HINKLE, COX, EATON, COFFIELD & HENSLEY

ATTORNEYS AT LAW

218 MONTEZUMA

POST OFFICE BOX 2068

SANTA FE, NEW MEXICO 87504-2068

(505) 982-4554

FAX (505) 982-8623

CLARENCE E. HINKLE (190H985) W. E. BONDURANT, JR. (1913-1973) ROY C. SNODGRASS, JR. (1914-1987)

> OF COUNSEL O. M. CALHOUN MACK EASLEY JOE W. WOOD RICHARD S. MORRIS

WASHINGTON, D.C. ALAN J. STATMAN

August 11, 1993

700 UNITED BANK PLAZA POST OFFICE BOX IO ROSWELL, NEW MEXICO 88202 (505) 622-6510 FAX (505) 623-9332

2800 CLAYDESTA CENTER 6 DESTA DRIVE POST OFFICE BOX 3580 MIDLAND, TEXAS 79702 (915) 683-4691 FAX (915) 683-6518

1700 TEAM BANK BUILDING POST OFFICE BOX 9233 AMARILLO, TEXAS, 79105. (806) 372-5569 FAX (806) 372-976

500 MARQUETTE N.W., SUITE 800 POST OFFICE BOX 2043 ALBUQUERQUE, NEW MEXICO 87103 (505) 768-1500 FAX (505) 768-1529

*NOT LICENSED IN NEW MEXICO

LEWIS C. COX
PAUL W. EATON
CONRAD E. COFFIELD
HAROLD L. HENSLEY, JR.
STUART D. SHANOR

STUART D. SHANOR
ERIC D. LANPHERE
C. D. MARTIN
ROBERT P. TINNIN, JR
MARSHALL G. MARTIN
OWEN M. LOPEZ
DOUGLAS L. LUNSFORD

NICHOLAS J. NOEDING T CALDER EZZELL, JR.

T CALDER EZZELL JR.
WILLIAM B BURFORD*
RICHARD E OLSON
RICHARD R WILFONG*
THOMAS J. MCBRIDE
JAMES J. WECHSLER
NANCY S. CUSACK
JEFFREY D. HEWETT

JAMES BRUCE
JERRY F. SHACKELFORD*
JEFFREY W. HELLBERG*
ALBERT L. PITTS
THOMAS M. HNASKO
JOHN C. CHAMBERS*
GARY D. COMPTON*

THOMAS D. HAINES, JR.

GREGORY J. NIBERT DAVID T MARKETTE*

MICHAEL A. GROSS

JOHN J. KELLY

JAMES BRUCE

David Catanach Oil Conservation Division 310 Old Santa Fe Trail Santa Fe, New Mexico 87503

FRED W SCHWENDIMANN
JAMES M HUDSON
JEFFREY S. BAIRD*
REBECCA NICHOLS JOHNSON
WILLIAM P JOHNSON
STANLEY K. KOTOVSKY, JR
H. R. THOMAS
ELLEN S. CASEY
MARGARET CARTER LUDEWIG

MARTIN MEYERS
GREGORY S. WHEELER
ANDREW J. CLOUTIER
JAMES A. GILLESPIE
GARY W LARSON
STEPHANIE LANDRY
JOHN R. KULSETH, JR
MARGARET R. MCNETT
ERIAN T. CARTWRIGHT
LISA K. SMITH*
ROBERT H. BETHER*

ROBERT H BETHEA*

BRADLEY W HOWARD CHARLES A SUTTON NORMAN D EWART DARREN T GROCE* MOLLY MCINTOSH MARCIA B. LINCOLN SCOTT A SHIJABT*

SCOTT A. SHUART

DARREN L. BROOKS CHRISTINE E. LALE

MARTIN MEYERS

Case No. 10,767, Application of Santa Fe Energy

Operating Partners, L.P. for Compulsory Pooling,

Eddy County, New Mexico.

Dear Mr. Catanach:

Please find enclosed the original and two copies of Santa Fe's Supplemental Pre-Hearing Statement in the above-referenced case.

Very truly yours,

HINKLE, COX, EATON, COFFIELD

Sowers

& HENSLEY

Sowers, Secretary Fran/

to James Bruce

Enclosures

VIA HAND DELIVERY

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 10,767

APPLICATION OF SANTA FE ENERGY OPERATING PARTNERS, L.P. FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

SUPPLEMENTAL PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Santa Fe Energy Operating Partners, L.P. as required by the Oil Conservation Division.

APPEARANCE OF PARTIES

APPLICANT

ATTORNEY

Santa Fe Energy Operating Partners, L.P. Suite 1330 500 West Texas Midland, Texas 79701 (915) 686-6631 Attention: G. Green James Bruce Hinkle, Cox, Eaton, Coffield & Hensley Post Office Box 2068 Santa Fe, New Mexico 87504-2068 (505) 982-4554

OTHER PARTY

ATTORNEY

Pre-Hearing Statement NMOCD Case No. 10,767 Page 2

STATEMENT OF CASE

APPLICANT

Applicant seeks to force pool 640 acres of land for a Cisco/Canyon test well. There are interest owners who have not yet committed their interests to the well.

OTHER PARTY

PROPOSED EVIDENCE

APPLICANT

WITNESSES EST. TIME EXHIBITS

Gary Green 5 minutes (Landman)

OTHER PARTY

WITNESSES EST. TIME EXHIBITS

PROCEDURAL MATTERS

Respectfully submitted,

HINKLE, COX, EATON, COFFIELD & HENSLEY

James Bruce

Post Office Box 2068

Santa Fe, New Mexico 87504-2068

(505) 982-4554

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

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 10,767

APPLICATION OF SANTA FE ENERGY OPERATING PARTNERS, L.P. FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

SUPPLEMENTAL PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Santa Fe Energy Operating Partners, L.P. as required by the Oil Conservation Division.

APPEARANCE OF PARTIES

APPLICANT

ATTORNEY

Santa Fe Energy Operating Partners, L.P. Suite 1330 500 West Texas Midland, Texas 79701 (915) 686-6631 Attention: G. Green

James Bruce Hinkle, Cox, Eaton, Coffield & Hensley Post Office Box 2068 Santa Fe, New Mexico 87504-2068 (505) 982-4554

OTHER PARTY

ATTORNEY

Pre-Hearing Statement NMOCD Case No. 10,767 Page 2

STATEMENT OF CASE

APPLICANT

Applicant seeks to force pool 640 acres of land for a Cisco/Canyon test well. There are interest owners who have not yet committed their interests to the well.

OTHER PARTY

PROPOSED EVIDENCE

APPLICANT

WITNESSES

EST. TIME

EXHIBITS

Gary Green (Landman)

5 minutes

OTHER PARTY

WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

Respectfully submitted,

HINKLE, COX, EATON, COFFIELD & HENSLEY

James Bruce

Post Office Box 2068

Santa Fe, New Mexico 87504-2068

(505) 982-4554

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

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 10,767

APPLICATION OF SANTA FE ENERGY OPERATING PARTNERS, L.P. FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

SUPPLEMENTAL PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Santa Fe Energy Operating Partners, L.P. as required by the Oil Conservation Division.

APPEARANCE OF PARTIES

APPLICANT

ATTORNEY

Santa Fe Energy Operating Partners, L.P. Suite 1330 500 West Texas Midland, Texas 79701 (915) 686-6631 Attention: G. Green James Bruce Hinkle, Cox, Eaton, Coffield & Hensley Post Office Box 2068 Santa Fe, New Mexico 87504-2068 (505) 982-4554

OTHER PARTY

ATTORNEY

PROCEDURAL MATTERS

Respectfully submitted,

HINKLE, COX, EATON, COFFIELD & HENSLEY

James Bruce

Post Office Box 2068

Santa Fe, New Mexico 87504-2068

(505) 982-4554

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