911 N. Midkiff Midland, Texas 79701 (432) 697-3420-Phone (432) 697-3400-Fax

Dakota Resources, Inc.

April 13, 2006

30-015-24824

Oil Conservation Division Attention: Van Barton 1301 W. Grand Avenue Artesia, NM 88210

APR 17 2006 OCU-AMIESIA

RE: Big Eddy 100 SWD

Eddy County, New Mexico

Dear Mr. Barton,

It has come to my attention that the Big Eddy 100 SWD located in Unit L, Section 8, T-21-S, R-28-E is exceeding the injection pressure that it was initially approved to inject salt water into the formation. The approved injection pressure at the wellhead should not exceed 577 psi per Administrative Order No. SWD-461 issued in 1992. The observed wellhead pressure was in excess of 900 psi.

My concern is that I have a producing oil well located in the vicinity of the Big Eddy 100 SWD and the injection pressure that was observed could cause damage to my well. My well produces between 15 and 18 BOPD.

I would like to request that a weighted test be performed on this well to determine actual injection pressure. I would also request that I be notified before the test is done so that I could have a representative present.

Should you have any questions, please do not hesitate to call me. I thank you in advance for your attention to this matter.

Morphon

Very truly yours,

Accepted for record

Chris Morphew

President