KERSEY AND COMPANY

P.O. Box 1248 Fredericksburg, TX 78624 830-997-7519

January 12, 2001

Tim Gum
District II Supervisor
Oil Conservation Division

Dear Mr. Gum:



When I visited with you back in October, I mentioned that we were unable to obtain a Pulling Unit to work on any wells, including those that have been in production recently. Since that time things have only gotten worse, as I now have several producing wells off. I regularly call all of the Pulling Unit Operators in S.E. New Mexico to stay current on their lists.

However, we are trying to use other methods to return the shut in wells to production. We have been able to contract with an operator of a cable tool drilling rig to start working on this group of wells. This work however, is only being done on a "when time is available" basis, and is rather slow. We have returned one well to production and are currently working on another that was not on your list that the BLM is pressuring us to return to production.

Please find enclosed Forms C-103 on all wells listed, with a plan of action.

Sincerely,

Ler Wade

Kenneth R. Wade

Kersey & Company

ASh-A-I-PX + INTENT - 1/10/01

Federal ASh-I RETHERATED TO PRODUCTION TO PRODUCTION - IF NOT PX + APPROVED

Y.O. FEDERAL - 3 - WO INTENT - APPROVED

FEDERAL - 1 - SAME AS ASh-2



30-015-01310 G	30-015-03471 O	30-015-10227 G	30-015-01337 G	30-015-01306 G	API# Type
12-1992	09-1997	12-1993	10-1998	03-1985	Last Production/ Injection
#001	Y D #003	A S U #002	A S U #001	ASUA#001 KERSEY & CO	Well Name and Number
KERSEY & DONOHUE	KERSEY & CO & E A HANSON	KERSEY & CO	KERSEY & CO	KERSEY & CO	Operator
20-03-17S-28E	K-28-18S-29E	D-11-17S-28E	A-10-17S-28E	M-02-17S-28E	ULSTR
990S	23108	660N	660N	660S	FNS
990€	1980W	660W	660E	660W	FEW