CASE 10688: Application of Mewbourne Oil Company for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the base of the Abo formation to the base of the Morrow formation underlying the following described areas in Section 31, Township 17 South, Range 28 East, and in the following manner: the S/2 forming a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within said vertical extent; the SE/4 forming a standard 160-acre gas spacing and proration unit for any and all formations and/or pools developed on 160-acre spacing within said vertical extent; and the SW/4 SE/4 forming a standard 40-acre oil spacing and proration unit for any and all formations and/or pools developed on 40-acre spacing within said vertical extent. Said unit is to be dedicated to its Chalk Bluff "31" State Well No. 1, to be drilled at a standard location within said S/2 proration unit. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well. Said unit is located approximately 1 mile southwest of the Baylor Triangulation Station.

CASE 10689: Application of Mewbourne Oil Company for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from 500 feet below the top of the San Andres formation to the base of the Morrow formation underlying the following described areas in Section 17, Township 18 South, Range 28 East, and in the following manner: the W/2 forming a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within said vertical extent; and the NW/4 forming a standard 160-acre gas spacing and proration unit for any and all formations and/or pools developed on 160-acre spacing within said vertical extent. Said unit is to be dedicated to its Illinois Camp "17" State Well No. 1, to be drilled at a standard location within said W/2 proration unit. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well. Said unit is located approximately 2 miles north of Illinois Camp.

CASE 10690:

Application of Santa Fe Energy Operating Partners, L.P. for a unit agreement, Eddy County, New Mexico. Applicant seeks approval of the Mosley Canyon Unit Agreement for an area comprising 2,402.38 ares, more or less, of Federal, State, and Fee lands in Sections 3, 4, 9 and 10, Township 24 South, Range 25 East, which is centered approximately 4 miles north of White City.

CASE 10666: (Readvertised)

Application of Santa Fe Energy Operating Partners, L.P., for compulsory pooling and a non-standard spacing and proration unit, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the following described acreage in Section 18, Township 20 South, Range 27 East, and in the following manner: the E/2 forming a non-standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within said vertical extent; which presently includes but is not necessarily limited to the McMillan-Morrow Gas Pool; the SE/4 forming a standard 160-acre gas spacing and proration unit for any and all formations and/or pools developed on 160-acre spacing within said vertical extent; and the NE/4 SE/4 forming a standard 40acre oil spacing and proration unit for any and all formations and/or pools developed on 40-acre spacing within said vertical extent. Said units are to be dedicated to a single well to be drilled at an orthodox location 1980 feet from the South line and 660 feet from the East line (Unit I) of said Section 18. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well. Said area is located approximately 3 miles west by southwest of Burton Flat, New Mexico.

CASE 10691: Application of Santa Fe Energy Operating Partners, L.P. for vertical contraction and redesignation of an existing Delaware Oil Pool and pool creation, Eddy County, New Mexico. Applicant requests that the vertical limits of the Los Medanos-Delaware Pool be contracted to exclude all depths below 7,888 feet as found in the Santa Fe Energy Operating Partners, L.P. Pure Gold "C-17" Federal Well No. 4, located in Unit H of Section 17, Township 23 South, Range 31 East, and that said pool be redesignated as the Los Medanos-Upper Delaware Pool. Applicant further requests the creation of a new pool for lower Delaware production for all depths below 7,888 feet as found in said Pure Gold "C-17" Federal Well No. 4, to be designated as the Los Medanos-Basal Delaware Pool, with its horizontal limits comprising the SW/4 of Section 9, the W/2 of Section 16, and the NE/4 of Section 17, Township 23 South, Range 31 East. Said project is located immediately east of State Highway 128 approximately at mile marker 14.

CASE 10692: Application of Pogo Producing Company for special pool rules for the East Loving-Delaware Pool, Eddy County, New Mexico. Applicant seeks an order providing for a gas/oil ratio of 8,000 cubic feet of gas per barrel of oil produced for the East Loving-Delaware Pool, which covers all or parts of Sections 2, 3, 9, 10, 11, 13, 14, 15, 21, 22, 23, 24, 26, 27, 28, and 34 in Township 23 South, Range 28 East. Said pool is centered at Loving, New Mexico.

CASE 10647: (Continued from March 4, 1993, Examiner Hearing.)

Application of Seely Oil Company for statutory unitization, Lea County, New Mexico. Applicant seeks an order unitizing, for the purpose of establishing a secondary recovery project, all mineral interests in the EK-Yates-Seven Rivers-Queen Pool, underlying 1148.40 acres, more or less, of State land comprising portions of Township 18 South, Ranges 33 and 34 East, to be designated the Central EK Queen Unit Area. To be considered will be those matters required by the New Mexico Statutory Unitization Act, Subsection 70-7-1, et seq., N.M.S.A. 1978, and other provisions of the unit agreement and unit operating agreement. Said unit area is located approximately 22 miles west of Hobbs, New Mexico.

CASE 10648: (Continued from March 4, 1993, Examiner Hearing.)

Application of Seely Oil Company for approval of a waterflood project and qualification for the recovered oil tax rate, Lea County, New Mexico. Applicant seeks authority to institute a waterflood project by injection of water into the Yates, Seven Rivers and Queen formations in its proposed EK Queen Unit Area (Division Case No. 10647) underlying portions of Township 18 South, Ranges 33 and 34 East. The applicant further seeks to qualify this project for the recovered oil tax rate under the "Enhanced Oil Recovery Act" (Laws 1992, Chapter 38, Sections 1 through 5). Said project is centered approximately 22 miles west of Hobbs, New Mexico.

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Dear Mr. Catanach:

Please dismiss Case No. 10,691, the Application of Santa Fe Energy Operating Partners, L.P.

Very truly yours,

HINKLE, COX, EATON, COFFIELD

& HENSLEY

∄ames Bruce

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

JB:frs

c: William F. Carr, Esq.