

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director
Oil Conservation Division

Bird Creek LLC 7134 Yale Ave Suite 600 Tulsa OK 74136 January 28, 2005

Reference:

East Loving SWD 001

A-15-23s-28e

API: 30-015-26764

Operator,

The NMOCD District 2 office is in receipt of a remediation work plan submitted by your agent, BBC International, dated January 18, 2005. The plan is for remediation of leaks/spills/releases of produced fluids at the above referenced well site.

The remediation work plan is approved as submitted with the following stipulations:

A 24 hour notice to this office will be required prior to any sampling or remediation actions taken.

This approval does not relieve the operator of any liability for damages that may arise as a result of the releases at this site.

Any future releases must be reported as required by OCD Rules, Regulations and Guidelines, and be remediated as required.

The clay liner to be installed must be of a consistency capable of preventing the migration of fluids to below the liner level.

Remediation project is to commence by Febuary 15, 2005.

Thank you for your cooperation in this matter.

Mike Bratcher

Compliance Officer NMOCD District 2

1301 W Grand Ave Artesia, NM 88210

Office: (505) 748-1283 Ext 108

Cell: (505) 626-0857

Email: mbratcher@state.nm.us

Cc: BBC International Attn: Mr. Cliff Brunson