

# MERRION

OIL & GAS

610 Reilly Avenue  
Farmington New Mexico 87401  
Ph: 505-327-9801  
Fax: 505-326-5900

RECEIVED  
BLM

00 APR 17 AM 10:53  
DIP ALBUQUERQUE, N.M.

April 13, 2000

Mr. Brian W. Davis

Bureau of Land Management  
435 Montano Rd. NE  
Albuquerque, NM 87107-4935

Subject: NMNM 40642 Cot 1  
Extended Term Production  
Ne/4 Sec 35, T24N, R2W  
Rio Arriba County, New Mexico

30039 23693

Dear Mr. Davis:

In response to your letter dated April 4, 2000 the Cot 1 is capable of production in paying quantities. We plan to resume production May 1, 2000, which is within the 60-day timeframe set out in your letter.

We will file a production report at the appropriate time that should satisfy your inquiry.

If you need anything further please let me know.

Sincerely,



Steven S. Dunn  
Drilling & Production Manager

Cc: Well File  
Dave Dupree  
Carl Merilatt

AFMSS

Adjud	<i>amg</i>
Engr	
Geol	
Surf	
Appvl	

*Accepted for Record* *B.S.*