



Highlander Environmental Corp.

Midland, Texas

30-015-34654

August 22, 2007

AUG 30 2007

OCD-ARTESIA

Mr. Mike Bratcher
NMOCD, District II
1301 Grand Avenue
Artesia, New Mexico 88210

Re: COG Operating LLC
Aladdin State #1, Final Pit Closure Report

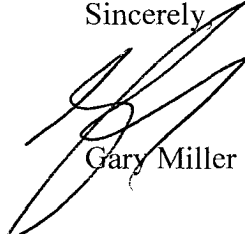
Dear Mr. Bratcher:

Highlander Environmental Corp was contracted by COG Operating LLC to test and prepare closure documentation for the above mentioned reserve pit. This letter and attachments will serve as the final closure report for this reserve pit.

Due to very hard rock conditions, which we discussed on August 20, 2007, the depths to which sampling could be performed were limited. The depths tested are shown of the field testing data sheets. Also, the southeast corner of the pit had elevated chloride levels. Because this material was not removed, the entire bottom of the southwest corner of the outside horseshoe of the pit was bedded with sand and covered with 20 mil plastic which was placed to a point halfway to the northwest corner of the pit. The entire reserve pit was then backfilled on your verbal approval.

Attached please find the field testing reports and final laboratory analysis for the above mentioned site. If you require any additional information please call.

Sincerely,



Gary Miller

Accepted for record
NMOCD