

2008 FEB 29 PM 12 34

February 26, 2008

U.S. Department of the Interior
Bureau of Land Management
1235 La Plata Highway, Suite A
Farmington, Nm 87401
Attention: Jim Lovato
Team Leader, Petroleum Management

New Mexico Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, NM 87504
Attention: Will Jones
Senior Petroleum Geologist

New Mexico Commissioner of Public Lands
State Land Office
P.O. Box 1148
Santa Fe, Nm 87504-1148
Attn: Jami Bailey, Director
Oil, Gas, and Minerals Division

Re: LA PLATA MANCOS UNIT
2008 PLAN OF DEVELOPMENT

Gentlemen:

Set out below is Summary of Operations for 2007 and Operator's Plan of Development for 2008 for the La Plata Mancos Unit in San Juan County, NM.

1. Summary of Operations

No changes have been made in the geologic interpretations or participating area boundaries, so no new maps are submitted.

The pumping unit on the #1 (P-31) well was replaced, the pumping unit on the #7 (M-29) well was overhauled, and the Unit compressor located at the #7 (M-29) location was overhauled.

2. Status of all wells is listed on Schedule I attached.
3. Production decline curves are enclosed.

4. Operator proposes no new wells be drilled in 2007 but if our continuing review warrants a change we will file the required forms.
5. The enclosed schedule II shows current and cumulative oil and gas production.

We request your approval of this 2008 Plan of Development.

Sincerely,

BENSON-MONTIN-GREER DRILLING CORP.

By: 
Mike Dimond, President

SCHEDULE I

LA PLATA MANCOS UNIT WELLS
 SAN JUAN COUNTY, NEW MEXICO

Well Name	Location - Sec. - Twp - Range	Latitude/Longitude	Status
La Plata Mancos Unit #1 (P-31)	SE/SE Sec. 31, T-32N, R-13W	N36.56.301, W108.14.320	Producing
La Plata Mancos Unit #3 (G-32)	SW/NE Sec. 32, T-32N, R-13W	N36.56.791, W108.13.419	Producing
La Plata Mancos Unit #4 (N-31)	SE/SW Sec. 31, T-32N, R-13W	N36.53.333, W108.14.754	P & A'd
La Plata Mancos Unit #7 (M-29)	SW/SW Sec. 29, T-32N, R-13W	N36.57.116, W108.14.015	Producing

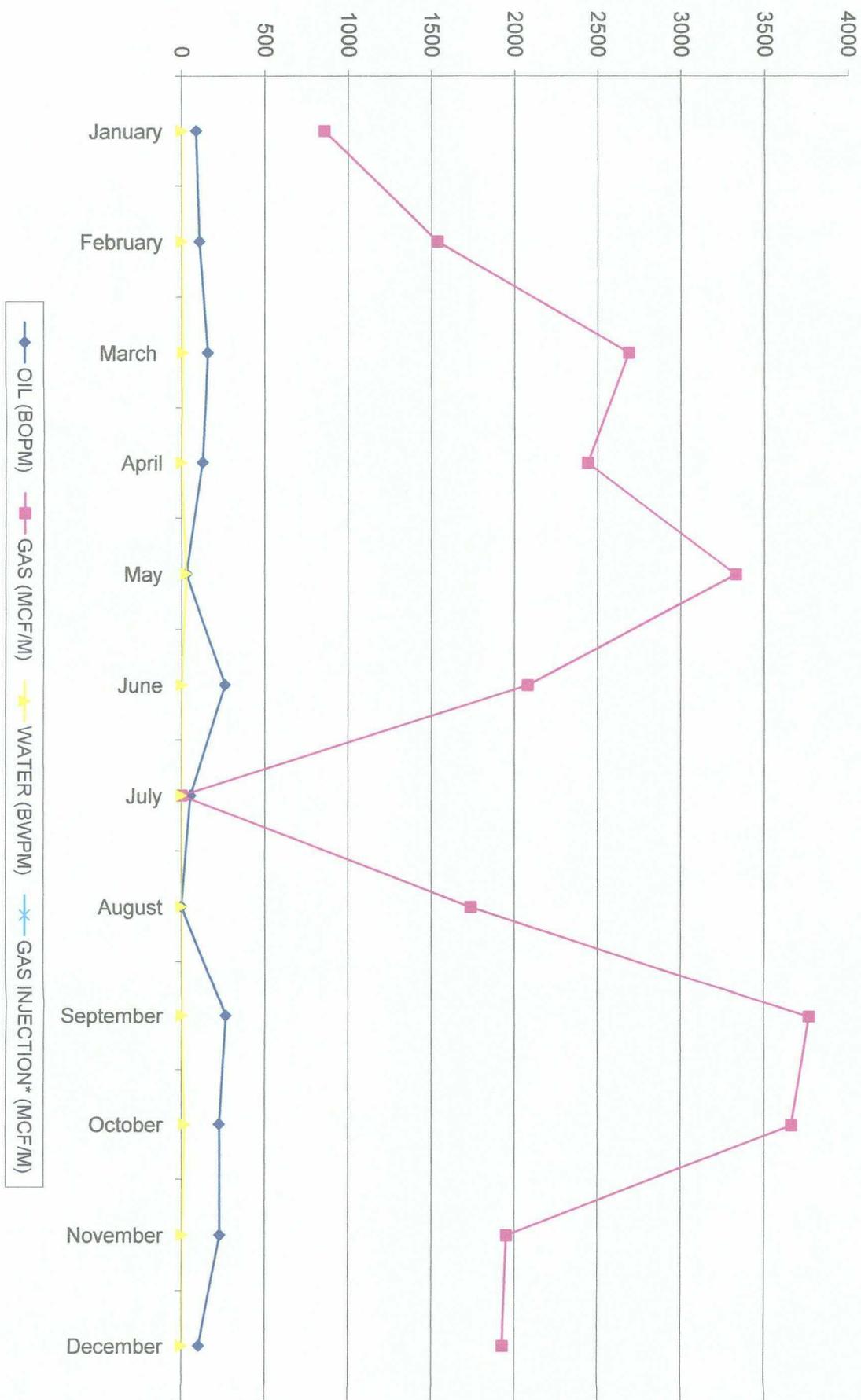
SCHEDULE II
LA PLATA MANCIS UNIT
2007 PRODUCTION STATISTICS

2007 LAPLATA MANCOS UNIT PRODUCTION

	OIL (BOPM)	GAS (MCF/M)	WATER (BWPM)	GAS INJECTION* (MCF/M)
January	88	857	0	
February	107	1536	0	
March	158	2688	7	
April	127	2439	0	
May	29	3329	28	
June	260	2079	0	
July	54	0	0	
August	0	1736	0	
September	265	3771	0	
October	227	3663	17	
November	228	1951	0	
December	103	1926	0	
			S	
Total	1646	25975	52	0
Cumulative	375067	645309	509	308386

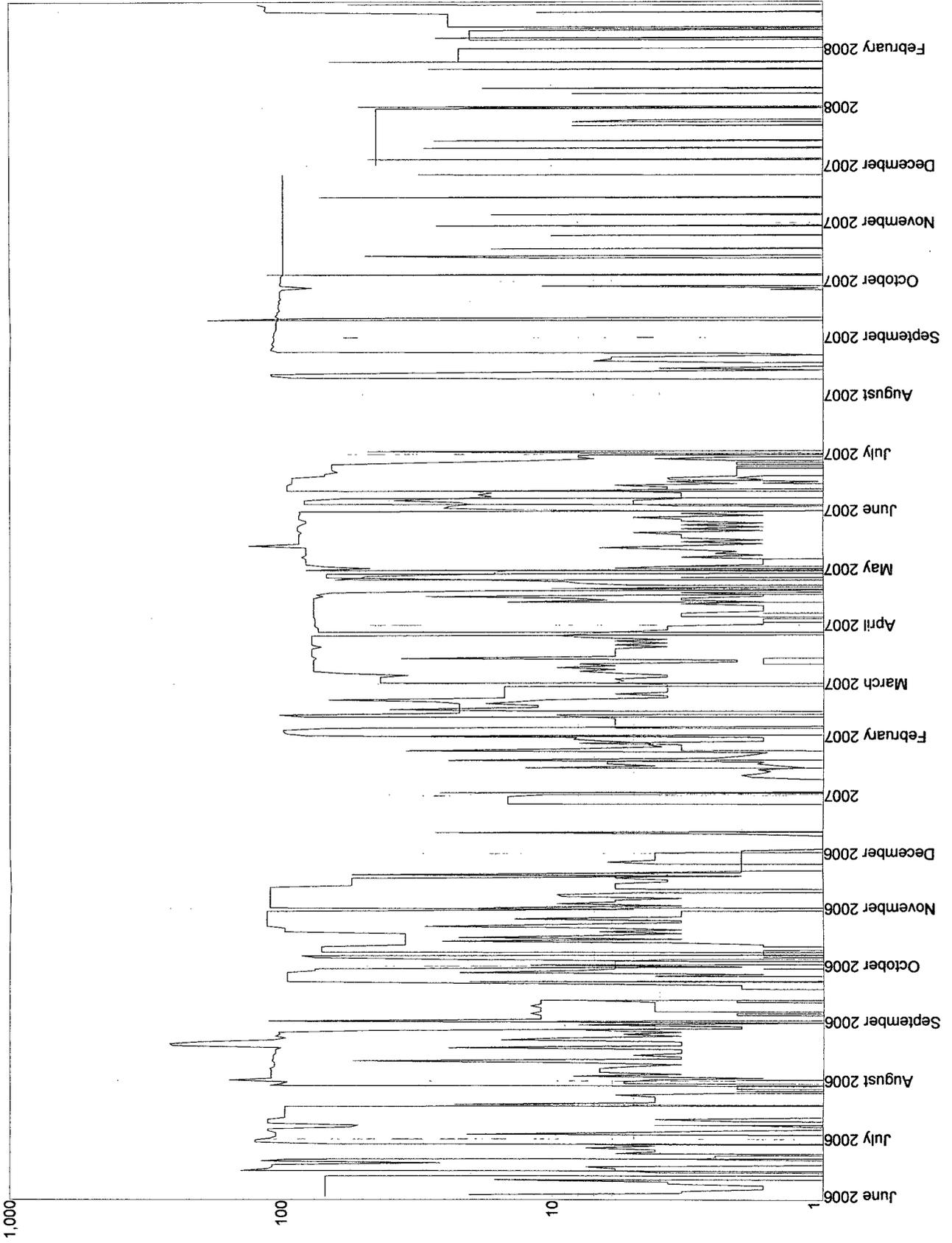
* Gas Injection Discontinued

La Plata Mancos Unit 2007 Production



Oil (bbl)
Gas (mcf)
Water (bbl)

LPMU



Oil (bbl)
Gas (mcf)
Water (bbl)

LPMU

