



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

October 6, 2004
Manzano Oil Corporation
P.O. Box 2107
Roswell, NM 88202-2107
Attn: Mr. Toby Solis

RE: Shut in order for Manzano Oil Corporation: Green Flash Federal Com. # 1, located in Unit D, 660' FNL & 660' FWL, Township 18 South, Range 30 East, Eddy County, New Mexico, API # 30-015-32402

Dear Mr. Solis or To Whom It may Concern,

In regards to the above referenced well, the New Mexico Oil Conservation Division (NMOCD) at the Artesia office has received in part regulatory information, specifically a completion report and a sundry report: Bureau of Land Management forms 3160-5 and 3160-4. In reviewing the documents I see that operations to plug back, test potential zones and complete an oil well in the Bone Spring formation occurred during the months of February-April, 2004.

The NMOCD needs to bring to your attention a number of what appears to be violations with our rules and regulations.

Please submit as soon as possible the following information or plan to shut said well in by October 12, 2004 as our records indicate that we have never received them.

- NMOCD form C-104 (Request for Allowable and Authorization to Transport)
- NMOCD form C-102 (Indicating the calculated dedicated acreage for an oil well; Please note that this well lies within the boundaries of the Santo Nino; Bone Spring Oil Pool. The pool code # is: 54600)
- BLM form 3160-5 Intent (Providing one was filed, requesting to plug and abandon the Atoka perforations / plug back and test up-hole.)

Also included with this document are parts of the NMOCD rules and regulations that I am aware of at this time that Manzano Oil Corporation is in violation of.

Please call if you have any questions.

Respectfully yours,

Bryan G. Arrant

PES

CC: Tim Gum, District Supervisor-Artesia
Well File