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July 30, 1996

Via Hand Delivery

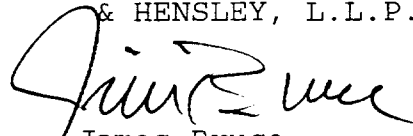
Florene Davidson
New Mexico Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico

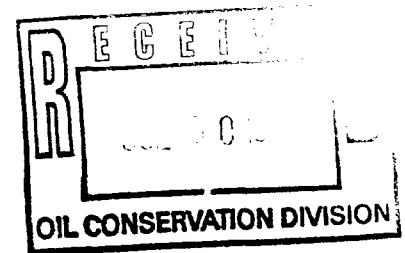
Dear Florene:

Enclosed are an original and two copies of an application for a reduced allowable, together with one copy of a proposed advertisement, filed on behalf of Gillespie-Crow, Inc. Please set this matter for the August 22, 1996 Examiner hearing. Thank you.

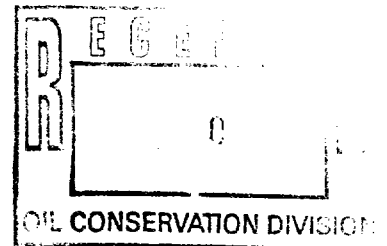
Very truly yours,

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


James Bruce



11599



PROPOSED ADVERTISEMENT

Case 11599: Application of Gillespie-Crow, Inc. for an allowable reduction, Lea County, New Mexico. Applicant requests an order restricting production from wells completed in the West Lovington-Strawn Pool that are in communication with wells in the West Lovington Strawn Unit, and which adjoin but are outside the Unit, to rates equal to the average producing rate for wells within the Unit. The Unit comprises all of Section 33 and the W½ of Section 34, Township 15 South, Range 35 East; Lots 1 through 8 of Section 1, Township 16 South, Range 35 East; and Lots 3 through 5 of Section 6, Township 16 South, Range 36 East. Said Unit is located approximately 4.5 miles west-northwest of Lovington, New Mexico.