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January 8, 2008

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

Attention: Bryan Arrant

Re: E L Federal #9 330' FNL & 790' FEL, Sec 21, T17S - R30E
Loco Federal #6 1750' FNL & 2310' FEL, Sec 21, T17S - R30E
Tyler Federal #3 690' FNL & 330' FWL, Sec 21, T17S - R30E
Red Federal #5 1650' FSL & 330' FEL, Sec 17, T17S - R30E
Birdie Federal #9 1650' FNL & 990' FEL, Sec 17, T17S - R30E
Birdie Federal #12 2310' FSL & 1650' FWL, Sec 17, T17S - R30E
Randy Federal #5 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 36164
Eddy County, New Mexico 30 015 36163
Eddy County, New Mexico 30 015 36164
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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