



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
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Via Facsimile

February 25, 1998

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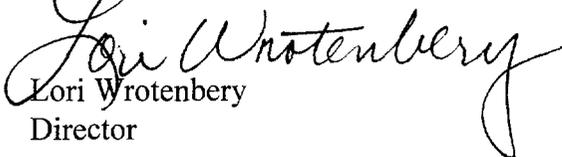
Mr. James Bruce
Post Office Box 1056
Santa Fe, NM 87504

**Re: APPLICATION OF PREMIER OIL & GAS, INC. TO HAVE THE DIVISION
ORDER EXXON COMPANY USA TO APPEAR AND SHOW CAUSE WHY
PREMIER'S FV-1 WELL SHOULD NOT BE INCLUDED IN THE AVALON
DELAWARE UNIT, EDDY COUNTY, NEW MEXICO.
Case No. 11838 (*de novo*)**

Gentlemen:

On February 24, 1998, Premier Oil & Gas Inc. filed a Motion for Continuance of the above-referenced matter that is set for a *de novo* hearing before the Oil Conservation Commission on February 26, 1998. I understand that no party opposes such a continuance. Therefore, it will be continued to a later date.

Sincerely,


Lori Wrotenberg
Director