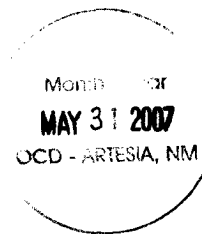


Harvey E. Yates Company

A MEMBER COMPANY OF HEYCO ENERGY GROUP



May 29, 2007

Mr. Gerry Guye
New Mexico Energy, Minerals and
Natural Resources Department
Oil Conservation Division, Artesia
1301 W. Grand
Artesia NM 88210

RE: HEYCO STATE #001
LOV #0212207
30-015-21078, E-32-20S-30E

Dear Mr. Guye:

We received Letter of Violation (LOV) 5/14/2007 #0212207 where we were asked to correct an open workover pit on the Heyco State #001 well. This letter is to inform your office that work has been completed, surface has been restored and location is ready for reinspection.

Thank you,

Jen Serrano
Eng. Tech
Harvey E. Yates Co.
jserrano@heycoenergy.com

Accepted for record
NMOC

JUN 1 2007