

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

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

Jami Bailey
Division Director
Oil Conservation Division



July 31, 2014

Pegasus Bank
4515 W. Mockingbird Lane
Dallas, TX 75209

Re: \$11,000 Letter of Credit No. 1124
Giant Operating, LLC, Customer
Pegasus Bank, Issuer
API 30-015-37077
Giant Superior State No. 1
1983' FNL and 990' FEL
Section 8, Township 25 South, Range 30 East
Eddy County, NM

NM OIL CONSERVATION
ARTESIA DISTRICT

AUG 04 2014

RECEIVED

Dear Sir:

The New Mexico Oil Conservation Division hereby approves the cancellation of the above-captioned Letter of Credit No. 1124 and returns the same herewith as it is no longer required.

Sincerely,

A handwritten signature in black ink, appearing to read "Denise Gallegos", is written over a horizontal line.

DENISE GALLEGOS
Bond Administrator

cc: Oil Conservation Division – Artesia District

Giant Operating, LLC
2100 Ross Avenue, Suite 950
Dallas, TX 75201

Stephanie Zaleskin
700 N. Pearl Street, Suite 1660
Dallas, TX 75201