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Carol Leach, General Counsel
State of New Mexico
Energy, Minerals & Natural Resources Dept.
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

RECEIVED

FEB 0 5 2003 EMNRD-LEGAL

Re: NMOCD Case: 12734 Commission's Order R-11775-B
Application of Richardson Operating Company
to establish a Special "Reful Well" Area within
the Basin-Fruttland Cool Gas Pool,
San Juan County, New Mexico

Dear Ms. Leach:

On behalf of Richardson Operating Company, I just received a copy of a letter from Mr. Larry Ausherman requesting the Secretary to issue a stay of Oil Conservation Commission Order R-11775-B. I am unable to find any authority for the Secretary to issue a stay of a Commission order and Mr. Ausherman cites none.

For you information, the Division issued a stay of the Examiner order pending a De Novo Order issued by the Commission. After the issuance of a Commission order, neither the Division, Commission nor the Secretary can stay a Commission order. Once the Commission decided in Richardson's favor there was no stay. Mr. Richardson's drilling has taken place after the Commission issued its Order and in compliance with that order.

Thomas Kellahin

CC:

Lori Wrotenbery, Director of Division
Steve Ross, Esq., Commission's Attorney
James Bruce, Esq., Lasty Ausherman, Esq.
Attorneys for San Juan Coal Company

William F. Carr, Esq.

Attorney for Richardson Operating Company

Per truly yo