

U.S. Postal Service

CERTIFIED MAIL RECEIPT

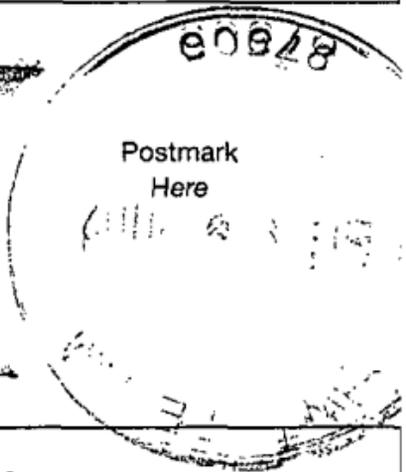
12149

(Domestic Mail Only; No Insurance Coverage Provided)

7001 2510 0001 5217 9092

OFFICIAL USE

Postage	\$ 4.45
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$



Sent To **XL Specialty Ins. Co.**

Street, Apt. No.;
or PO Box No. **2455 Corporate Drive West**

City, State, ZIP+4
Lisle, IL 60532

U.S. Postal Service

CERTIFIED MAIL RECEIPT

(Domestic Mail Only; No Insurance Coverage Provided)

12989

OFFICIAL USE

Postage

\$ 4.65

Certified Fee

Return Receipt Fee
(Endorsement Required)

Restricted Delivery Fee
(Endorsement Required)

Total Postage & Fees

\$

Postmark
Here

Sent To

Skyline Energy, LLC

Street, Apt. No.;
or PO Box No.

2301 Dublin CR

City, State, ZIP+4

Pearland, TX

77581

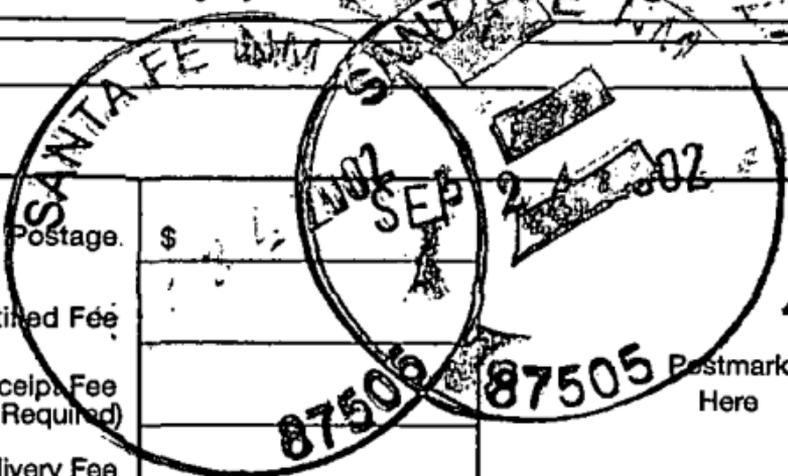
7001 2510 0001 5217 9078

U.S. Postal Service
CERTIFIED MAIL RECEIPT

Call 12949

(Domestic Mail Only; No Insurance Coverage Provided)

7544 9699 1200 0250 0007



Postage	\$
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$

Postmark
Here

Recipient's Name (Please Print Clearly) (To be completed by mailer)

XL Speciality Insurance Co.

Street, Apt. No.; or PO Box No.

2455 Corporate Drive West

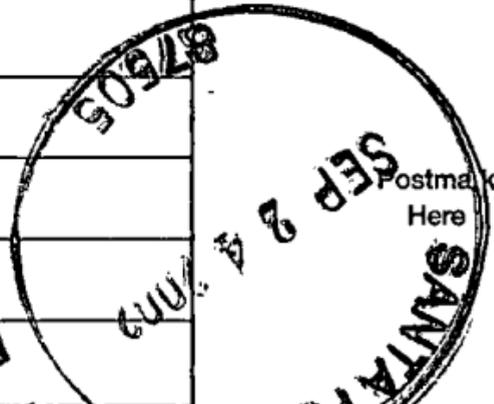
City, State, ZIP+ 4 Lisle, IL 60532

U.S. Postal Service
CERTIFIED MAIL RECEIPT

(Domestic Mail Only; No Insurance Coverage Provided)

Case 12449

4444 9699 T200 0250 0002

Postage	\$	
Certified Fee		
Return Receipt Fee (Endorsement Required)		
Restricted Delivery Fee (Endorsement Required)		
Total Postage & Fees	\$	

Recipient's Name (Please Print Clearly) (To be completed by mailer)

Skyline Energy, Inc.
Street, Apt. No.; or PO Box No.

2301 Dublin Circle
City, State, ZIP+ 4 Pearland, TX 77581

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Skyline ENergy, LLC
 2301 Dublin CR
 Pearland, TX 77581

2. Article Number

7701-2510 0001-5217, 9078

(Transfer from service label)

COMPLETE THIS SECTION ON DELIVERY

A. Signature

[Signature] Agent
 Addressee

B. Received by (Printed Name)

C. Date of Delivery

[Signature]
 12-13-02

D. Is delivery address different from item 1? YesIf YES, enter delivery address below: No

3. Service Type

- Certified Mail Express Mail
- Registered Return Receipt for Merchandise
- Insured Mail C.O.D.

4. Restricted Delivery? (Extra Fee)

 Yes

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Skyline Energy, LLC
 2301 Dublin CR
 Pearland, TX 77581

2. Article Number

(Transfer from service label)

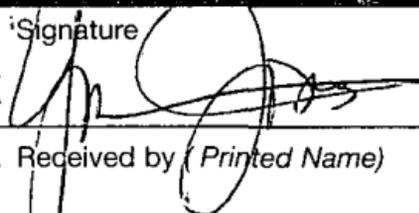
7000 0520 0021 6896 4444

PS Form 3811, August 2001

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X


 Agent Addressee

B. Received by (Printed Name)

C. Date of Delivery

9-27-01

D. Is delivery address different from item 1? YesIf YES, enter delivery address below: No

3. Service Type

 Certified Mail Express Mail Registered Return Receipt for Merchandise Insured Mail C.O.D.

4. Restricted Delivery? (Extra Fee)

 Yes

Domestic Return Receipt

102595-01-M-250



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Betty Rivera

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

December 9, 2002

Skyline Energy, LLC
2301 Dublin CR
Pearland, TX 77581

XL Specialty Insurance Co.
2455 Corporate Drive West
Lisle, IL 60532

VIA CERTIFIED MAIL, RETURN RECEIPT REQUESTED

Re: Case No. 12949: Application of the New Mexico Oil Conservation Division for an Order Requiring Skyline Energy, LLC to Properly Plug One (1) Well, Imposing Civil Penalties for Failure to Comply, Authorizing the Division to Plug Said Well and Ordering a Forfeiture of Applicable Plugging Bond; Lea County, New Mexico

Ladies and Gentlemen:

You are hereby notified that on December 2, 2002, the New Mexico Oil Conservation Division enter the enclosed order directing you to properly plug your State B-AC-1 Well No. 2 (API No. 30-025-01057) in Lea County, New Mexico by January 15, 2003. Failure to comply with this order may result in assessment of civil penalties in addition to forfeiture of your bond.

You should contact Bill Prichard in the Hobbs district office of the Oil Conservation Division, at 505-393-6161, ext, 107, prior to commencing work, to obtain the approved procedure and to file your form C-103 Notice of Intent.

You may appeal this order by filing an application for review by the Oil Conservation Commission within thirty (30) days from the date of the enclosed order.

Very truly yours,

David K. Brooks
Assistant General Counsel

ec: Chris Williams, OCD Hobbs