

# CAMPBELL, CARR, BERGE

& SHERIDAN, P.A.  
LAWYERS

MICHAEL B. CAMPBELL  
WILLIAM F. CARR  
BRADFORD C. BERGE  
MARK F. SHERIDAN  
MICHAEL H. FELDEWERT  
ANTHONY F. MEDEIROS  
PAUL R. OWEN  
KATHERINE M. MOSS

JACK M. CAMPBELL  
OF COUNSEL

JEFFERSON PLACE  
SUITE 1 - 110 NORTH GUADALUPE  
POST OFFICE BOX 2208  
SANTA FE, NEW MEXICO 87504-2208  
TELEPHONE: (505) 988-4421  
FACSIMILE: (505) 983-6043  
E-MAIL: ccbspa@ix.netcom.com

October 6, 1998

98 OCT - 6 PM 3: 23

OIL CONSERVATION DIV.

## HAND DELIVERED

Lori Wrottenbery, Director  
Oil Conservation Division  
New Mexico Department of Energy,  
Minerals and Natural Resources  
2040 South Pacheco Street  
Santa Fe, New Mexico 87505

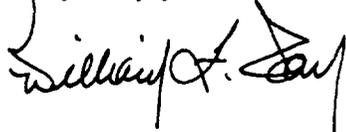
Re: ***Case No 11985 (de novo): Application of Saga Petroleum, L.L.C. for an unorthodox well location, Eddy County, New Mexico***

Dear Ms. Wrottenbery:

Saga Petroleum, L.L.C. hereby requests that its application for hearing *de novo* in the above referenced case be dismissed.

Saga and OXY USA, Inc. have reached a verbal agreement for the development of the S/2 of Section 35, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico. Saga will advise the Division when the documents formalizing this agreement have been executed by the parties and at that time will request dismissal of the compulsory pooling application covering this acreage.

Very truly yours,



WILLIAM F. CARR

cc: Mark Caldwell  
Saga Petroleum, L.L.C.

James Bruce, Esq.