

UHC New Mexico Corporation

March 27, 2006

Mr. Chris Williams
District Supervisor District 1
Oil Conservation Division
State of New Mexico
Energy and Minerals Department
1625 N. French Drive
Hobbs, NM 88240

RE: UHC New Mexico Corporation, NMOCD-OGA 05-96
Amended Well Compliance, February 2006

Dear Chris:

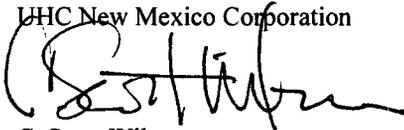
Pursuant to the Agreed Compliance Order ("ACO") in the above referenced case, attached please find the listing of four (4) wells restored to production in February 2006 in addition to those denoted as producing (#14, #19, #37, #39) in my original letter of March 8, 2006. The well schedule indicates the four (4) wells were also produced in February 2006 bringing them into compliance as requested.

Each month we will send you a duplication of the attached list which indicates what action has been taken on the wells that we have brought into compliance that month. UHC New Mexico Corporation will continue taking steps toward compliance as requested under the ACO.

Thank you for your consideration.

Very truly yours,

UHC New Mexico Corporation

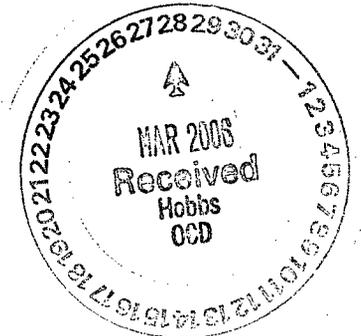


C. Scott Wilson
President & CEO

Enclosure

CC: David K. Brooks, Esq.
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UHC New Mexico Corporation

Well Compliance Schedule

Cato San Andres Unit

Well Number

10
29
42
72

14
19
37
39
16
21
22
30

Compliance Date

January 2006
January 2006
January 2006
January 2006

February 2006
February 2006
February 2006
February 2006
February 2006
February 2006
February 2006
February 2006

Action

Producing
Producing
Producing
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