



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

31 March 2005

Strata Production Co
P. O. Box 1030
Roswell, New Mexico 88202-1030

RE: Halcon State # 1 G-26-19-29 API# 30-015-23943

Dear Sir or Madam:

The Artesia District of the Oil Conservation Division on 26 March, 2005 conducted a routine inspection. This inspection found two pits. These pits have not been declared as required by Rule 50. Please register these pits with this office. Also if these pits have been permitted by Division Order, please provide the case and R-Order number. Please have this information in this office on or before 15 April, 2005.

Hydrocarbons were also observed in the pits. Please have the hydrocarbons removed immediately.

If you have any questions please call.

A handwritten signature in black ink, appearing to be "Van Barton".

Van Barton
Field Rep. II