



SOS Consulting, LLC

July 30, 2010

New Mexico Oil Conservation Division
1625 N. French Drive
Hobbs, New Mexico 88240

RECEIVED

AUG 02 2010
HOBBSOCD

Attn: Mr. Buddy Hill, District Supervisor

Re: Recent inspection and reported inactive violation on Agua Sucia, LLCs' Government 'E' Well No.1 SWD Facility located in Lea County, New Mexico.

Dear Buddy,

Thank you for taking the time to visit with me on July 28th about the subject well and inactive violation.

During our phone call, I explained the extenuating circumstances surrounding this well and the attempts by my client to get this well back to active SWD status. We continue to pursue our legal option through the hearing process, etc.

I also explained to you that at one time, we had received approval by the Santa Fe OCD office for our rebuttal of the presumption of inactivity. While this has indeed expired now, I did request an extension for the exact reason mentioned above. I was told at the time that it shouldn't be an issue.

We propose, within 30 days, to conduct a new MIT on the well following a sundry notice that we will do this in preparation to temporarily abandon the well.

On behalf of Agua Sucia, LLC, I hereby request an additional 120 days to finally bring the well and all issues to closure. Again, the duration is required because I have just been informed that our next opportunity to finally go to de novo hearing will be October 7. However, our attorney said he will solicit the Division for a special hearing prior to that date.

We, more than anyone would like for this to come to resolution - hopefully such that my client can begin to fully utilize the SWD facility and start to recoup some of their investment.

Thanks you for your consideration and swift response to our request.

Best regards,

Ben Stone, Partner
SOS Consulting, LLC
Agent for Agua Sucia, LLC

30-025-23708

Extension of LOU Due Date
to 11-14-10

8-20-10

Cc: SOS well file