

NM&O Operating Company

First Place Tower - 15 East Fifth Street, Suite 3000 - Tulsa, Oklahoma 74103-4337
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RECEIVED
070 FARMINGTON NM

September 16, 2005

Mr. Stephen Mason
Bureau of Land Management
Farmington Field Office
1235 La Plata Highway, Suite A
Farmington, NM 87401

20-039-23224

Re: No 3 Rucker Lake
Sec 25, T25N, R2W
NMSF-079333 WC
Rio Arriba Co. NM



Dear Mr. Mason:

The purpose of this letter is to provide a written response to your letter dated September 9, 2005. NM & O Operating Company (NM & O) has been and continues to actively seek the services of a rig. A severe shortage of oil field service resources is currently prevalent in this area.

NM & O will continue to diligently proceed to the satisfaction of this commitment. We will keep the Bureau of Land Management apprised of the situation with this well. NM & O will file a subsequent report as the production is reestablished.

If we are required to document this situation differently please advise. If you have, any further questions please contact the undersigned.

You are required to complete the re completion by 12/31/05

Sincerely,

A handwritten signature in cursive script, appearing to read "Scott Behm".

Scott Behm

SMMSUN
9/26/05

Operations Analysis and Control Manager
NM & O Operating Company

NMOCD