

January 8, 2008

Oil Conservation Division 1301 W. Grande Ave. Artesia, N.M. 88210

Attention: Bryan Arrant

Re: E L Federal #9
Loco Federal #6
Tyler Federal #3
Red Federal #5
Birdie Federal #9
Birdie Federal #12
Randy Federal #5

330' FNL & 790' FEL, Sec 21, T17S - R30E 1750' FNL & 2310' FEL, Sec 21, T17S - R30E 690' FNL & 330' FWL, Sec 21, T17S - R30E 1650' FSL & 330' FEL, Sec 17, T17S - R30E 1650' FNL & 990' FEL, Sec 17, T17S - R30E 2310' FSL & 1650' FWL, Sec 17, T17S - R30E 2310' FNL & 1650' FEL, Sec 22, T17S - R30E Eddy County, New Mexico 30 015 36160
Eddy County, New Mexico 30 015 36164
Eddy County, New Mexico 30 015 36163
Eddy County, New Mexico 30 015 36163
Eddy County, New Mexico 30 015 36161
Eddy County, New Mexico 30 015 36161
Eddy County, New Mexico 30 015 36161

Dear Bryan:

Marbob Energy has conducted a review to determine if an H2S contingency plan is required for the above referenced wells. We were able to conclude that any potential hazardous volume would be minimal. H2S concentrations of wells in this area from surface to TD are low enough; therefore we do not believe that an H2S Contingency Plan would be necessary.

Please advise us if you feel differently or need further information.

Sincerely,

Nancy Agnew Landman

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