



marbob
ENERGY CORPORATION
ARTESIA, NEW MEXICO

JUL -9 2007
OCD-ARTESIA

July 6, 2007

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

Attention: Bryan Arrant

30 - 015 - 35785

Re: Zip Federal #1
1720' FNL & 1130' FWL
Section 13, T21S, R24E
Eddy County, New Mexico

Dear Bryan:

We plan to complete this well in the Morrow which is sweet and we don't anticipate cutting any formations that contain H2S gas during the drilling of the above referenced well. Therefore, we do not believe that an H2S contingency plan is necessary.

If you have questions or need further information, please call.

Sincerely,

Nancy Agnew
Land Department

/na