

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

MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN

MICHAEL H. FELDEWERT
TANYA M. TRUJILLO
PAUL R. OWEN

JACK M. CAMPBELL
OF COUNSEL

JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

July 23, 1996

HAND-DELIVERED

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
2040 South Pacheco
Santa Fe, New Mexico 87505

RECEIVED
JUL 28 1996
Oil Conservation Division

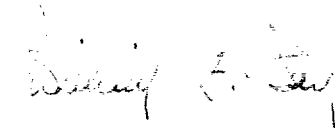
Re: Oil Conservation Division Case No. 11573:
Application of Chi Energy, Inc. for Compulsory Pooling, Eddy County, New
Mexico

Dear Mr. LeMay:

Chi Energy, Inc., respectfully requests that this matter which is currently set on the Division docket for the July 25, 1996 hearings be dismissed.

Your attention to this matter is appreciated.

Very truly yours,



WILLIAM F. CARR

WFC:mlh

cc: Mr. John Qualls
Chi Energy, Inc.
Post Office Box 1799
Midland, TX 79702