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March 11, 1997

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Hand Delivered

Florene Davidson New Mexico Oil Conservation Division 2040 South Pacheco Street Santa Fe, New Mexico 87505

Dear Florene:

Enclosed are an original and two copies of an application for compulsory pooling, together with a proposed advertisement, filed on behalf of NM&O Operating Company. Please set this matter for the April 3rd hearing. Thank you.

Very truly yours,

James Bruce