Manzano, LLC P.O. Box 2107

Roswell, New Mexico 88202-2107

(505) 623-1996

9/13/06

New Mexico Energy, Minerals and Natural Resources Department Oil Conservation Division 1301 W. Grand Av. Artesia, NM 88210

Attention: Mr. Gerry Guye

RE: Letter Of Violation No. 020647

Manzano Lackey Fee #1 (API No. 30-005-63696)

Section 33-T12S-R28E Chaves County, New Mexico

Dear Mr. Guye:

Since our conversation on Monday (9/11/06), I have talked with Mr. Gumm and on Tuesday I met with Mr. Mike Bratcher. As a result of my meeting with Mr. Bratcher I have submitted a written request (and provided information verifying that there is no shallow water in the area) to approve the C-144 previously submitted for pit closure on the above referenced well. Once I have received an approved copy of the Form C-144 I will get this location cleaned up and ready for final inspection immediately. Thank you for your help with this matter and please call if you have any questions or comments.

Mike Hanagan, Manager

Sincerely.