

PERMIAN RESOURCES, INC.

February 15, 2002

New Mexico Energy, Minerals
and Natural Resources Dept.
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505



Attention: Mr. David K. Brooks
Assistant General Counsel

RE: Case No. 12811
Application of the NM OCD
Order Requiring Operators to
Bring 388 Wells into
Compliance with Rule 201.B

Dear Mr. Brooks:

With reference to your letter dated January 22, 2002 concerning the above referenced Case No.12811. Please find attached a copy of the C-103 Sundry Notice to the OCD concerning the Malaga C Well No. 1. The original C-103 has been mailed to Santa Fe OCD office, and copies to Mr. Tim Gunn, District Supervisor of the OCD Artesia District office.

Again, Permian Resources, Inc. wishes to advise that we fully intent to bring the wells into compliance with the Rules and Regulations of the New Mexico Oil Conservation Division.

Very truly yours,

Barbara Watson
Regulatory Compliance

cc: Tim Gunn
District Supervisor
OCD
Artesia, NM