

GP II ENERGY, INC.

Oil & Gas Exploration & Production

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RECEIVED

DEC 15 2008

HOBBSOCD

December 12, 2008

Oil Conservation Division 1625 French Drive Hobbs, NM 88240

Attn: Buddy Hill

Buddy,

Regarding the P&A release of the State M #38 G-30-22S-37E 30-025-10525 and the State M #68 I-30-22S-37E 30-025-24299. I asked David Mitchell to take care of the problems listed for these wells in your violation letter dated October 15, 2007. He said the problems had been cleaned up - probably after your letter. Everything listed in your letter has been taken care of.

I apologize for the delay and appreciate your patience. Anything else, let me know.

Thanks,

Joe Compton

Compliance resolved. OK To release P/A.

12/17/2008