

UNITED BANK PLAZA
400 N. PENN, SUITE 1000

CHARLES B. READ
PRESIDENT

PHONE 505 622-3770
FAX 505 622-8643

Read & Stevens, Inc.

RECEIVED

Oil Producers
P. O. Box 1518

Roswell, New Mexico 88202

MAY 27 2005

May 25, 2005

CONSERVATION
DIVISION

New Mexico Oil Conservation Division
Attn: Director, Mark E. Fesmire, P.E.
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

RE: Gandy-Marley Land Farm Permit Modification/Amendment

Dear Mr. Fesmire:

It is my understanding that Gandy-Marley Land Farm is seeking a modification to their operating permit to allow their facility to receive high saline content oil field waste. I am writing this letter to acknowledge our support of their permit modification efforts.

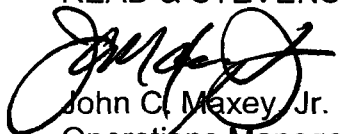
In our experience with Gandy-Marley we have found that they operate a facility that is vital to the success of our industry and is professionally run by people who take a sincere interest in maintaining an environmentally friendly waste disposal site. The location of their site approximately 60 miles east of Roswell is a very convenient location for oil and gas operators with properties located in Chaves County and north Lea County, New Mexico. If it weren't for this site our transportation costs of oilfield waste would rise dramatically and impair the ability of our company to operate in an environmentally sensitive manner. It is critical that our industry have multiple sites that accept high saline content waste so that we can efficiently and effectively control our waste by-product at reasonable cost.

5/2/05
wm

In closing I would ask that you take serious and significant consideration to allowing Gandy-Marley to modify their land farm operating permit to accept high saline content oil field wastes.

Sincerely,

READ & STEVENS, INC.


John C. Maxey, Jr.
Operations Manager

JCM/sr/word/jcmltrs/NMOCDGandy-Marley

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JUN - 2 2005

OIL CONSERVATION
DIVISION

Dakota Resources, Inc.

911 N. Midkiff
Midland, Texas 79701
(432) 697-3420-Phone
(432) 697-3400-Fax

May 24, 2005

New Mexico Oil Conservation Division
ATTN: Director Mark E. Fesmire, P.E.
1220 South St. Francis Drive
Santa Fe, NM 87505

RE: Gandy-Marley Landfarm Permit Modification / Amendment


Dear Mr. Fesmire:

This letter is to acknowledge our support of Gandy-Marley's modification to their landfarm operating permit to allow their facility to accept oilfield waste with high saline content.

Our company conducts oil and gas drilling operations in New Mexico and we have dealt with a number of sites that accept oilfield wastes. In our opinion, Gandy-Marley is one of the best run facilities in our State. We believe that it is imperative that Gandy-Marley be allowed to accept oilfield waste with high saline content, as their site is ideally suited for accepting such waste. We also believe that in the best interest of business competition, the State of New Mexico should not limit those in the oil and gas drilling business to having to haul high saline content waste to a limited number of facilities.

As such, we believe that the Oil Conservation Division should allow Gandy-Marley to modify their landfarm operating permit and accept high saline content oilfield wastes.

Sincerely,


Chris Morphew
Dakota Resources, Inc.
President

5/25/05
WJW