

INTERNATIONAL FIDELITY COMPANY
c/o Connecticut Surety Insurance Agency, Inc. & Connecticut Surety Group
185 Asylum St. - City Place II - 15th Floor
Hartford, CT 06103-4105

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Notice of Cancellation

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Date: March 24, 1998

TO: State of New Mexico
2040 South Pacheco
Santa Fe, NM 87505

RE: Principal: Secondary Oil Corp-New Mexico
Bond No: 000953560
Bond Description: Well Drilling/Capping

Dear Madam/Sir

Effective 5/31/96, INTERNATIONAL FIDELITY COMPANY, as Surety, executed a bond in the penalty of \$50,000, on behalf of, Secondary Oil Corp-New Mexico as Principal in favor of State of New Mexico, as Obligee.

The bond, by its terms, provides that the Surety may terminate its liability by giving notice of its election to do so to Obligee. In accordance with the terms of the bond, we hereby elect to terminate our liability and shall, as of 5/31/98 consider ourselves released from all liability by reason of any default committed thereafter by the Principal.

Below is an acknowledgment which we would appreciate your signing and returning.

INTERNATIONAL FIDELITY COMPANY

By: Elaine Vale
Elaine Vale, Authorized Representative

Certified/Registered Mail #P136 658 331

cc: Agent: United Insurance Agency, Inc., 116 West Elm, El Dorado, AR 71730
Principal: Secondary Oil Corp-New Mexico, P.O. Box 708, Marble Falls, TX 78654
Connecticut Surety Insurance Agency, Inc./Connecticut Surety Group

Please detach and return to:

Principal: Secondary Oil Corp-New Mexico
Bond # 000953560

Connecticut Surety Group
c/o Connecticut Surety Insurance Agency, Inc.
185 Asylum St., City Place II, 15th Floor
Hartford, CT 06103-4105

Remarks: _____

ACKNOWLEDGMENT

Your Notice of Cancellation has been received. We have arranged to cancel the bond effective the _____ day of _____, 19____.

Date: _____
U. CSCANC

By: _____

BEFORE EXAMINER STOONER
OIL CONSERVATION DIVISION
OCD EXHIBIT NO. 6
CASE NO. 12770