From:	Alberto A. Gutierrez, RG [aag@geolex.com]
Sent:	Tuesday, July 19, 2011 12:06 PM
To:	Jones, William V., EMNRD
Cc:	'Gary Larson'; 'Prentiss, John'; 'Franzen, Matthew'
Subject:	Frontier's Bond Status

Will

Gary was telling me that you were enquiring as to the status of Frontier's bond for the proposed Maljamar AGI #1.

As I mentioned to you when we spoke last Thursday, I provided the bond to Dorothy that afternoon. I spoke to her the next day and she told me that to get it registered, she needed an API number from the district. I then spoke to Donna Mull in Hobbs who informed me (and I confirmed it with BLM) that until the APD from BLM is approved (which we are waiting to file until we get the order from you) the district wont issue an API number. I assume this won't be a problem with you getting the order out as the bond specifies the exact location we requested and is clearly for this proposed well. It just won't be registered in your system till an API number is issued. In any case, this will be long before the well is drilled. We are proceeding with all haste in preparing the APD application in anticipation of getting your order shortly. Please let me know if this creates any problem. Thanks

Alberto

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