

New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Jon Goldstein
Cabinet Secretary

Jim Noel
Deputy Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



July 12, 2010

Yeso Energy, Inc.
Attn: H. Gene Lee
P.O. Box 8280
Roswell, NM 88202

Ladies and Gentlemen:

Please pay to the New Mexico Oil Conservation Division (OC) the following amounts which are due for plugging of Yeso-operated wells that OCD has plugged for your account:

| | | | |
|--------------------------------------|----------------------|-------------------|----------------------------|
| Connie C State No. 3 | API No. 30-015-25587 | \$ 33,086.32 | |
| Less: Applicable financial assurance | | <u>(8,525.00)</u> | \$ 24,561.32 |
| Connie C State No. 4 | API No. 30-015-25194 | \$ 33,793.13 | |
| Less: Applicable financial assurance | | <u>(8,494.00)</u> | \$ 25,299.13 |
| TOAL AMOUNT DUE | | | <u>\$ 49,860.45</u> |

Payment should be made by check or money order payable to New Mexico Oil Conservation Division, and directed to the attention of Daniel Sanchez, Compliance and Enforcement Manager.

Sincerely,

A handwritten signature in cursive script that reads "David K. Brooks".

David K. Brooks
Assistant General Counsel
(505)-476-3450
david.brooks@state.nm.us

Before the OCC
Case 14472
Case 14547
OCD Exhibit 10

