

JAMES BRUCE

ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

SUITE B
612 OLD SANTA FE TRAIL
SANTA FE, NEW MEXICO 87501

(505) 982-2043
(505) 982-2151 (FAX)

August 18, 1998

Via Fax

David Catanach
Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505

Re: Case 12013; Application of Costilla Energy, Inc. for an
unorthodox gas well location, Eddy County, New Mexico

Dear Mr. Catanach:

Please dismiss the above case. Thank you.

Very truly yours,



James Bruce

Attorney for Costilla Energy, Inc.