STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

August 20, 1992

BRUCE KING GOVERNOR POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

Santa Fe Energy Operating Partners, L.P. 550 West Texas, Suite 1330 Midland, TX 79701

Attn: Darrell Roberts

RE: Kachina "5" Federal #4 Unit G, Sec. 5, T18S, R33E

Gentlemen:

We have received the above-referenced drilling permit from the BLM and it is noted that you have dedicated the SE/4 NW/4 and the SW/4 NE/4 of Section 5 to this proposed South Corbin Wolfcamp completion.

This type proration unit is non-standard and will require approval from our Santa Fe office before an allowable can be assigned. For the 80-acre proration unit to be standard it must all lie within a quarter section.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District I

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All Rennerth plat

