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April 23, 1998

HAND DELIVERED

Mr. Michael E. Stogner
Hearing Examiner
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
2040 South Pacheco Street
Santa Fe, New Mexico 87505

Re: ***Oil Conservation Division Case No. 11948:
Application of Sonat Exploration Company for an Exception to Division Rule
309A for Blanket Lease Commingling of Production and to Division Rule 309B
(5)(b) for an Exception to the Requirement of Separate Metering of Commingled
Production, Eddy county, New Mexico***

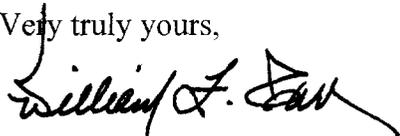
Dear Mr. Stogner:

At the March 19, 1998 Examiner Hearing in the above referenced case, Sonat identified the following purchasers of production from the Project Area which is the subject of this application:

L G & E Natural Pipeline Company
Texaco Trading and Transportation, Inc.
GPM Gas Corporation
El Paso Energy Marketing

Enclosed for inclusion in the case file are the original waivers from each of these purchasers. If you need any additional information from Sonat, please advise.

Very truly yours,



WILLIAM F. CARR
Attorney for Sonat Exploration Company

Enc.

cc: Chad R. Shaw, CPL
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