New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

John H. Bemis Cabinet Secretary-Designate Jaime Bailey
Division Director
Oil Conservation Division



Brett F. Woods, Ph.D. Deputy Cabinet Secretary

Mailed: 9/13/11

LRG

September 13, 2011

Legend Natural Gas III Limited Partnership 410 W. Grand Parkway South Suite 400 Katy, TX 77494

Re:

Horseshoe Lake State #1

Sec 32 T24S R28E

API # 30-015-36918

To whom it may concern:

Please be advised that your permit(s) to drill the referenced well(s) have expired and will be cancelled. If drilling operations have commenced, you should contact this office immediately:

If you wish to drill these well(s) in the future, it will be necessary to submit new Form(s) C101 - Application to Drill, and drilling package(s) for review and approval.

Sincerely,

Darold Gray Field Supervisor NMOCD Dist. 2

Oil Conservation Division 811 S. First Street • Artesia, New Mexico 88210 Phone (575)748-1283 • Fax (575) 748-9720 • www.emnrd.state.nm.us/OCD

