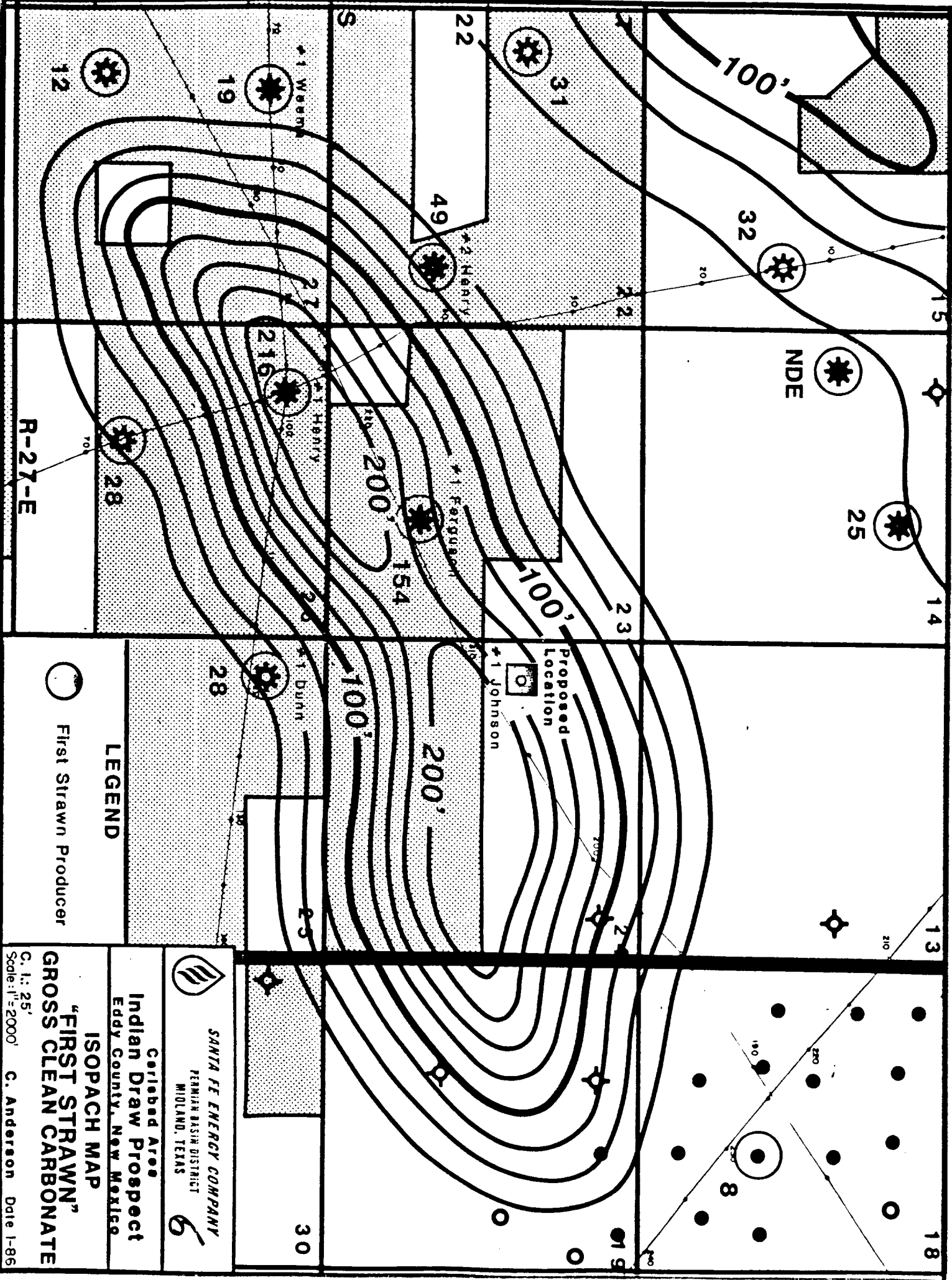
(1) That the application of Santa Fe Energy Company is hereby DENIED.

(2) That jurisdiction of this case is retained by the Division for the entry of such additional orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

State of New Mexico  
Oil Conservation Division

RICHARD L. STAMETS  
Director



**SANTA FE ENERGY COMPANY**  
PERMIAN BASIN DISTRICT  
MIDLAND, TEXAS

Carlebed Area  
**Indian Draw Prospect**  
Eddy County, New Mexico

**ISOPACH MAP**  
**"FIRST STRAWN"**  
**GROSS CLEAN CARBONATE**  
C. 1: 25'  
Scale: 1"=2000' C. Anderson Date 1-86

PADILLA & SNYDER

ATTORNEYS AT LAW

200 W. MARCY, SUITE 212

P.O. BOX 2523

SANTA FE, NEW MEXICO 87504-2523

(505) 988-7577

RECEIVED

March 4, 1986

MAR 4 1986

OIL CONSERVATION DIVISION

HAND DELIVERED

Mr. Richard L. Stamets  
Oil Conservation Division  
State Land Office Building  
Santa Fe, New Mexico

Re: Application of Santa Fe Energy Company for  
Compulsory Pooling; Case No. 8820

Dear Mr. Stamets:

I have today received a copy of Mr. Kellahin's letter to you dated March 3, 1986 wherein he has raised two novel issues. This letter responds to Mr. Kellahin's letter.

Both of Mr. Kellahin's questions affect and reach to land ownership which in this case should only have minimal significance. Our case was based upon reasonable development of Section 24. In order to reasonably develop Section 24, a west half proration unit, as proposed by Santa Fe Energy Company, will maximize production from Section 24. The evidence we presented at the hearing of this matter will support this conclusion. In addition, our testimony and evidence included a choice of standard locations equally acceptable to Santa Fe Energy Company at 1980 from the north line and 660 from the west line. The other location was at a legal location 1980 from the south line and 660 from the west line of Section 24. The only reason that Santa Fe Energy Company chose the 1980 from the north and 660 from the west location was that it was slightly up-dip from the other legal location.

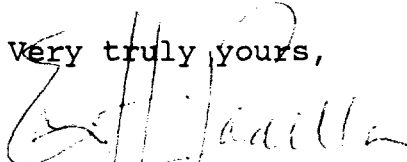
Mr. Richard L. Stamets  
March 4, 1986  
Page 2

The fact situation presented by the land ownership in Section 24 is not a case of first impression. The reason that Mr. Kellahin's issues are not cases of first impression is simply that conservation takes precedence over land ownership. In fact, we presented evidence showing that wells located in the northwest quarter and the southwest quarter of Section 24 on lay-down units would not adequately drain Section 24, thus creating waste. Prevention of waste is a paramount duty of the Oil Conservation Division and is paramount to the issue of protection of correlative rights, which Mr. Kellahin appears to be raising in his letter. See Continental Oil Company v. Oil Conservation Commission, 70 N.M. 310, 373 P.2d 809, 1962.

Finally, the Division should decide this case, not according to the manner of how proration units ought to be oriented, but on how best to recover the hydrocarbons underlying Section 24. We submit that stand-up units as proposed by Santa Fe Energy Company will enhance production and more efficiently and effectively recover hydrocarbons from Section 24. The Division should decide this case on the evidence presented. As you well know, the issue of lay-down versus stand-up units in New Mexico is as old as conservation of oil and gas and rectangular spacing and proration units.

The application of Santa Fe Energy Company should be approved and should not be unduly delayed since Santa Fe Energy Company is now on a farmout extension on its acreage.

Very truly yours,



Ernest L. Padilla

ELP:jmo

Copies: Santa Fe Energy Company  
W. Thomas Kellahin, Esq.



STATE OF NEW MEXICO  
**ENERGY AND MINERALS DEPARTMENT**  
OIL CONSERVATION DIVISION

TONEY ANAYA  
GOVERNOR

March 26, 1986

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-5800

Mr. Ernest L. Padilla  
Padilla & Snyder  
Attorneys at Law  
P. O. Box 2523  
Santa Fe, New Mexico

Re: CASE NO. 8820  
ORDER NO. R-8195

Applicant:

Santa Fe Energy Company

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

R. L. STAMETS  
Director

RLS/fd

Copy of order also sent to:

Hobbs OCD x  
Artesia OCD x  
Aztec OCD           

Other Thomas Kellahin

RETURN THIS COPY TO:  
SANTA FE ENERGY CO.



500 West Illinois  
Midland, Texas 79701  
915/687-3551

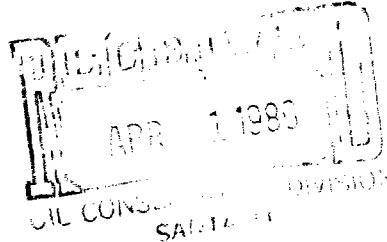
March 27, 1986

HAND DELIVERED TO  
SPECTRUM 7 ENERGY CORPORATION CORPORATION  
Received by Karen Myers  
Date 3-27-86

Re: NMOCD Case #8820, Order #R-8195  
OD-NM-617,056  
Johnson #1  
1980' FNL and 660' FWL  
Sec. 24, T-22-S, R-27-E  
Eddy County, New Mexico  
Indian Draw Prospect  
Carlsbad Area

Spectrum 7 Energy Corporation  
P.O. Box 10626  
Midland, Texas 79702

ATTN: Mike Childers  
Landman



Gentlemen:

Pursuant to that certain State of New Mexico Energy and Minerals Department Oil Conservation Division Order No. R-8195, enclosed please find two (2) copies of an itemized schedule of the estimated well costs (AFE) for the referenced well. Consistent with Santa Fe Energy Company's testimony in the referenced case, please note that the enclosed AFE has been reduced from the one presented in the hearing for said case. This revised AFE reflects the elimination of an intermediate string of pipe as well as cost reductions offered in the industry since the preparation on the previous AFE. Based on Santa Fe Energy Company's drilling experience in this area (i.e. Dunn #1, Henry #2, Ferguson #1), it is felt that such a revised drilling program will meet with success. At the same time, it will also be more cost effective to the working interest owners.

Under this Order #R-8195 (copy enclosed), it is requested that your company make its election as called for in ordering Paragraph No. 4. Although the Order allows for more response time, it is requested that your company make its election by April 18th, 1986. This request stems from the required April 20th commencement date required of Santa Fe Energy Company under its farmout agreement. As previously stated, Santa Fe would prefer to enter into a voluntary agreement and thus avoid this order. In this regard, should Spectrum desire to join in the drilling of the proposed test, it would be requested that you execute and return one (1) copy of the extra signature page to the Operating Agreement furnished to your company on January 17, 1986, as well as one (1) copy of the enclosed AFE.

In an effort to expedite the drilling of this well, Santa Fe Energy Company would like to meet with representatives of your company at your earliest convenient date. The early part of next week would be preferable for Santa Fe. Hopefully through such a meeting we can arrive at some mutual understanding on how to proceed.

Your assistance and cooperation in this matter will be appreciated.

Sincerely yours,

A handwritten signature in cursive script that reads "Patrick J. Tower".

Patrick J. Tower  
Senior Landman

PJT/efw1435-1

1 Encl a/s

cc: Bill Schaefer - Exp. Manager  
Hugh Boyt - Prod. Manager  
Vernon Dyer - Dist. Landman  
Tim Parker - Dist. Geologist

State of New Mexico/W Cost Estimate  
Kriti Exploration, Inc./W Cost Estimate  
Ernie Padilla

09-Mar-86

## SANTA FE ENERGY COMPANY

## WELL COST ESTIMATE

NAME: Johnson No. 1  
 LOC: Section 24-T22S-R27E, Eddy County, New Mexico  
 DESC: Drill and complete 12,300' Morrow Test

ACCOUNT	DESCRIPTION OF COSTS	DRY HOLE	PRODUCER
511-000	TANGIBLE WELL COSTS		
-001	CONDUCTOR CSG	3,000	3,000
-002	SURFACE CSG	13-3/8" 48.0 ppf H-40 @ 200' @ \$18.55/ft	3,710
-003	PROTECTION CSG	9-3/8" 36.0 ppf K-55 @ 2700' @ \$13.77/ft	37,180
	DRILLING LINER		
-004	PROD CSG	5-1/2" 17.0ppf K-55,N-80 & S-95 @ 12300'	102,245
-005	PROD LINER		
-012	CSG EQUIP	930	1,680
-015	TUBING	2-3/8" 4.7ppf N-80 EUE @ 12,300 @ \$3.49/ft	42,930
-021	TUBING EQUIP		
-024	RODS		
-026	ROD EQUIP		
-029	SUESURFACE PMPS		
-031	OTHER DWN HOLE EQUIP	Guiberson UNI-VI pkr, On/off tool	6,500
-038	WELLHEAD	9-3/8" x 5-1/2" x 2-3/8" EUE 5000# WP	25,500
-042	PMFG UNIT	2,000	
-046	PRIME MOVER		
-054	ELECTRICAL		
-064	MLSC. TANGIBLES		
	TOTAL TANGIBLE COSTS	46,820	222,745
54X-000	LEASE FACILITY COSTS		
-075	FLOW LINES		14,100
-079	TANK FACILITIES		17,900
	OTHER PROD EQUIP		36,850
	LABOR		16,630
	TOTAL LEASE FACILITY COSTS	0	85,480
521-000	INTANGIBLE WELL COSTS		
-127	LOCATION	45,250	45,250
-200	CONTRACTOR MOVING EXP	25,000	25,000
-201	CONT FOOTAGE OR TURNKEY		
-202	CONTRACTOR DAY WORK	40 @ \$4000/d	160,000
-205	COMPLETION UNIT		26,400
-208	DRLG FLUID & ADDITIVES	59,800	59,800
-212	WTR & FUEL FOR RIG	25,000	25,000
-215	BITS & REAMERS		
-217	CORING & CORE ANALYSES		
-219	CEMENT	12,770	21,100
-221	OPEN HOLE LOGGING	12,000	12,000
-223	DRILL STEM TSTG		
-225	MUD LOGGING	35 @ \$350/d	12,250
-227	DIRECTIONAL DRLG SURVEYS		
-229	COMPLETION TOOL RENTAL		6,400
-230	DRILLING EQUIP RENTAL	18,010	20,320
-231	TRANSPORTATION	2,400	8,405
-236	TESTING: BHP, GOR, 4 PT. POT		6,800
-238	CASID HOLE LOGS & PERFING		20,000
-241	STIMULATION		15,000
-244	INSPECTION & TSTG OF TANG	15,200	17,200
-246	RIG SITE SUPERVISION	45 @ \$260/d	11,700
-251	FENCING	1,500	1,500
-256	FSHG TOOLS & EXPENSES	10,000	10,000
-664	ADMINISTRATIVE OVERHEAD	4,800	4,800
	ABANDONMENT COST	7,000	
	OTHER INTANGIBLES	15,000	15,000
0	CONTINGENCY (5%)	21,884	26,391
	TOTAL INTANGIBLES	459,564	554,216
	TOTAL COSTS	506,384	862,441

Estimated By: Nicholas R. BurtonDate: 3/10/86SFEC Approved By: Wayne J. BestDate: 3/11/86

Non Operator Approval By: \_\_\_\_\_

Date: \_\_\_\_\_



HINKLE, COX, EATON, COFFIELD & HENSLEY

LEWIS C. COX  
PAUL W. EATON  
CONRAD E. COFFIELD  
HAROLD L. HENSLEY JR.  
STUART D. SHANOR  
C. D. MARTIN  
PAUL J. KELLY JR.  
OWEN M. LOPEZ  
DOUGLAS L. LUNSFORD  
T. CALDER EZZELL JR.  
WILLIAM B. BURFORD\*  
RICHARD E. OLSON  
RICHARD A. SIMMS  
DEBORAH NORWOOD\*  
RICHARD R. WILFONG\*  
STEVEN D. ARNOLD  
JAMES J. WECHSLER  
NANCY S. CUSACK  
JEFFREY L. FORNACIARI  
JEFFREY D. HEWETT\*

JAMES BRUCE  
JERRY F. SHACKELFORD\*  
ALBERT L. PITTS  
FRED W. SCHWENDIMANN  
THOMAS D. HAINES, JR.  
THOMAS M. WNASKO  
MICHAEL F. MILLERICK  
FRANKLIN H. MCCALLUM\*  
ALLEY G. HARVEY\*  
GREGORY J. NIBERT  
JUDY K. MOORE\*  
DAVID T. MARKETTE\*  
JAMES R. MCADAMS\*  
BRUCE R. ROGOFF  
JAMES M. HUDSON  
MACDONNELL GORDON  
REBECCA J. NICHOLS  
PAUL R. NEWTON  
WILLIAM P. JOHNSON\*

OF COUNSEL  
ROY C. SNODGRASS, JR.  
O. M. CALHOUN  
MACK EASLE\*  
JOE W. WOOD\*

CLARENCE E. HINKLE (904985)  
W. E. BONDURANT, JR. (9134973)  
ROBERT A. STONE (1105-686)

\*NOT LICENSED IN NEW MEXICO

ATTORNEYS AT LAW

218 MONTEZUMA

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SANTA FE, NEW MEXICO 87504-2068

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1700 TEXAS AMERICAN BANK BUILDING  
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(806) 372-5569

700 UNITED BANK PLAZA  
POST OFFICE BOX 10  
ROSWELL, NEW MEXICO 88201  
(505) 622-6510

July 9, 1986

Florene Davidson  
New Mexico Oil Conservation Division  
P.O. Box 2088  
Santa Fe, New Mexico 87504

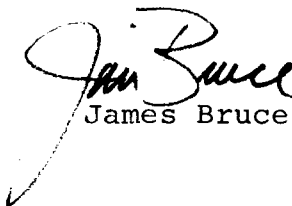
RE: Case No. 8820; Application of Santa Fe Energy Company  
to Reopen Case No. 8820 for Compulsory Pooling

Dear Florene:

This letter is to confirm that Santa Fe Energy Company  
requests the above matter be continued to the July 23, 1986  
examiner hearing.

Very truly yours,

HINKLE, COX, EATON,  
COFFIELD & HENSLEY

  
James Bruce

JGB/mh

HINKLE, COX, EATON, COFFIELD & HENSLEY

LEWIS C. COX  
PAUL W. EATON  
CONRAD E. COFFIELD  
HAROLD L. HENSLEY JR.  
STUART D. SHANOR  
C. D. MARTIN  
PAUL J. KELLY JR.  
OWEN M. LOPEZ  
DOUGLAS L. LUNSFORD  
T. CALDER EZZELL, JR.  
WILLIAM B. BURFORD  
RICHARD E. OLSON  
RICHARD A. SIMMS  
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JEFFREY D. HEWETT

JAMES BRUCE  
JERRY F. SHACKELFORD  
ALBERT L. PITTS  
FRED W. SCHWENDIMANN  
THOMAS D. HAINES, JR.  
THOMAS M. HNASKO  
MICHAEL F. MILLERICK  
FRANKLIN H. MCCALLUM  
ALLEN G. HARVEY  
GREGORY J. NIBERT  
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AMIS R. MCADAMS  
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JAMES H. HUDSON  
MACDONNELL GORDON  
REBECCA J. NICHOLS  
PAUL R. NEWTON  
WILLIAM R. JOHNSON

ATTORNEYS AT LAW

218 MONTEZUMA

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(806) 372-5569

700 UNITED BANK PLAZA  
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ROSWELL, NEW MEXICO 88201  
(505) 622-6510

July 22, 1986

OF COUNSEL  
ROY C. SNODGRASS, JR.  
O. M. CALHOUN  
MACK EASLEY  
JOE W. WOOD

CLARENCE E. HINKLE (1901-1985)  
W. E. BONDURANT, JR. (1913-1973)  
ROBERT A. STONE (1905-1981)

\*NOT LICENSED IN NEW MEXICO

Florene Davidson  
New Mexico Oil Conservation Division  
Post Office Box 2088  
Santa Fe, New Mexico 87504

Re: Case No. 8820 re-opened

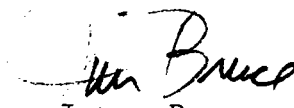
Dear Florene:

This letter is to confirm that Santa Fe Energy Company requests Case No. 8820 re-opened be continued to the August 6, 1986 Examiner hearing.

Thank you.

Very truly yours,

HINKLE, COX, EATON,  
COFFIELD & HENSLEY

  
James Bruce

JGB:jr

cc: Pat Tower

HINKLE, COX, EATON, COFFIELD & HENSLEY

LEWIS C. COX  
PAUL W. EATON  
CONRAD E. COFFIELD  
HAROLD L. HENSLEY, JR.  
STUART D. SHANOR  
C. D. MARTIN  
PAUL J. KELLY, JR.  
OWEN M. LOPEZ  
DOUGLAS L. LUNSFORD  
T. CALDER EZZELL, JR.  
WILLIAM B. BURFORD\*  
RICHARD A. OLSON  
RICHARD A. SIMMS  
DEBORAH NORWOOD\*  
RICHARD R. WILFONG\*  
STEVEN D. ARNOLD  
JAMES J. WECHSLER  
NANCY S. CUSACK  
JEFFREY L. FORNACIAR  
JEFFREY D. HEWETT\*

JAMES H. BRUCE  
JERRY F. SHACKELFORD\*  
ALBERT L. PITTS  
FRED W. SCHWENDIMANN  
THOMAS D. HAINES, JR.  
THOMAS M. HNASKO  
MICHAEL F. MILLERICK  
FRANKLIN H. MCCALLUM\*  
ALLEN G. HARVEY  
GREGORY J. NIBERT  
JUDY K. MOORE\*  
DAVID T. MARKETTE\*  
JAMES H. MCADAMS\*  
BRUCE R. ROGOFF  
JAMES M. HUDSON  
MADONNELL GORDON  
REBECCA J. NICHOLS  
PAUL R. NEWTON  
WILLIAM P. JOHNSON\*

OF COUNSEL  
ROY C. SNODGRASS, JR.  
O. M. CALHOUN  
MACK EASLEY\*  
JOE W. WOOD

CLARENCE E. HINKLE (1901-1985)  
W. E. BONDURANT, JR. (1913-1973)  
ROBERT A. STONE (1905-1981)

\*NOT LICENSED IN NEW MEXICO

ATTORNEYS AT LAW

218 MONTEZUMA

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(806) 372-5569

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(505) 622-6510

August 5, 1986

RECEIVED  
AUG 5 1986  
OIL CONSERVATION DIVISION

*MS*

R. L. Stamets, Director  
New Mexico Oil Conservation Division  
Post Office Box 2088  
Santa Fe, New Mexico 87504

HAND DELIVERED

Re: Case No. 8820 re-opened

Dear Mr. Stamets:

Santa Fe Energy Company requests that Case No. 8820 re-opened be continued to the September 3, 1986 Examiner hearing.

Thank you.

Very truly yours,

HINKLE, COX, EATON,  
COFFIELD & HENSLEY

*James Bruce*  
James Bruce

JGB:jr

cc: Pat Tower

HINKLE, COX, EATON, COFFIELD & HENSLEY

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CHRISTOPHER S. RAY

ATTORNEYS AT LAW

218 MONTEZUMA

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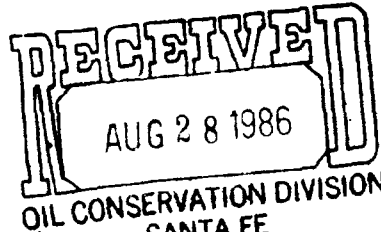
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August 25, 1986



OF COUNSEL:  
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STEPHEN L. ELLIOTT

CLARENCE E. HINKLE (1901-1985)  
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ROBERT A. STONE (1905-1981)

\*NOT LICENSED IN NEW MEXICO

Mr. R. L. Stamets, Director SANTA FE  
New Mexico Oil Conservation Division  
Post Office Box 2088  
Santa Fe, New Mexico 87504

Re: Case No. 8820 re-opened

Dear Mr. Stamets:

Santa Fe Energy Company requests that Case No. 8820, set for the September 3, 1986 Examiner hearing, be dismissed.

Thank you.

Very truly yours,

HINKLE, COX, EATON,  
COFFIELD & HENSLEY

*James Bruce*  
James Bruce

JGB:jr

cc: Pat Tower



STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

TONEY ANAYA  
GOVERNOR

October 1, 1936

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-5800

Mr. James Bruce  
Hinkle, Cox, Eaton,  
Coffield & Hensley  
Attorneys at Law  
Post Office Box 2068  
Santa Fe, New Mexico

Re: CASE NO. 9320  
ORDER NO. R-8195-A

Applicant:

Santa Fe Energy Company

Dear Sir:

Enclosed herewith are two copies of the above-referenced  
Division order recently entered in the subject case.

Sincerely,

R. L. STAMETS  
Director

RLS/fd

Copy of order also sent to:

Hobbs OCD x  
Artesia OCD x  
Aztec OCD           

Other Thomas Kellahin