1106 N. Country Club Carlsbad, NM 88220 June 17, 2000



New Mexico Oil Conservation Division 811 S. First Street Artesia, NM 88210

Attn. Ms. Carmen Reno

Re: Current Status of Oil Well

Dear sirs:

Enclosed is a copy of BLM Form 3160-5, dated 6/17/2000, concerning the Taylor Fed. #8 Well, API 30015270850000. You will receive a copy from the BLM in the future.

The well will be designated "Shut-in" until the tank battery and connections can be completed, and then the well tested for a production allowable. At the proper time, an oil production allowable will be applied for from the NMOCD via a C-104.

If you need any further information, please call me at 505-887-2570.

Sincerely. But Jay lon Bill Taylor

enclosure