



JUL 30 2007
OCD-ARTESIA

marbob

energy corporation

July 27, 2007

Oil Conservation Division
1301 W. Grande Ave.
Artesia, N.M. 88210

30-c15-35710

Attention: Bryan Arrant

RE: Black Velvet Federal #1H
Surf: 430' FSL & 1650' FWL
BHL: 430' FSL & 330' FEL
Section 26, T22S, R28E
Eddy County, New Mexico

Dear Bryan:

Marbob Energy has conducted a review to determine if an H2S contingency plan is required for the above referenced well. We were able to conclude that any potential hazardous volume would be minimal. H2S concentrations of wells in this area from surface to TD are low enough; therefore we do not believe that an H2S Contingency Plan would be necessary.

Please advise us if you feel differently or need further information.

Sincerely,

Nancy Agnew
Land Department

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