

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

May 24, 2000

Reliance Energy, Inc. Mr. Robert W. Hall Post Office Box 10946 Midland, TX 79702

Re: Case No. 12388

Federal Com D No. 3 Well E/2 of Section 31, Tract 9 South, Range 36 East

Dear Mr. Hall:

Thank you for the copy of your letter dated May 17, 2000, to the Bureau of Land Management regarding the communization of the above-referenced property. Case No. 12388 is scheduled for the June 1, 2000 docket before an Oil Conservation Division hearing examiner. However, as you have taken the steps to have the property properly communitized, the division will dismiss this case, and it will not be heard on June 1, 2000. An order of dismissal will be issued after that.

Thank you for your cooperation.

Best regards,

Marilyn S. Hebert

Attorney for the division

c: William C. Bahlburg Chris Williams