

Bill Richardson

Joanna Prukop

Cabinet Secretary
Reese Fullerton
Deputy Cabinet Secretary

2008 MAY 14 PM 3 41

Mark Fesmire
Division Director
Oil Conservation Division



May 14, 2008

Ms. Florene Davidson, Administrator EMNRD-OCD 1220 S. St. Francis Drive, Santa Fe, NM 87505

Hand-delivered

Re: Case 14005, Tucumcari Exploration

Dear Ms. Davidson,

Operator Tucumcari has now posted the required blanket-bond and has registered as an Operator in New Mexico. The OCD has confirmed that Tucumcari has completed the remediation of the pits at the sites identified in the Application. Although Tucumcari has not yet transferred operatorship of all of the subject wells from CKG to Tucumcari as was previously agreed, Tucumcari has assured the OCD that it is in the process of acquiring all of the required single-well financial assurances for the wells it has acquired from CKG, and plans to effectuate the well operator transfers as soon as possible.

Case No. 140005 is currently set for hearing on the May 15, 2008 docket. <u>The OCD respectfully requests that Case No. 14005 be dismissed.</u>

Sincerely,

Mikal Altomare

Attorney for the Oil Conservation Division

EC:

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