

THE PRODUCTION CORP.

Petroleum Engineering Consulting Lease Management Contract Pumping . 7415 East Main Farmington, New Mexico 87402 (505) 327-4892 • Fax: (505) 327-9834

September 16, 2013

CERTIFIED MAIL

Mr. Larry Roybal New Mexico State Land Office Oil, Gas, and Minerals Division Santa Fe, NM 87501-2708

RCVD SEP 20'13 OIL CONS. DIV. DIST. 3

Re:

Thompson Engineering and Production Corp.

Kinbeto 16#3

Section 16, T23N, R10W San Juan County, NM

Dear Mr. Roybal,

Thompson Engineering and Production Corp. is notifying you that they have buried the drill cuttings in the reserve pit. The cuttings were tested according to NMOCD rules (Subsection B of 19.15.17.13 (B) (1)(b) NMAC) and found to meet all of the criteria for on-site burial. No action is required on your part. If you have any questions, please don't hesitate to call me.

Sincerely,

Paul C. Thompson, P.E.

President

Cc: Mr. Jonathon Kelly, NMOCD, Aztec