

#1 Sunwest Centre
P.O. Box 1933
Roswell, NM 88202
Voice: (505)623-6601
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Harvey E. Yates Company

September 6, 2005

Chris Beadle
New Mexico Energy, Minerals & Natural Resources Department
1301 W. Grand
Artesia, NM 88210

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SEP - 9 2005
RBD/ARTEDIA

RE: iCLB0521337377	Scribner 5 Federal #01	30-015-25695-00-00	H-05-18S-31E
iCLB0521337944	Arco 5 Federal #02	30-015-26258-00-00	G-05-18S-31E
(additional wells)	Arco 5 Federal #01	30-015-26197-00-00	E-05-18S-31E
	Cholla 1 Federal #04	30-015-32834-00-00	H-01-18S-31E
	Bola 7 Federal #02	30-025-35381-00-00	A-07-18S-32E
	Power Deep Fed Com #1	30-015-31572-00-00	P-31-17S-31E
	Mesquite 2 #05	30-015-25533-00-00	N-02-18S-31E
	ESDU #13	30-015-22000-00-00	N-30-17S-29E

Dear Mr. Beadle:

The problems identified in your Notice of Violation – Inspection letter dated 02-August-2005 have been corrected. Our field manager informed me that the work was performed 8/10/05 each site was tilled and microblazed.

Scribner 5 #1 **Remediation required as per iCLB0521337377.**
Microblazed site with 268 gallons water & 3% microblaze.

Arco 5 Federal #1 & #2 **Remediation required as per iCLB0521337944.**
#1 well was microblazed 3% with 257 gallons of water; the #2 well was microblazed with 3% and 110 gallons of water.

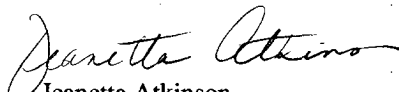
Cholla 1 Federal #4 Remediated by re-tilling and microblazing.

Bola 7 Federal #2 Remediated by re-tilling and microblazing.

We also remediated the well signs for the following wells:
Power Deep
Mesquite 2 #5
Empire South Deep Unit (ESDU) #13

These sites are in compliance and ready to be inspected as to work performed. Should you have any further questions, please contact our office at (505)623-6601.

Thank you,


Jeanetta Atkinson
Harvey E. Yates Company
(505) 623-6601

RBD/MS UPDATED