



August 7, 2001

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division - District II
1301 W. Grand Ave
Artesia, NM 87210

Attention: Mr. Tim Gum
District Supervisor

REF: Spur 11 State Com Well No. 1
Eddy County, New Mexico

Gentlemen:

Please find enclosed for your review and approval an original with five (5) copies of Form C-105 "Well Completion or Recompletion Report and Log" for the recompletion of the referenced well from the Upper and Middle Morrow formation to the Atoka. Also, enclosed are 5 copies of Form C-104 "Request for Allowable and Authorization To Transport". The well is not producing and being evaluated for stimulation.

Should you have any questions or require additional information, please contact the undersigned at (713) 753-1492 at your convenience.

Sincerely,

Torch Operating Company
On behalf of:

MISSION RESOURCES CORPORATION

Nancy K. Gatti
Regulatory Coordinator

Enclosure