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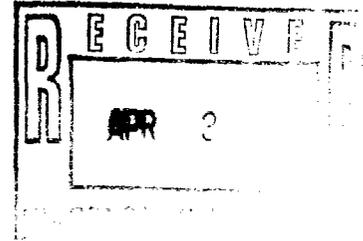
*NEW MEXICO BOARD OF LEGAL SPECIALIZATION
RECOGNIZED SPECIALIST IN THE AREA OF
NATURAL RESOURCES-OIL AND GAS LAW

JASON KELLAHIN (RETIRED 1991)

April 13, 1995

HAND DELIVERED

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



Handwritten initials, possibly "MS", in dark ink, located to the right of the recipient's address.

Re: *NMOCD Case 11271*
Application of Medallion Production Company
for compulsory pooling and an
unorthodox gas well location
Lea County, New Mexico.

Dear Mr. Stogner:

I have been informed that Marathon and Medallion have reached a voluntary agreement concerning this matter. Accordingly on behalf of Marathon Oil Company please withdraw our opposition to the applicant in the referenced case which is currently set for hearing on the April 20, 1995 docket.

Very truly yours,

A large, stylized handwritten signature in dark ink, appearing to read "W. Thomas Kellahin".

W. Thomas Kellahin

cc: *via facsimile to: William F. Carr, Esq.*
Attorney for applicant
cc: *Marathon Oil Company Inc.*
Attn: Dow Campbell, Esq. (Midland)