



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Reese Fullerton

Deputy Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

November 1, 2006

SG Interest I Ltd
PO Box 2677
Durango CO 81302

Re: State 21 7 36 #1	Sec 36-T21N-R07W	Sandoval Co., NM	30-043-20995
State 21 7 36 #2	Sec 36-T21N-R07W	Sandoval Co., NM	30-043-20996
State 21 7 16 #4	Sec 16-T21N-R07W	Sandoval Co., NM	30-043-20997
State 20 6 2 #4	Sec 02-T20N-R06W	McKinley Co., NM	30-031-21081

Gentlemen:

Please be advised that your permits to drill the referenced wells have expired and have been cancelled. If drilling operations have commenced, you should contact this office immediately.

If you wish to drill these wells in the future, it will be necessary to submit a new Form C101, Application to Drill, and drilling package for review and approval.

Sincerely,

Charlie Perrin
District III Supervisor

/ks
Well File