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44725-0021

February 4, 2003

VIA HAND DELIVERY

Lori Wrotenbery, Director
Oil Conservation Division
New Mexico Energy, Minerals &
Natural Resources Department
1220 South St. Francis Drive
Santa Fe, NM 87504

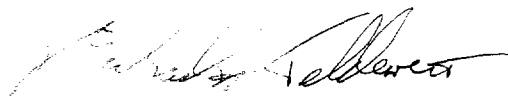
**Re: Application by McElvain Oil & Gas Properties, Inc.
for Compulsory Pooling, San Juan County, New Mexico
Case No. 12977**

Dear Ms. Wrotenbery:

McElvain Oil & Gas Properties Inc. is delighted to report that it has been able to reach a voluntary agreement with the affected parties, and therefore request that the above referenced matter be dismissed.

Thank you for your attention to this matter.

Sincerely,



Michael H. Feldewert

cc: Michael Stogner, Examiner
Mona Binion