

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Betty Rivera
Cabinet Secretary

August 30, 2002

Lori Wrotenbery
Director
Oil Conservation Division

Gallegos Law Firm, P. C. Attn: J. E. Gallegos 460 St. Michael's Drive - Building 300 Santa Fe, New Mexico 87505

Miller, Stratvert & Torgerson, P.A. Attn: Scott Hall P. O. Box 1986 Santa Fe, New Mexico 87504-1986

Re: Case No. 12,479: Application of Pendragon Energy Partners, Inc. for approval pursuant to New Mexico Oil Conservation Commission ("Commission") Order No. R-11133-A to restore to producing status its Chaco Well No. 2-R (API No. 30-045-23691) located 1850 feet from the South and West lines (Unit K) of Section 7, Township 26 North, Range 12 West, NMPM, WAW-Fruitland Sand-Pictured Cliff Pool, San Juan County, New Mexico.

Dear Messrs. Gallegos and Hall:

Reference is made to Mr. Hall's letter dated August 28, 2002 (see copy attached), this case will be docketed for the October 24, 2002 Examiner's hearing where it will be **dismissed**.

Thank you, should there be anything further to consider in this matter, please contact me in Santa Fe at (505) 476-3465.

Sincerely,

Michael E. Stogner Chief Hearing Officer/Engineer

cc: New Mexico Oil Conservation Division - Aztec

Case File 12.479

Florene Davidson - NMOCD, Santa Fe