1.2

£

FEAGAN ENERGY, INC.

P. O. Box 50307 Midland, TX 79710-0307 130 Spring Park Drive, Suite 105 (432) 683-8442 Fax (432) 683-5442

November 29, 2007

Secretary Joanna Prukop 1220 S. St. Francis Dr. Santa Fe, NM 87505

RE: Proposed Pit Rules

Via Facsimile: 505-476-2200

Our company realizes that you are performing your job in a manner that best serves the public and citizens of New Mexico. In the case of the recent pit rule debate we would like to voice our concerns as well as our country's current energy needs. If stringent, costly, and unwarranted restrictions continue to be placed on the oil and gas industry, a very high price will eventually be paid by the citizens of New Mexico with lost state and local revenue, lost jobs, and an upwardly spiraling cost for energy. Obviously, the cost to adhere to these regulations will not be passed on to energy consumers since the price paid for oil and gas is set by our commodities markets and other outside global factors.

I know in making decisions that could negatively impact so many people and put citizens of New Mexico in financial harms way, that you will use common sense, hard scientific facts, and do what you know in your heart is the right thing to do. Our strong opinion is the proposed pit rule must not be adopted. We wish you all the best in performing your public duties.

Sincerely Mike Feagan