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January 20, 1997

Hand Delivered

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

Re: OCD Case Nos. 11699, 11700, and 11701 (Consolidated);  
Applications of Mallon Oil Company for compulsory pooling  
(§27-19S-34E)

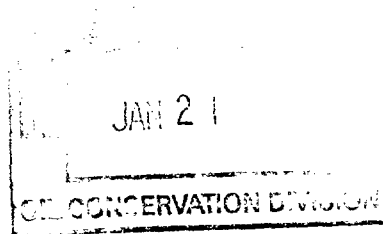
Dear Mr. Stogner:

As you requested at hearing, enclosed is a copy of a form letter from Burlington Resources Oil & Gas Company (the only company being pooled in these cases) stating that Burlington wishes to go non-consent in these wells because it is selling its interests.

Very truly yours,

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

  
James Bruce



RECEIVED NOV 25 1996

**BURLINGTON  
RESOURCES**

MID-CONTINENT DIVISION

November 19, 1996

Mallon Oil Company  
Attn: Randy Stalcup  
999 18th Street - Suite 1700  
Denver, CO 80202

RE: Mallon 27 Federal #1 &  
Mallon 27 Federal #4  
Red Tank (Delaware) Field  
Lea County, New Mexico

Dear Mr. Stalcup:

Thank you for your consideration of Burlington O&G regarding the subject projects. Burlington recognizes the merits of these projects; however, at this time our decision is to non-consent as these properties will be divested through a larger property sale.

If we may be of further assistance please call Doug Seams at (915) 688-6854 or C. J. Baysinger at (915) 688-6819.

Yours very truly,

BURLINGTON RESOURCES OIL & GAS CO.

  
P. M. Callaway  
Production Superintendent

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