VISA Industries

Of Arizona

9201 N 7th Avenue

Phoenix, AZ 85021 (602) 870-0004

July 24, 2007

2

To: State of New Mexico - Energy Minerals and Natural Resources Dept. Oil Conservation Division

From: Visa Industries of Arizona Inc. Edgar J. Huffman

Sirs:

We are protesting Gandy Corporations application to re-enter the P & A Julia Culp #2 well. The reasons are as follows:

- It is our understanding that we would lose our remaining interest in this lease. We believe there is continuing valve in our lease right and we should retain those rights or be compensated.
- It is our belief that easing corrosion problems in our West Lovington Strawn unit wells are in part due to injection well operated by Gandy in the area. We believe that approval of this inject well will continue to damage our assets in the area.
- We have not been supplied with any technical information that would alter our concerns as to possible damage to our production in the West Lovington Strawn unit

We authorize Jerry Carlise to represent the interest of Visa Industries of Arizona Inc. in this hearing.

Thank you for consideration in this matter.

Edgar J. Huffman V.P. Visa Industries of AZ Inc.