BMG

BENSON-MONTIN-GREER DRILLING CORP.

January 11, 1999

Mr. Charles Perrin New Mexico Oil Conservation Division 1000 Rio Brazos Road Aztec, NM 87410 DECEIVED

OIL CON. DIV.

Re: LA PLATA MANCOS UNIT #3 (G-32)

G-32-32N-13W API 30-045-20329

Dear Charlie:

This is in response to your letter of December 23rd. We are negotiating with the state to restore this well to production. I recall your saying it would be better to produce it than abandon it.

We'll keep you advised.

Yours truly,

BENSON-MONTIN-GREER DRILLING CORP.

Bv:

Albert R. Greer President

ARG/tlp

Lodging