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October 9, 1996

VIA HAND DELIVERY

Mr. David R. Catanach
Hearing Examiner
Oil Conservation Division
2040 South Pacheco
Santa Fe, New Mexico 87505

**Re: NMOCD Case 11624
Application of Murchison Oil & Gas, Inc.
for an Exception from Rule 2.B of the
White City-Penn Pool Rules, Eddy County, New Mexico**

**NMOCD Case (number pending)
Application of Matador Operating Company
for an Exception from Rule 2.B of the
White City-Penn Pool Rules, Eddy County, New Mexico**

Dear Mr. Catanach:

Reference is made to Mr. Tom Kellahin's hand-delivered letter addressed to you, dated October 7, 1996 in connection with the captioned cases. Mr. Kellahin, on behalf of Matador Operating Company transmitted a motion to consolidate the Matador and Murchison cases and continue the Murchison case from the October 17 docket to the November 7 docket.

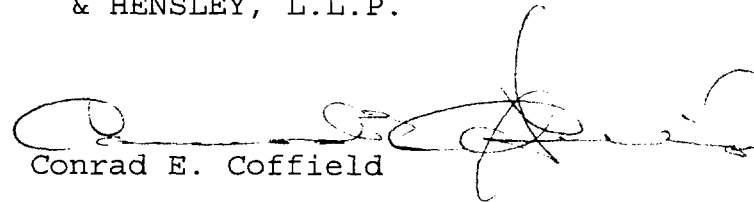
This letter is to provide written evidence of our concurrence in the consolidation of the cases for the purpose of hearing the testimony for the cases and to continue the Murchison Case 11624 from the October 17 docket to the November 7, 1996 docket.

Mr. David R. Catanach
October 9, 1996
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In line with the appropriate OCD requirements, we will be filing, on behalf of Murchison Oil & Gas, Inc., a prehearing statement on or prior to November 1, 1996.

Very truly yours,

HINKLE, COX, EATON, COFFIELD
& HENSLEY, L.L.P.



Conrad E. Coffield

CEC/bc

cc: W. Thomas Kellahin, Esq.
Attorney for Matador Operating Company
(via hand delivery)

Mike S. Daugherty
(via facsimile transmission)