

September 14, 1995

CERTIFIED - RETURN
RECEIPT REQUESTED

Sage Oil Co.
PO Box 763
Hobbs, New Mex. 88240

Mr. Raney McKay
1300 S. 5th
Lovington, NM 88260

First Mercantile Corp. dba
Sage Oil Company
425 Hamilton Building
Wichita Falls, Tx. 76301

Re: Sage Oil Co. Gulf State Well No. 1
located in Unit N of Sec. 30, Township 10
South, Range 27 East, Eddy County

Gentlemen:

Enclosed is a copy of the ad of the Examiner Hearing to be held on Thursday, October 5, 1995, at 8:15 a.m. in the Oil Conservation Division Hearing Room, 2040 South Pacheco, Santa Fe, New Mexico. Case 11275 concerns the above-captioned subject matter.

Sincerely,



RAND CARROLL,
Legal Counsel

RC/dr
enclosure