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December 4, 1996

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Mr. Michael E. Stogner Hearing Examiner Oil Conservation Division 2040 South Pacheco Santa Fe, New Mexico 87505

M.C.

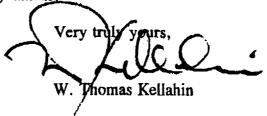
Re: NMOCD Case 11670 Application of CT-R, LTD Company and Chantrey Corporation to amend Administrative Order NSP-7, Lea County, New Mexico

NMOCD Case 11648

Application of Mewbourne Oil Company for compulsory pooling, a non-standard spacing unit and an unorthodox well location, Lea County, New Mexico.

Dear Mr. Stogner:

I have been advised that CT-R, LTD Company and Chantrey Corporation and Mewbourne Oil Company have reached an agreement with regards to this dispute. Accordingly, on behalf of the applicants, CT-R, LTD Company and Chantrey Corporation, I am requesting that the referenced case 11670 now pending hearing on the Examiner's docket schedule for December 5, 1996 be dismissed. Mr. Carr has advised me that he will dismiss that portion of the Mewbourne case 11648 dealing with compulsory pooling of my clients.



cfx: William F. Carr, Esq. Attorney for Mewbourne Oil Company cfx: CT-R, LTD Company and Chantrey Corporation Denise Wann