

November 30, 2005

Charlie Perrin NMOCD 1000 Rio Brazos Aztec, NM 87410

30-045-30858

SUBJECT: HOODOO NO. 1 SHUT IN STATUS

Dear Mr. Perrin:

The subject well was returned to production in July 2005. It produced for nine days, but the pumping unit engine needed extensive repair to continue production.

We had been working on a pipeline connection for the past couple of years, but we were having difficulty with ROW approvals over Navajo Tribal Trust surface. We did not wish to waste money and vent gas to produce the well without a pipeline connection.

We neglected to show the production on the C-115 report, but we are filing an amended report to show production for July.

The well was tested in October, and it is capable of producing gas. The Hoodoo No. 1 is a Fruitland Coal well and it will need to be dewatered, but it shows excellent productivity. We therefore request that this well be removed from the NMOCD shut in list. If you need further information, please contact me at 505.324.5326 or at <a href="mailto:cdinning@merrion.bz">cdinning@merrion.bz</a>.

Sincerely,

Connie Dinning
Production Engineer

csd

cc: Well File