



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

**OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131**

April 2, 1998

Mr. Thomas Kellahin
Kellahin and Kellahin
Attorneys at Law
Post Office Box 2265
Santa Fe, New Mexico 87504-2265

Re: De Novo Case No. 11894
Order No. R-10937-A
Application of Chesapeake Operating,
Inc. for an unorthodox oil well location,
Lea County, New Mexico

Dear Mr. Kellahin:

This is to confirm that the above-referenced De Novo case was dismissed at the Commission Hearing held on February 26, 1998, upon the request of Chesapeake Operating, Inc., the applicant in the Examiner hearing of said case, and with the concurrence of Yates Petroleum Corporation, the De Novo applicant. Division Order No. R-10937 is hereby continued in full force and effect until further notice.

Sincerely,


LORI WROTENBERY
Division Director

cc: William F. Carr