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May 28, 1998

Hand Delivered

Lori Wrotenbery Oil Conservation Division 2040 South Pacheco Street Santa Fe, New Mexico 87505

Re: Case 11925

Dear Ms. Wrotenbery:

Enclosed are an original and two copies of an application for hearing de novo in the above matter. Please set this matter for the next available Commission docket.

Very truly yours,

James Bruce

Attorney for KCS Medallion Resources, Inc.