

Michael H. Feldewert Recognized Specialist in the Area of Natural Resources -oil and gas law -New Mexico Board of Legal Specialization

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August 25, 2009

VIA HAND DELIVERY

Mark E. Fesmire, Director Oil Conservation Division New Mexico Energy, Minerals & Natural Resources Department 1220 South St. Francis Drive Santa Fe, New Mexico 87504

Re: Case No. <u>14367</u>: Application of Yates Petroleum Corporation for a non-standard proration spacing unit, compulsory pooling and rescission of a permit to drill [Derbi DOB Com Well No. 1-H], Chaves County, New Mexico

Dear Mr. Fesmire:

This matter, which includes the Application filed by Yates Petroleum and a Motion to Dismiss filed by Marshall & Winston, is currently scheduled for the September 3rd Examiner docket. The parties have been in discussion and believe that they have reached an agreement resolving all issues. However, no formal agreement has been finalized. Accordingly, Yates Petroleum requests that this matter be continued to the September 17th Examiner docket. The attorney for Marshall & Winston, Thomas Kellahin, has been contacted and does not oppose this request.

Thank you for your attention in this matter.

Sincerely,

Michael H. Feldewert

cc: W. Thomas Kellahin, Esq.