

KELLAHIN AND KELLAHIN

ATTORNEYS AT LAW

EL PATIO BUILDING

117 NORTH GUADALUPE

POST OFFICE BOX 2265

SANTA FE, NEW MEXICO 87504-2265

TELEPHONE (505) 982-4265
TELEFAX (505) 982-2047

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)

September 2, 1997

VIA FACSIMILE
(505) 827-8177

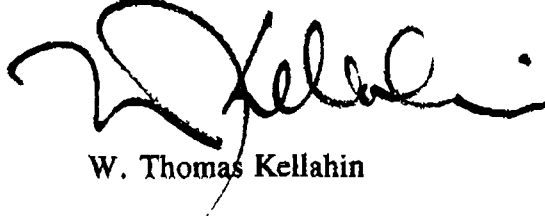
Mr. David R. Catanach
Hearing Examiner
Oil Conservation Division
2040 South Pacheco
Santa Fe, New Mexico 87505

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 requested and I have agreed to continue the referenced case from the Examiner docket scheduled for September 4, 1997 to the Examiner hearing docket now scheduled for September 18, 1997.

Very truly yours,



W. Thomas Kellahin

cfx: Rosalind Grover
Tom Dugan
James Bruce, Esq.