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1 1993

October 13, 1993

HAND-DELIVERED

Mr. William J. LeMay
New Mexico Oil Conservation Division
Land Office Building
Santa Fe, New Mexico 87501

Re: City of Carlsbad No. 1
S-25-T22S-R26E, Eddy County
Order R-8064

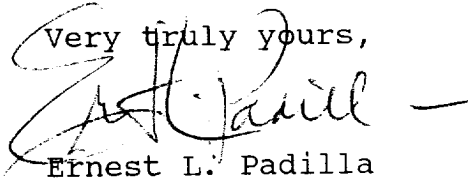
Dear Mr. LeMay:

Pursuant to Rule 412 of the Rules of the Oil Conservation Division, application is made herein for continued hardship classification. In support of this application we submit the following materials:

(1) Certificate of Gene Lee, consulting petroleum engineer for Corinne Grace, the applicant, that the condition of the well has not changed.

(2) Production tabulation from August, 1992, to July, 1993. This shows that during this period, production averaged 104.17 mcf/d, significantly below the division minimum flow rate of 900 mcf/d established during hardship recertification in 1988.

Very truly yours,



Ernest L. Padilla

ELP/mg
Enclosures as stated
cc: Corinne Grace