

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukon Cabinet Secretary

Mark E. Fesmire, P.E. Director

Oil Conservation Division

Forest Oil Permian Corp. 1600 Broadway Suite 2200 Denver CO 80202

March 17, 2005

Reference: Barclay Federal 016

D-1-23s-31e

API: 30-015-33653

Operator,

An inspection of this site on this date has indicated that the drilling pit used during drilling operations of this well has been closed per NMOCD Rules, Regulations, and Guidelines. The release that occurred during drilling operations from this pit has also been remediated per NMOCD Guidelines.

Thank you for your cooperation and if I can be of assistance, my contact information is listed below.

Mike Bratcher

NMOCD District 2 1301 W. Grand Ave Artesia, NM 88210

Mike Barkher

(505) 748-1283 Ext 108 (505) 626-0857

mbratcher@state.nm.us