

CC: Daniel Roberts
11/5/96 efw

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L.L.P.**

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*NOT LICENSED IN NEW MEXICO

October 29, 1996

Meg Muhlinghaus
Santa Fe Energy Resources, Inc.
Suite 1330
550 West Texas
Midland, Texas 79701

Re: Grassland "27" Well No. 1

Dear Meg:

Enclosed are copies of the application for compulsory pooling and an unorthodox location, and the proposed advertisement, filed today at the OCD.

Very truly yours,

HINKLE, COX, EATON, COFFIELD
& HENSLEY, L.L.P.


James Bruce

RECEIVED

OCT 31 1996

**LAND DEPT.
MIDLAND, TX**