

KELLAHIN AND KELLAHIN

ATTORNEYS AT LAW

EL PATIO BUILDING

117 NORTH GUADALUPE

POST OFFICE BOX 2265

SANTA FE, NEW MEXICO 87504-2265

W. THOMAS KELLAHIN*

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

JASON KELLAHIN (RETIRED 1991)

TELEPHONE (505) 982-4285
TELEFAX (505) 982-2047

September 17, 1997

VIA FACSIMILE
(505) 827-8177

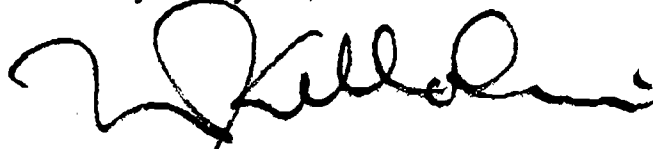
Mr. Michael E. Stogner
Hearing Examiner
Oil Conservation Division
2040 South Pacheco
Santa Fe, New Mexico 87505

Re: NMOCD Case 11850
Application of Diamond Head Properties
for clarification of Order R-10731-B (KCS Medallion)
Eddy County, New Mexico

Dear Mr. Catanach:

Mr. Jim Bruce, on behalf of KCS Medallion Resources, has advised me that his witness will not be available for the hearing of the referenced case set for September 18, 1997. He and I have discussed the availability of our witnesses and have agreed to request that this case be continued to the November 6, 1997 docket.

Very truly yours,



W. Thomas Kellahin

cfx: Rosalind Grover
Tom Dugan
James Bruce, Esq.