

New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

John Bemis
Cabinet Secretary-Designate

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

Jami Bailey
Division Director
Oil Conservation Division



August 15, 2011

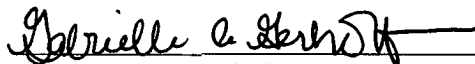
NGX Company
Attention: George Scott Jr.
215 W. Third
Roswell, NM 88201

Dear Mr. Scott,

The Oil Conservation Division ("OCD") has reviewed the blanket bond information you provided for Boggs Fee #001 (API No. 30-015-24447). The bond you have in place is acceptable to the OCD for purposes of the inactive Boggs Fee #001 well.

Please contact Daniel Sanchez, OCD Compliance and Enforcement Manager at 505.476.3493 or Daniel.Sanchez@state.nm.us to discuss an Agreed Compliance Order. Please contact him within ten (10) days of receipt of this letter.

Sincerely,



Gabrielle A. Gerholt
Associate General Counsel
505.476.3451

Cc: Artesia District Office
Bond File

