

November 27, 2007

New Mexico Energy, Minerals and Natural Resources Department Oil Conservation Division 1625 N. French Drive Hobbs NM 88240

Attn: Mr. Buddy Hill

Fax #575-393-0720

Re:

Fee KJ No.001

N-3-19S-35E

30-025-28270-00-00 Lea County, New Mexico

Mr. Hill:

In response to your Letter of Violation dated May 30, 2007, Inspection No. iLWH0714349528, regarding the inspection of the above referenced lease, all violations have been corrected and the lease is now ready for re-inspection. You may contact me at 432-682-0595 if you have any questions or concerns.

Thank you,

Joseph J. Siztmar Vice-President

200 N. Loraine, Suite 610 P.O. Box 3398 • Midland, TX 79702 432.682.0595 • 432.682.0597 fax 0K. 201