CAMPBELL, CARR, BERGE & SHERIDAN, P.A.

Mr. S

LAWYERS

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

OF COUNSEL

LEFFERSON PLACE SUITE - - 110 NORTH GUADALUPE POST OFFICE BOX 2208 SANTA FE, NEW MEXICO 87504-2208 TELEPHONE: (505) 983-6043 FACSIMILE. (505) 983-6043 E-MAIL COSPA@ix.netcom.co BRAIL COSPA@ix.netCOSPA@ix.netcom.co BRAIL COSPA@ix.netCOSPA

August 3, 1998

HAND DELIVERED

Michael Condon, Esq. The Gallegos Firm 460 St. Michael's Drive, Suite 300 Santa Fe, New Mexico 87505

Re: Oil Conservation Division Cases 12015 and 12017: Applications of Gruy Petroleum Management for an unorthodox well location and simultaneous dedication, Lea County, New Mexico

Dear Mr. Condon:

On this date, Gruy Petroleum Management is requesting that the Oil Conservation Division continue the above referenced cases to the September 3, 1998 examiner hearing. This letter confirms our conversation of July 31, 1998, in which I advised that Gruy Petroleum Management has suspended its plans to drill the Rhodes Federal Unit Well No. 159 in Section 15, and the Rhodes Federal Unit Well No. 103 in Section 10, Township 26 South, Range 37 East, NMPM, Lea County, New Mexico pending the results of the above referenced Oil Conservation Division examiner hearing.

Very truly yours,

falling for

WILLIAM F. CARR Attorney for Gruy Petroleum Management

cc: /Michael E. Stogner Oil Conservation Division

> Zeno Farris Gruy Petroleum Management