

4/5/06

NMOCD Engineering  
Attn: David Catanach  
1220 S. St. Francis Drive  
Santa Fe, NM 87504

2006 APR 10 PM 1 23

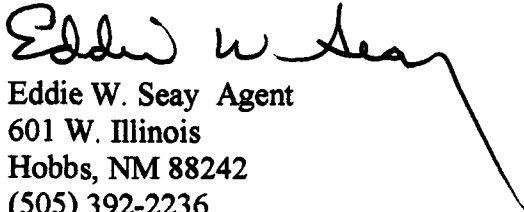
RE: Buckeye Disposal LLC  
State AF #3  
Unit L Section 8, T18, R35  
R-8596

Mr. Catanach,

This letter is to confirm that Buckeye Disposal Took operations of the above listed well from Penroc Oil. The well was and has been operated as a commercial disposal. Attached is a listing of analytical from produced water that have been put into the system or that may have been disposed in the future.

If you have any questions or need additional information please call.

Thanks,

  
Eddie W. Seay Agent  
601 W. Illinois  
Hobbs, NM 88242  
(505) 392-2236  
seay04@leaco.net

Lush - Strawn

All values in Parts per Million - PPM.

[illegible]

|                                              |       |        |        |
|----------------------------------------------|-------|--------|--------|
| Pool Chloride Average (All Pool Formations). | Form. | Strawn | 64,839 |
| Pool Formation Average - PPM Cl.             | Form. |        |        |
| Pool Formation Average - PPM Cl.             | Form. |        |        |
| Pool Formation Average - PPM Cl.             | Form. |        |        |

**CODE:**

**WF = Water Flood Water**

PW = Produced Water (Primary)

R = Reef water.

145H - 1/2 tea

12

[illegible]

Pool Chloride Average (All Pool Formations).

Form.

Notes

2500

**CODE:**

WF = Water Flood Water

Pool Formation Average - PPM Cl.

Form.

PW = Produced Water (Primary)

Pool Formation Average - PPM Cl.

# Form.

**R = Reef water.**

Pool Formation Average - PPM Cl.

Form.









