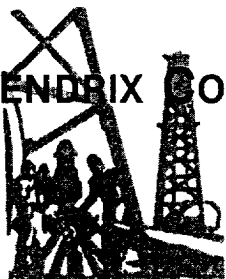


JOHN H. HENDRIX CORPORATION



MAILING ADDRESS
P.O. BOX 3040
MIDLAND, TX 79702-3040

(915) 684-6631
FAX (915) 684-7317
110 N. MARIENFELD, SUITE 400
MIDLAND, TEXAS 79701-4412

May 22, 1997

New Mexico Oil Conservation
Division
P. O. 1980
Hobbs, New Mexico 88241-1980

RE: John H. Hendrix Corp.
Cossatot "B" No. 2
Unit M, Section 12,
T22S - R37E, Lea
County, New Mexico
Tubb Gas Pool
Letter-in-Lieu of
Form C-122

Gentlemen:

Due to the low bottom hole pressure and water production on our recently recompleted Cossatot "B" No. 2, it is necessary to pump the well as it will not flow.

Test Date: 5/7/97

Method: Pumping well with fluid to test tank and gas measured by 2" orifice well tester.

SITP: Rods and pump in hole.

SICP: 210 psig

FCP: 35 psig

Pumped well to test tank for 24 hrs. with a gas rate of 284 MCFPD. Recovered 30 BW of fluid.