

(432)-685-5001

Fax (432) 687-2662

Chi Operating, Inc.

P. O. BOX 1799
MIDLAND, TEXAS 79702

Mr. Mike Bratcher
New Mexico Oil Conservation District II
1301 W. Grand Avenue, Artesia, NM 88210

Re: Winchester Federal No. 001, API 30-015-24146-00-00, Inspection No.
iMLB0511530819

Dear Mr. Bratcher,

Chi Operating, Inc. has repaired and netted the water tank as requested in your inspection of April 19th, 2005. This work was completed on May 1, 2005.

Please contact me at 432-685-5001 if you have any questions or require further information.

Sincerely,

Gary Womack

Gary Womack
Petroleum Engineer
Chi Operating, Inc.