

BRANEX RESOURCES, INC. POST OFFICE BOX 2328 ROSWELL, NEW MEXICO 88202 [505] 623-2840

RECEIVED

SEP 19'90

September 18, 1990

O. C. D. ARTESIA, ONNCE

New Mexico Oil Conservation Division P.O. Drawer DD Artesia, New Mexico 88210

ATTN: Mike Williams Supervisor, District II

RE:

NMOCD form C-103 Osage "33" Com. #2 well T6S-R26E, NMPM, Sec. 33: NE\sNW\s, Chaves County, New Mexico

Gentlemen:

This office is in receipt of your division's form letter under date of September 10, 1990, wherein you have asked Branex Resources, Inc. as Operator of the captioned well to check off certain items pertaining to an inspection to be performed by NMOCD.

Please be advised that we have filled out this form in accordance with your instructions; however, we enclose a letter dated August 23, 1990, from the owner of the surface, Mr. Thomas S. Cooper of Las Cruces, New Mexico. Please be advised that Mr. Cooper requested that none of the pits be filled and leveled and that the rat hole and cellar be left exactly as is with the dry hole marker precisely at its exact location and unaltered by us. Mr. Cooper is the owner of the ranch surrounding our wellsite location and he has intentions to utilize said dry hole for purposes of perforating same for usage as a water well, and he would like to use our pit as a water holding tank for possible future agriculture usages. Insofar as the dead men and the tie downs are concerned, these may be required for Mr. Cooper's usage in the event that he would like to go in and do further work in this hole in the future.

In any event, an examination of this letter would reveal that he would like to keep all of those items intact as they are at present, and in consideration of same, I see no reason why the NMOCD should not go on ahead and approve our existing C-103 report for plugging and abandonment and relieve us of our responsibility and further release our plugging bond pertaining to the wellbore. If the explanation contained herein is not satisfactory, then I will appreciate your phone call concerning same as soon as possible.

Yours very truly,

BRANEX RESOURCES, INC.

F. Andrew Grooms President

BRI/FAG/kec enclosures