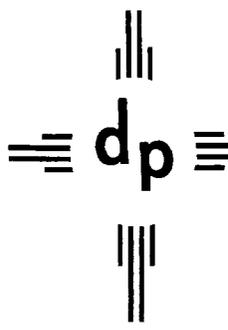


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dugan production corp.

DEC 7
CONSERVATION DIVISION

December 5, 2000

FAX NO: 505-827-8177

Mr. Michael Stogner, Chief Hearing Officer
New Mexico Oil Conservation Division
2040 South Pacheco Street
Santa Fe, NM 87505

Re: NMOCD letter of 11-28-00
WAW Fruitland Sand-Pictured Cliffs Pool

Dear Mr. Stogner,

In the subject letter, you advised that the issues addressed to Mr. Frank Chavez in my 11-17-00 letter had been placed on the 12-21-00 Examiner's Hearing Docket.

I respectfully request that this matter be removed from the 12-21-00 hearing docket.

My letter of 11-17-00 was not intended to be an application for hearing, but an attempt to help establish what options were available with respect to producing four wells (none of which produce much gas) operated by Dugan Production Corp. in the WAW Fruitland-Sand Pictured Cliffs Pool.

I would like to discuss this matter with you at your earliest convenience.

Sincerely,

John D. Roe
Engineering Manager

JDR/tmf

xc: Frank Chavez - OCD, Aztec