Copy for your files. Sandy T.

FAX: (915) 682-2320

August 1, 2000

New Mexico Energy, Minerals & Natural Resources Dept. Oil Conservation Division 2040 South Pacheco Street Santa Fe, New Mexico 87505 Attn: Lori Wrotenbery, Director

RE: Annual Gas Well SIP Test Apache #1 (30-025-31411) Unit E, 1650' FNL & 990' FWL Sec 5, T9S, R34E Lea County, New Mexico

Dear Ms. Wrotenbery,

Please be informed that the Apache #1 has recently been plugged & abandoned & the form C-125 is no longer necessary or required. A copy of the Form C-103 (subsequent report of plug & abandonment) is attached.

Sincerely yours,

Tracy I. Jeneson

Tracy D. Tenison, Pet. Engineer

TDT/skt

Enclosure