

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

MARCH 23, 2006

EXPIRATION NOTICE ON PERMIT TO DRILL

DUGAN PRODUCTION CORP 709 EAST MURRAY DRIVE FARMINGTON NM 87401

RE:

KING COM #3

30-045-32492 B-11-29N-14W EXPIRED 8-04-05

Gentlemen:

The permit to drill the referenced well has expired. Should you wish to drill this well in the future, you will have to submit a new application.

Sincerely

Charlie T Perrin District Supervisor

charlie.perrin@state.nm.us

CTP/di

cc:

Well File