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February 24, 1998

Hand Delivered

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

Dear Florene:

Enclosed are an original and two copies of an amended application in Case 11926, and a proposed advertisement. Please set this case for the March 19, 1998 Examiner hearing.

Very truly yours,

James Bruce

Attorney for KCS Medallion Resources, Inc.