CAMPBELL, CARR, BERGE & SHERIDAN, P.A.

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August 26, 1998

HAND DELIVERED

Ms. Lori Wrotenbery, Director Oil Conservation Division New Mexico Department of Energy, Minerals and Natural Resources 2040 South Pacheco Street Santa Fe, New Mexico 87505

34 fd

Re: Oil Conservation Division Case No. 12023

> Application of Matador Petroleum Corporation for approval of an unorthodox gas well location and to amend Order No. R-10872-B to approve a standard 600.01-acre gas spacing and proration unit, Eddy County, New Mexico

Dear Ms. Wrotenbery:

Enclosed is a copy of our Entry of Appearance in the above-referenced case which we have filed for Texaco Exploration and Production Inc.

On August 25th, Texaco filed its application for compulsory pooling of acreage in Section 1, Township 21 South, Range 25 East, NMPM, Eddy County, New Mexico. The Texaco application will be set for hearing on September 17, 1998.

Since the Matador application in Case No. 12023 and the Application of Texaco involve some of the same acreage and since the approval of one application will result in the denial of the other, Texaco requests that Case 120237 be continued to the Examiner hearing scheduled for September 17, 1998 and that the cases be consolidated at the time of hearing.

I have contacted W. Thomas Kellahin, Esq. concerning this request for continuance and he advises that he will confer with his client concerning this request and advise.

Ms. Lori Wrotenbery, Director Oil Conservation Division New Mexico Department of Energy, Minerals and Natural Resources August 26, 1998 Page 2

Your attention to this request is appreciated.

Very truly yours,

WILLIAM F. CARR

WFC/jmg

cc: David Sleeper

W. Thomas Kellahin, Esq.

BEFORE THE

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

IN THE MATTER OF THE APPLICATION OF MATADOR PETROLEUM CORPORATION FOR APPROVAL OF AN UNORTHODOX GAS WELL LOCATION AND TO AMEND ORDER NO. R-10872-B TO APPROVE A STANDARD 600.01-ACRE GAS SPACING AND PRORATION UNIT, EDDY COUNTY, NEW MEXICO.

OL COMSERVATION DIV.
98 AUG 26 PH 37-13
CASE NO. 12037-3

ENTRY OF APPEARANCE

COMES NOW CAMPBELL, CARR, BERGE & SHERIDAN, P.A., and hereby enters its appearance in the above referenced case on behalf of Texaco Exploration and Production Inc.

Respectfully submitted,

CAMPBELL, CARR, BERGE & SHERIDAN, P.A.

WILLIAM F. CARR

Post Office Box 2208

Santa Fe, New Mexico 87504

Telephone: (505) 988-4421

ATTORNEYS FOR TEXACO EXPLORATION AND PRODUCTION INC.

CERTIFICATE OF SERVICE

I hereby certify that on this day of August, 1998, I have caused to be mailed a copy of our Entry of Appearance in the above-captioned case to the following named counsel:

W. Thomas Kellahin, Esq. Kellahin & Kellahin Post Office Box 2265 Santa Fe, New Mexico 87504-2265

William F. Carr