

devon**ENERGY PRODUCTION COMPANY, L.P.**20 North Broadway, Suite 1500
Oklahoma City, Oklahoma 73102-8260Telephone: (405) 235-3611
Fax: (405) 552-8113

October 5, 2001

OCT 10 2001

VIA FACSIMILETo All Working Interest Owners
See List AttachedRe: Esperanza 3N Fee #1
660' FSL & 1980' FWL
Section 3-T22S-R27E
Eddy County, New Mexico
DEC #49848-001

Gentlemen:

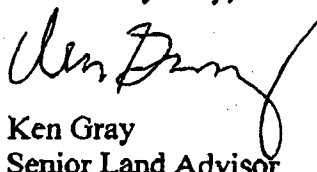
Devon Energy Production Company, L.P. ("Devon") as operator has drilled the captioned well to an authorized depth of 11,910'. All necessary tests and logging have been completed and all pertinent data is being furnished to all working interest owners.

Accordingly, Devon proposes to set casing to total depth and attempt completion in the Morrow formation.

Pursuant to those certain Joint Operating Agreements dated November 4, 1968 and, March 1, 2001, please advise within forty-eight (48) hours after receipt of the above mentioned data as to your casing point election by signing, dating and returning one copy of this letter to the undersigned.

Feel free to contact the undersigned if there are any questions.

Yours very truly,


Ken Gray
Senior Land AdvisorXG:daesperanza3N.cas
EnclosuresX We hereby elect to set casing and participate in the Morrow completion attempt. We hereby elect not to set casing and participate in the Morrow completion attempt.Company/Individual: Pitch EnergyBy: Raye MillerTitle: Attorney-in-FactDate: 10/6/2001

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

Case No. 13335 Exhibit No. 1

Submitted by:

Marbob Energy CorporationHearing Date: September 16, 2004

JN 16:15 [TX/RX NO 6276] 012