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JASON KELLAHIN (RETIRED 1991)

October 24, 2001

HAND DELIVERED

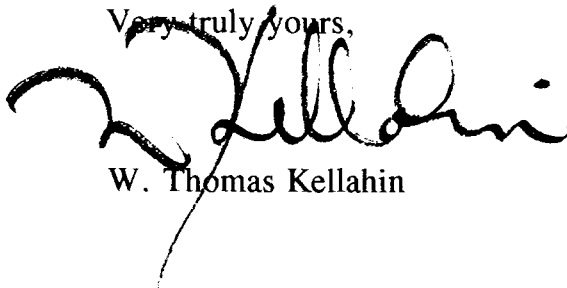
Mr. David R. Catanach
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Re: NMOCD Case 12709
Application of Melrose Operating Company
for approval to expand its Artesia Unit
Waterflood Project
Lea County, New Mexico

Dear Mr. Catanach:

On behalf of Melrose Operating Company and in accordance with the discussion at the hearing held on September 6, 2001, please find enclosed revised wellbore schematics for those Melrose's proposed injection wells which require correction: Artesia Unit Wells 2, 3 10-13, 16-19, 44, 46, 54, and 57.

Very truly yours,



W. Thomas Kellahin

cc: Melrose Operating Company
Attn: Ann Ritchie

01 OCT 24 PM 2:35
Oil Conservation Division