Nearburg Producing Company

Exploration and Production 3300 North "A" Street Building 2, Suite 120 Midland, Texas 79705 432/686-8235 FAX: 432/686-7806

November 6, 2003

NM Oil Conservation Division Attn: Bryan Arrant 1301 W. Grand Ave Artesia, NM 88210

Ref:

McKittrick 14 Federal SWD #1

API # 30-015-21010 Sec 14, 22S, 24E

Eddy County, New Mexico

Sirs:

This is a re-entry of a Morrow formation dry hole and Nearburg Producing Company is going to re-enter and deepen to the Devonian to turn subject well in to a Salt Water Disposal. No production will be made from this well. We do not anticipate encountering H2S and fill no contingency plan is needed. Nearburg will have proper equipment on location in case H2S is encountered.

If you have any questions or need further information, please call me at the letterhead number.

Sincerely

Production Analyst