



**marbob**  
ENERGY CORPORATION  
ARTESIA, NEW MEXICO

September 15, 2006

Oil Conservation Division  
1301 W. Grand Ave.  
Artesia, NM 88210



Attention: Bryan Arrant

30-015-35215

Re: Penny Pincher Federal #1  
660' FNL & 990' FWL  
Section 21, T19S, R31E  
Eddy County, New Mexico

Dear Bryan:

We plan to complete this well in the Morrow which is sweet and we don't anticipate cutting any formations that contain H2S gas during the drilling of the above referenced well. Therefore, we do not believe that an H2S contingency plan is necessary.

If you have questions or need further information, please call.

Sincerely,

Nancy Bratcher  
Land Department

/nb