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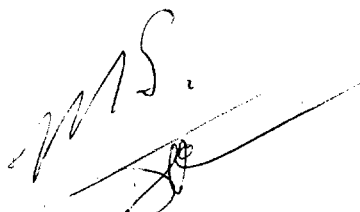
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August 24, 1998

VIA FACSIMILE

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

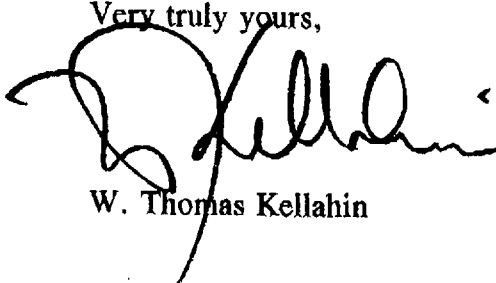


Re: NMOCD Case 12035
Application of Concho Resources, Inc.
for Compulsory Pooling, Lea County, New Mexico

Dear Mr. Stogner:

Concho Resources Inc. has advised me that they would appreciate you **dismissing** the referenced case currently scheduled for hearing on the September 3, 1998 Examiner's docket.

Very truly yours,



W. Thomas Kellahin

cfx: Concho Resources, Inc.
Attn: Van Rodgers

cfx: William F. Carr, Esq.
Attorney for Texaco