Will Palmer Read & Stevens, Inc P.O. Box 1719 Lovington, NM 88260

Mike Bratcher Oil Conservation Division 1301 W. Grand Artesia, NM 88210 March 15, 2005

RECEIVED

MAR 1 7 2005

BEE MATERIA

Dear Mike,

In response to your letter dated February 3, 2005 pertaining to a notice of violation on the Federal I #1 well located in UL K S21 T6S R27E: corrective action was taken on February 25, 2005 to correct any violations. The area was cleaned and a new well sign was erected.

Please let me know if I may be of further assistance.

Sincerely,

William V. Palmer Superintendent

30-005-60/35