JAMES BRUCE

ATTORNEY AT LAW

POST OFFICE BOX 1056 SANTA FE, NEW MEXICO 87504

612 OLD SANTA FE TRAIL SANTA FE, NEW MEXICO 87501

(505) 982-2043 (505) 982-2151 (FAX)

October 4, 1998

Via Fax and U.S. Mail

Michael E. Stogner Oil Conservation Division 2040 South Pacheco Street Santa Fe, New Mexico 87505

Case 12031; Application of Santa Fe Energy Resources,

Inc. for compulsory pooling, Eddy County, New Mexico

Dear Mr. Stogner:

Please dismiss the above case. Thank you.

Very truly yours,

James Bruce

Attorney for Santa Fe Energy Resources, Inc.

William F. Carr (via fax) cc: