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April 7, 2004

Via fax and U.S. Mail

Carol Leach Acting Director Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Re: Oil Conservation Commission Case No. 13100/San Juan Coal Company-Dugan Production Corp.

Dear Ms. Leach:

The hearing on this matter is scheduled for tomorrow. San Juan Coal Company and Dugan Production Corp. have executed a settlement agreement, which is currently being reviewed for approval by the Bureau of Land Management. Therefore, the parties request that this matter be continued to the next Commission meeting.

Very truly yours,

James Bruce

Attorney for San Juan Coal Company

cc: Edmund H. Kendrick (via fax)
Larry P. Ausherman (via fax)