

PRONGHORN MANAGEMENT CORPORATION

P. O. Box 1772
Hobbs, NM 88241

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February 6, 2001

Tim Gum
Oil Conservation Division
811 South First Street
Artesia, NM 88210



Re: Current Status of Oil and Gas Wells

Dear Sir:

We have plans to put back on production the following wells. The work involved should be replacing rods, tubing and pumps and general maintenance work. The State "M" #1 well will be perforated and acidized to test for production. As we put these wells back on production, actual production results will dictate our future plan for additional drilling and recompletion.

Acrey 2
Artesia State #1
Aston & Fair 001 Y
Aston & Fair A #1
Brainard #1
Conklin #1
Hastie 3
Homan #1
State M #1
Sunray State #2

The following wells have been plugged and abandoned.

Hastie 5
Hastie 6
Hastie 9

Our intent is to plug and abandon the following wells.

Delhi #7
Delhi #1

BEFORE EXAMINER STOGNER	
OIL CONSERVATION DIVISION	
OCD EXHIBIT NO.	160
CASE NO.	12811

160

State A #2

State A #1

State E #1

Our plan is to begin work as early as March 1, 2001 and have the work completed in six months.
Thank you for working with us and for your patience.

Sincerely,

A handwritten signature in cursive script, appearing to read "G. A. Baber".

Pronghorn Management Corporation

G. A. Baber
Partner