

UHC New Mexico Corporation

May 1, 2006

Mr. Chris Williams
District Supervisor District 1
Oil Conservation Division
State of New Mexico
Energy and Minerals Department
1625 N. French Drive
Hobbs, NM 88240

RE: UHC New Mexico Corporation, NMOCD-OGA 05-96 Well Compliance

Dear Chris:

Pursuant to the Agreed Compliance Order ("ACO") in the above referenced case, attached please find the revised listing of wells restored to production in April 2006. The well schedule indicates five (5) wells have been produced in April 2006 bringing them into compliance as requested.

Each month we will send you a duplication of the attached list which indicates what action has been taken on the wells that we have brought into compliance that month. UHC New Mexico Corporation will continue taking steps toward compliance as requested under the ACO.

Thank you for your consideration.

Very truly yours,

UHC New Mexico Corporation

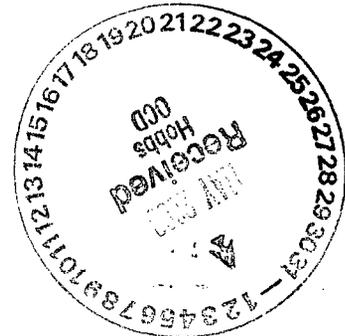


C. Scott Wilson - CEO

Enclosure

CC: David K. Brooks, Esq.
Assistant General Counsel
Energy, Minerals and Natural Resources Department
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Santa Fe, NM 87505

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UHC New Mexico Corporation

Well Compliance Schedule

Cato San Andres Unit

<u>Well Number</u>	<u>Compliance Date</u>	<u>Action</u>
10	January 2006	Producing
29	January 2006	Producing
42	January 2006	Producing
72	January 2006	Producing
14	February 2006	Producing
16	February 2006	Producing
19	February 2006	Producing
21	February 2006	Producing
22	February 2006	Producing
30	February 2006	Producing
37	February 2006	Producing
39	February 2006	Producing
17	March 2006	Producing
18	March 2006	Producing
72	March 2006	Producing
54	March 2006	Producing
12	April 2006	Producing
15	April 2006	Producing
33	April 2006	Producing
67	April 2006	Producing
69	April 2006	Producing