

Ocean Munds-Dry omundsdry@hollandhart.com

March 3, 2010

VIA HAND-DELIVERY

Mr. Mark Fesmire, P. E. Director Oil Conservation Division New Mexico Department of Energy, Minerals and Natural Resources 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

ס ...

Re: Case No. 13812: Request Order No. R-12820-A be Rescinded or That Coleman Oil & Gas, Inc. No Longer Be Required to Meet Certain Terms of the Order

Dear Mr. Fesmire:

On April 16, 2008, the Oil Conservation Commission entered Order No. R-12820-A granting the application of Coleman Oil & Gas, Inc. to amend Administrative Order SWD-806-B. The Commission authorized Coleman to re-enter and re-complete the Monument Well No. 1 for disposal of produced water into the Entrada formation.

Economics and Coleman's needs have changed since this Order was entered and Coleman no longer seeks to re-enter the Monument Well No. 1 to dispose of produced water. Coleman desires to plug the Monument Well No. 1 as originally directed by the Division.

Therefore, Coleman respectfully requests that Order No. R-12820-A be rescinded or that the Commission no longer require Coleman to re-enter and re-complete the well for disposal.

Thank you for your time and attention to this matter.

Sincerely,

Ocean Munds-Dry Attorney for Coleman Oil & Gas, Inc.

cc: Alan Emmendorfer

Holland & Hart LLP

 Phone [505] 988-4421
 Fax [505] 983-6043
 www.hollandhart.com

 110
 North Guadalupe Suite 1
 Santa Fe, NM 87501
 Mailing Address
 P.O. Box 2208
 Santa Fe, NM 87504-2208