

November 21, 2004

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

Attention: Bryan Arrant 3c- 015-33784

Re:

AAO Federal #8

1650' FNL & 330' FEL, Unit H

Section 1, T18S, R27E Eddy County, New Mexico

Dear Bryan:

We plan to complete this well in the Yeso 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,

Melanie J. Parker Land Department

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