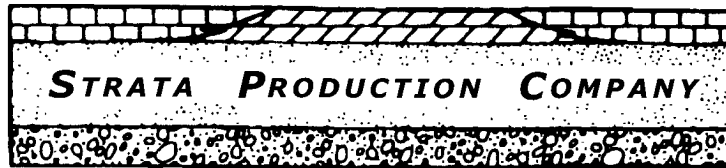


POST OFFICE DRAWER 1030
ROSWELL, NM 88202-1030



TELEPHONE (505) 622 1127
FACSIMILE (505) 623-3533

1301 NORTH SYCAMORE AVENUE
ROSWELL, NEW MEXICO 88201
www.stratanm.com

June 26, 2008

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

Re: Form C-104 Pit or Below-Grade Tank Registration or Closure
Halcon State #1
API #30-015-23943
Section 26, T192, 29E
Eddy County, New Mexico

To Whom it May Concern,

For your review and approval, please find enclosed herewith one (1) original and three (3) copies of OCD Form C-104; regarding the closure of the Halcon State #1 pit.

Should you require additional information regarding this matter, please contact this office.

Sincerely,

A handwritten signature in cursive script, appearing to read "Frank Morgan", is written over a horizontal line.

Frank Morgan
Vice President

Enclosures