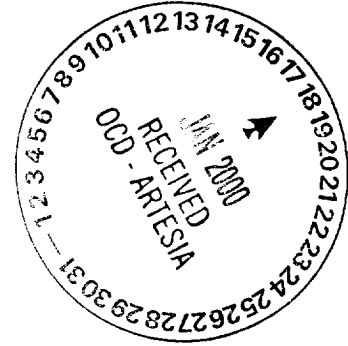


MERIT ENERGY COMPANY

12222 Merit Drive, Suite 1500
Dallas, Texas 75251
(972) 701-8377
(972) 960-1252 Fax

January 14, 2000



Mr. Mike Stubblefield
State of New Mexico
Oil Conservation Division
811 South First Street
Artesia, New Mexico 88210

Re: Case No. 12279
Burton Flats No. 1, 2 & 3 Wells
Section 1-T21S-R27E
Eddy Co., New Mexico

Dear Mr. Stubblefield,

Enclosed please find Form C-103 concerning the plugging and abandonment on the above referenced wells.

If any additional information is required, I can be reached at 972-383-6569.

Sincerely,

MERIT ENERGY COMPANY

Lynne Moon
Regulatory Analyst