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July 27, 2004

Bryan Arrant Oil Conservation Division 1301 W. Grand Avenue Artesia, NM 88210

RECEIVED
JUL 2 8 2004
OOD-ARTESIA

Re: Two Forks State #1

Bear Grass Draw Atoka Field Eddy County, New Mexico

Dear Mr. Arrant:

We have checked with offset operators in the subject field and do not find any evidence of Hydrogen Sulfide in the Atoka Gas so an H2S contingency plan should not be required.

Sincerely,

Scott McGraw

Production Manager