BENSON-MONTIN-GREER DRILLING CORP.

March 14, 2006

U.S. Department of the Interior Bureau of Land Management 1235 La Plata Highway, Suite A Farmington, Nm 87401

New Mexico Oil Conservation Division 1220 S. St. Francis Drive Santa Fe, NM 87504 Attention: Roy E. Johnson Senior Petroleum Geologist

New Mexico Commissioner of Public Lands State Land Office P.O. Box 1148 Santa Fe, Nm 87504-1148 Attn: Jami Bailey, Director

Oil, Gas, and Minerals Division

Re: LA PLATA MANCOS UNIT 2006 PLAN OF DEVELOPMENT

Gentlemen:

Set out below is Summary of Operations for 2005 and Operator's Plan of Development for 2006 for the La Plata Mancos Unit in San Juan County, NM.

1. Summary of Operations

No changes have been made in the geologic interpretations or participating area boundaries, so no new maps are submitted.

The La Plata #3 (G-32) well had a new pump installed, paraffin stripped from rods, and rods pressure tested in May 2005 and is producing.

All locations were cleaned and weeded and unused equipment removed.

- 2. Status of all wells is listed on Schedule I attached.
- 3. Production decline curves are enclosed.

- 4. Operator proposes no new wells be drilled in 2006 but if our continuing review warrants a change we will file the required forms.
- 5. The enclosed schedule II shows current and cumulative oil and gas production to demonstrate the effectiveness of enhanced recovery.

We request your approval of this 2006 Plan of Development.

Sincerely,

BENSON-MONTIN-GREER DRILLING CORP.

By:

Mike Dimond, President

SCHEDULE I LA PLATA MANCOS UNIT STATUS OF WELLS

#1 (P-31)	SE/SE 31-3%N-13W	Producing
#2 (I-6)	NE/SE 6-31N-13W	P&A 1997
#3 (G-32)	SW/NE 32-32N-13W	Producing
#4 (N-31)	NE/SW 31-32N-13W	P&A 2002 - former injection well
#6 (C-6)	NW/NW 6-31N-13W	P&A
#7 (M-29)	SW/SW 29-32N-13W	Producing

SCHEDULE II LA PLATA MANCIS UNIT 2005 PRODUCTION STATISTICS

	OIL (BOPM)	GAS (MCF/M)	WATER (BWPM)	GAS INJECTION* (MCF/M)
January	197	3687		
February	211	3321		
March	195	3529		
April	212	3480		
May	204	3195	160	
June	165	2916		
July	110	2259		
August	201	3333		
September	175	3466		
October	196	3457		
November	129	2483		
December	179	2619		
Total	2174	37745	160	0
Cumulative	375595	657079	617	308386

^{*} Gas Injection Discontinued

La Plata Mancos Unit 2005 Production

