

January 30, 2004

Oil Conservation Division 1301 W. Grand Ave. Artesia, NM 88210

30-015-33214

Attention: Bryan Arrant

Re: Lee Federal #32

990' FSL & 230' FWL, Unit M Section 17, T17S, R31E Eddy County, New Mexico

Dear Bryan:

We plan to complete in the Yeso which is sweet and <u>we don't anticipate cutting</u> <u>any formations that contain H2S gas</u> during the drilling of the above referenced well. Therefore, we do not believe that an H2S contingency plan is necessary.

If you have questions or need further information, please call.

Sincerely,

Melanie J. Parker Land Department

/mp