

2007 APR 8 PM 3 39

April 10, 2007

**VIA HAND DELIVERY**

Richard Ezeanyim  
Chief Engineer and Hearing Examiner  
Oil Conservation Division  
New Mexico Department of Energy, Minerals and Natural Resources  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505


**Re: Oil Conservation Division Case No. 13894: Application of Coleman Oil & Gas, Inc. for Simultaneous Dedication. San Juan County, New Mexico.**

Dear Mr. Fesmire:

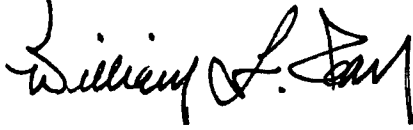
On April 4, 2007, Coleman Oil & Gas, Inc. provided its data supporting the application in this case to PRO-NM Energy, Inc. By letter dated April 5, 2007, Mr. J. E. Gallegos advised Coleman that, due to the limited time it had to review this information, PRO NM Energy, Inc. did not have a reasonable opportunity to adequately prepare its case nor to schedule an attorney or expert witness. PRO NM Energy, Inc. advised that it therefore had no choice but to file a motion for a continuance unless Coleman would agree to work with them about setting a reasonable hearing schedule. Mr. Gallegos has hired Tom Kellahin to represent PRO NM Energy, Inc. in this matter and we have discussed a hearing schedule that would accommodate all parties to this case.

Due to scheduling problems, the next hearing date on which all parties and counsel can be present for hearing is May 10, 2007. I explained to Mr. Gallegos and Mr. Kellahin that the Division was permitting Coleman to produce these wells pending the hearing scheduled for April 12, 2007. Mr. Gallegos and Mr. Kellahin have authorized me to advise the Division that they do not object the wells continuing to produce pending the hearing in this matter - if that is acceptable to the Division.

Coleman Oil & Gas, Inc. hereby requests that the hearing in this case be continued to the May 10, 2007 Examiner Hearing Docket and that the Ricky Well Nos. 1, 1R, 2, 2R be authorized to produce pending this hearing.

HOLLAND & HART  LLP

Very truly yours,



William F. Carr

APPROVED: \_\_\_\_\_

cc: Mr. Mark Fesmire  
Director  
Oil Conservation Division

Mr. David K. Brooks, Esq.  
Oil Conservation Division Counsel

Mr. Alan Emmendorfer  
Coleman Oil & Gas, Inc.

J.E. Gallegos, Esq.  
W. Thomas Kellahin, Esq.  
PRO NM Energy, Inc.