

NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

April August 7, 1995

Telefax No. (505) 982-1621

Scheuer, Yost & Patterson Attn: Rodger Prucino P. O. Drawer 9570 Santa Fe, New Mexico 87504-9570

> **Re:** Case No. 11,507, In the matter of the hearing called by the Oil Conservation Division on its own motion to permit the current operator Petroleum Development Corporation, United New Mexico Bank of Albuquerque, and <u>all other</u> interested parties to appear and show cause why the El Posa Ranch Well Nos. 8 and 11 in Section 14, Township 28 North, Range 1 East, NMPM, as project into the unsurveyed Tierra Amarilla Land Grant, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Division approved plugging program.

Dear Mr. Prucino:

I am in receipt of your letter dated April 1, 1996 requesting a sixty day continuance of the hearing presently scheduled for April 4, 1996 in the matter concerning the **four wells** that are the subject of this proceeding. There are only two wells in this case. Also, your letter did not address the connection between Kachina Production Company, TA Resources, Inc., Fred B. Shelton, III, the U. S. BIA, and the Jacarilla Apache Indian Tribe with the current operator. Your request is hereby devied.

Perhaps after the presentation of background information at the hearing a request at that time for a deferral period to be included in any order issued by the Division would be an acceptable approach for your client.

Sincerely,

Michael E. Stogner Chief Hearing Officer/Engineer

cc: Oil Conservation Division - Aztec William J. LeMay, Director - OCD, Santa Fe Rand Carroll, Counsel - OCD, Santa Fe File: Case 11,507