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September 26, 1996

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SEP 2 6 1996

OB Conservation Division

New Mexico Oil Conservation Division Florene Davidson 2040 S. Pacheco Santa Fe, New Mexico 87505

> Re: Case No. 11,515 Order No. R-10659; In The Matter Of The Hearing Called By The Oil Conservation Division ("Division") On Its Own Motion To Permit Woosley Oil Company, Operator, American Employers' Insurance Company, Surety, And All Other Interested Parties To Appear And Show Cause Why Seven Certain Wells In McKinley County, New Mexico Should Not Be Plugged And Abandoned In Accordance with a Division-Approved Plugging Program

Dear Ms. Davidson:

Please find enclosed our original Application For Hearing De Novo on behalf of Commercial Union Insurance Companies and American Employers' Insurance Company. I also enclose one copy of the Application for you to conform and return to me. Thank you for your assistance.

Sincerely,

Edmund H. Kendrick

EHK:dlo Enclosures 2222-96-02

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION ("DIVISION") ON ITS OWN MOTION TO PERMIT WOOSLEY OIL COMPANY, OPERATOR, AMERICAN EMPLOYERS' INSURANCE COMPANY, SURETY, AND ALL OTHER INTERESTED PARTIES TO APPEAR AND SHOW CAUSE WHY SEVEN CERTAIN WELLS IN MCKINLEY COUNTY, NEW MEXICO, SHOULD NOT BE PLUGGED AND ABANDONED IN ACCORDANCE WITH A DIVISION-APPROVED PLUGGING PROGRAM.

CASE NO. 11,515 ORDER NO. R-10659

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N. Conservation Deserve

APPLICATION FOR HEARING DE NOVO

Commercial Union Insurance Companies and American Employers' Insurance

Company, parties of record adversely affected by the decision of the Oil Conservation

Division in Case 11,515 (Order No. R-10659) herein, hereby apply for a hearing de novo in

the case before the full Oil Conservation Commission, pursuant to NMSA, § 70-2-13 (Repl.

Pamp. 1995).

Respectfully submitted,

MONTGOMERY & ANDREWS, P.A.

by:

Edmund H. Kendrick P. O. Box 2307 Santa Fe, New Mexico 87504-2307 (505) 982-3873

Attorneys for Commercial Union Insurance Companies and American Employers' Insurance Company

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing Application For Hearing De Novo was sent by first class mail this $\frac{\partial f}{\partial t}$ day of September, 1996, to each of the following persons:

Rand Carroll, Esq. Oil Conservation Division 2040 South Pacheco Street Santa Fe, New Mexico 87505

James P. Woosley P. O. Drawer 1480 Cortez, Colorado 81321

ED OHland

Edmund H. Kendrick

[EHK: De-Novo-App.092696]