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

2007 JAN 8 PM 3 23

IN THE MATTER OF THE APPLICATION OF DKD, LLC FOR AN ORDER REVOKING THE INJECTION AUTHORITY FOR THE GANDY CORPORATION STATE "T" WELL NO. 2, LEA COUNTY, NEW MEXICO

CASE NO. 13686 ORDER NO. R-12649 DE NOVO

MOTION TO STRIKE GANDY CORPORATION'S NOTICE OF WITHDRAWAL OF REQUEST FOR DE NOVO APPEAL

DKD, LLC ("DKD") thorough its undersigned counsel, for its motion to strike Gandy Corporation's Notice of Withdrawal of Request for De Novo Appeal, states:

1. On January 5, 2007, the Gandy Corporation filed its Notice of Withdrawal.

2. The Notice of Withdrawal was not filed as a motion or as a stipulation.

3. Furthermore, the Gandy Corporation did not seek DKD's concurrence to this filing.

4. The Notice of Withdrawal, in essence, seeks to voluntarily dismiss Gandy Corporation's appeal in the above-referenced matter.

5. Rule 11-402(B) NMRA states: "Prior to entry of disposition, if all of the parties affected by an appeal or other proceedings shall sign and file with the appellate court clerk an agreement that the same be dismissed, an order of dismissal shall be entered and mandate or other process of the court shall issue immediately."

6. "The authorities are uniform to the effect that an appeal cannot be dismissed except on leave of court, and that an appellant cannot, as a matter of right, dismiss an appeal." *Henderson et al. v. Dreyfus,* 26 N.M. 262, 266, 191 P. 455, 457 (1920); see also, 5 C.J.S. Appeal and Error § 634 (citing *Henderson v. Dreyfus*).

7. While the appeals process within the Oil Conversation Division and Commission lacks an explicit rule, strong persuasive authority exists that prohibits Gandy Corporation from voluntarily dismissing the instant appeal as a matter of right.

8. Since there has been no disposition by the Commission, the Gandy Corporation must seek leave to dismiss the appeal either by formal motion or written stipulation entered into between the parties.

9. Without such leave, the Notice of Withdraw is of no force and effect and must be stricken.

10. As a result, the instant appeal remains pending before the Oil Conversation Commission, including any scheduled matters.

11. DKD, LLC does not object to Gandy Corporation's withdrawal of its Request for Stay of Division Order No. 2-12649 and the withdrawal of its Motion to Dismiss Amended Application.

WHEREFORE, DKD, LLC requests that the Commission Chairman grant its motion to strike Gandy Corporation's Notice of Withdrawal.

MILLER STRATVERT P.A.

By:

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J. Scott Hall, Esq. Post Office Box 1986 Santa Fe, New Mexico 87504 (505) 989-9614 Attorneys for DKD, LLC

Certificate of Mailing

I hereby certify that a true and correct copy of the foregoing was delivered to counsel of record on the 8th day of January 2007, as follows:

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