

500 North Main Street, Suite 200 P.O. Box 1973 Roswell, New Mexico 88202-1973 (575) 625-2222 Fax (575) 622-2512

HOBBS OCD

RECEIVED 1.8 111 Completion of 100112 During 12 100112 During 12 100112

January 5. 2012

CONFIDENTIAL

Mr. Buddy Hill Oil Conservation Division 1625 French Dr. Hobbs, New Mexico 88240

> Re: C-105 Confidentiality Peggy Sue State #1 Sec. 36-T5S-R33E Roosevelt County, New Mexico

Dear Mr. Hill:

Armstrong Energy Corporation has made a significant discovery in southern Roosevelt County. Armstrong requests the OCD hold any and all information regarding this well "CONFIDENTIAL" for 90 days as per NMOCD rule 19.15.13.1105 "C".

Enclosed is the Well Completion Report (C-105) for the Peggy Sue State #1 along with the following logs: Sonic, CN, CBL, BHCS. LL, LDCN.

The report and logs submitted are clearly marked as "CONFIDENTIAL".

Should you have any questions or require any additional information regarding these reports, please contact me at 575-625-2222.

Sincerely,

ARMSTRONG ENERGY CORPORATION

Bruce A. Stubbs Vice President - Operations

Enclosures