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May 24, 1995

VIA FACSIMILE TRANSMISSION TO 505/827-8177 AND FEDERAL EXPRESS

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
2040 South Pacheco
Santa Fe, New Mexico 87505

Re: Pre-Hearing Statement for Application by Strata Production Company for a Horizontal Well, Nonstandard Spacing and Proration Unit and Increased Allowable, Roosevelt County, New Mexico, Case No. 11295

Dear Mr. LeMay:

On behalf of Strata Production Company, applicants in the above-described case, I am enclosing an original and two copies of the Pre-Hearing Statement which is filed in connection with the above-referenced case scheduled for public hearing before a Division Examiner on the Docket for Thursday, June 1, 1995.

Very truly yours

Sealy H. Cavin. Jr.

SHC/skc Enclosures

cc:

Jo McInerney, Strata Production Company (w/encl.)
Bruce Stubbs, Pecos Petroleum Engineering (w/encl.)