



Manzano Oil Corporation

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July 27, 2000

New Mexico Oil Conservation Division
1625 French Drive
Hobbs, New Mexico 88240

Attn: Chris Williams

Re: Honeysuckle #1
Unit B, Sec 21, T18S, R35E
Lea County, New Mexico
API #30-025-26921

Gentlemen:

A small pumping unit was placed on the Honeysuckle in December 1999 to try to skim oil from the well at 1000' without producing large volumes of water. Production in December 1999 was 256 BO + 10 BW.

We are still skimming oil by pumping it periodically each month.

We can cancel the July 27, 1998 C-103 for now and reapply for P&A once the well becomes uneconomical again.

Very truly yours,

Donnie E. Brown
VP Engineering