

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

2007 JAN 11 PM 2 15 Mark E. Fesmire, P.E. Director
Oil Conservation Division

January 11, 2007

Richard Ezeanyim Chief Engineer Oil Conservation Division 1220 S. St. Francis Drive Santa Fe, NM 87505

Hand-delivered

Re: Request for continuance in Cases 13858 and 13859

Dear Mr. Ezeaniyam,

The Oil Conservation Division currently has two compliance cases against Pronghorn Management Corporation scheduled for hearing on the January 18, 2007 docket. Case 13858 addresses alleged violations of 19.15.4.201 NMAC as to sixteen wells; Case 13859 addresses alleged violations of the Division's reporting requirements, and violations of 19.15.4.201 NMAC as to eleven additional wells. The Division has requested that the two cases be heard together, to avoid duplication of testimony.

Mr. Larry "Buddy" Hill is a necessary witness in Case 13859. He has been out of the office for some time and is not expected to return to the office until January 16, two days before the hearing. Mr. Hill will need additional time to prepare for the hearing.

The Division respectfully requests that the hearings in both cases 13858 and 13859 be continued until February 1, 2007, so that Mr. Hill will be able to testify.

Pronghorn Management Corp. has not filed a pre-hearing statement. Because Monday, January 15 is a holiday, the pre-hearing statement was due January 10, 2007.

Very truly yours.

Gail MacQuesten

Assistant General Counsel

Cc: Pronghorn Management Corp., via fax (505-392-2592)