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Mailing Address: P. O. Box 1020 Farmington, N.M. 87499

January 10, 1994

Robert Stovall Oil Conservation Division P.O. Box 2088 Santa Fe, New Mexico 87504

Re: Application for De Novo Hearing

Robert L. Bayless Case No. 10831

Dear Bob:

In accordance with our telephone conference today regarding the application of Robert L. Bayless for a de novo hearing, I am submitting this letter in lieu of a formal Pre-Hearing Statement.

This case involves the application of Robert L. Bayless for downhole commingling, Rio Arriba County, New Mexico, which was heard by the Oil Conservation Division on September 23, 1993. The application was denied pursuant to Division Order No. R-10008 issued on November 2, 1993.

Kevin H. McCord, a consulting petroleum engineer in Farmington, New Mexico will testify on behalf of Bayless at the de novo hearing. Mr. McCord's testimony will be based on several exhibits including lease ownership plat, one point back pressure tests for the Gallup and Pictured Cliffs formations, summary of gas analysis, allocation formula, and administrative application. I anticipate that Mr. McCord's testimony will take twenty to thirty (20-30) minutes.

Do not hesitate to contact me should you have any questions.

Sincerely,

TOMMY ROBERTS

mmy Roberts

TR:nk

cc: Client

STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

February 28, 1994

Tansey, Rosebrough, Gerding & Strother
Attornys at Law
P. O. Box 1020
Farmington, New Mexico 87499

RE:

CASE NO. 10831

Order No. R-10008-A

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

Sally E. Martinez

Administrative Secretary

FD/sl

cc:

BLM - Farmington

OCD Aztec Office Taxation & Revenue

Donna McDonald - OCD