Gruy Petroleum Management Company August 13, 2001 Page 2

Should you have any questions concerning this matter, please contact me in Santa Fe at (505) 476-3465.

Sincerely,

Michael E. Stogner Chief Hearing Officer/Engineer

MES/kv

cc: New Mexico Oil Conservation Division - Hobbs
Lewis L. Burleson, Inc., Attention: Steven L. Burleson - Midland, Texas
Kathy Valdes - OCD, Santa Fe
William F. Carr, Legal Counsel for Gruy Petroleum Management Company - Santa Fe
W. Thomas Kellahin, Legal Counsel for Lewis B. Burleson, Inc. - Santa Fe