

PADILLA LAW FIRM, P.A.

TELEPHONE
505-988-7577

STREET ADDRESS
1512 ST. FRANCIS DRIVE
SANTA FE, NM 87501
MAILING ADDRESS
P.O. BOX 2523
SANTA FE, NM 87504-2523

FACSIMILE
505-988-7592

March 26, 1996

VIA FACSIMILE
(505) 982-2047

W. Thomas Kellahin, Esquire
Kellahin and Kellahin
P. O. Box 2265
Santa Fe, New Mexico 87504-2265

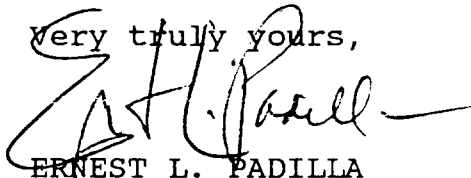
RE: NMOCD CASE NO. 11481

Dear Tom:

Enclosed is a copy of a memorandum that I received late yesterday from Read & Stevens. It lists January and February, 1996 production from the Crystal Federal No. 1. I believe that the production for these two months are what you needed.

Additionally, this letter acknowledges the message I left on your answering machine yesterday that the pressure data made available to us by Mr. Catanach was for the Morrow formation. It was the annual shut in tubing pressure test conducted by Read & Stevens on November 6, 1995, and subsequently reported to the Oil Conservation Division.

Very truly yours,



ERNEST L. PADILLA

ELP:clm
Enclosure: As indicated above
xc: David Catanach, OCD
Read & Stevens, Inc.

To: Ernie Padilla
FAX 1-505-988-7592

From: John Maxey
Read & Stevens, Inc.
P. O. Box 1518
Roswell, NM 88202
Phone 505-622-3770
FAX 505-622-8643

Date: 3/25/96

Subject: Crystal Fed #1
Production Data

January 96	Oil 0 bbl	Gas 42,665 mcf	Water 575 bbl	taken from C115
February 96	Oil 0 bbl	Gas 34,324 mcf	Water 106 bbl	from gauge sheet,
C115				data not input yet.