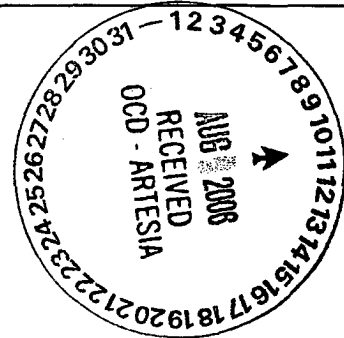




August 10, 2006



Oil Conservation Division  
1301 W. Grand Ave.  
Artesia, NM 88210

Attention: Bryan Arrant

RE: Scared Hawk State Com #1  
T25S – R28E – Sec. 4  
330 FNL & 25 FEL  
BHL: 430 FNL & 2310 FEL  
Eddy County, New Mexico

Sly Hawk State #5  
T25S – R28E – Sec. 3  
150 FNL & 330 FEL  
BHL: 2310 FNL & 430 FEL  
Eddy County, New Mexico

Hello Bryan:

Attached are the C-102's for the above referenced wells that you requested. The penetration point is located on the surface location for both wells. We have just submitted the NSL to Stogner yesterday on the Scared Hawk. If you need anything else on these please let me know!

Thanks,

Nancy Bratcher  
Land Department