

Ray Powell, M.S., D.V.M. COMMISSIONER

State of New Mexico Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148 **COMMISSIONER'S OFFICE**

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

July 28, 2014

Bogle LTD Co, LLC P.O. Box 460 Dexter, NM 88230

Re:

Right Of Entry Granted To:

Lime Rock Resources II-A, L.P. 1111 Bagby Street, Suite 4600

Houston, TX 77002

Legal Description:

NE4SE4, Sec. 36, T17S, R27E, Eddy County, NM

To Whom It May Concern:

The New Mexico State Land Office has issued Special Use Agreement number SUA-367 for the above referenced lands for the exploration of <u>Caliche</u>. As the holder of this permit, <u>Lime Rock Resources II-A</u>, <u>L.P.</u> may enter onto the lands to conduct operations that are necessary to explore for Caliche material and conduct reclamation work as needed. This agreement was issued for 15 days from July 29, 2014 thru August 13, 2014.

According to State Land Office records, this tract of land is also leased to you under **Grazing Lease GR-0124**. Per state statutes, the minerals lessee or his/her authorized agent is required to mine and operate in a "workmanlike manner." Prior to the issuance of this agreement, the applicant has posted with the State Land Office a bond for performance of the agreement provisions. The bond, posted in favor of the State of New Mexico, is for the benefit and protection of any surface lessee, patentee or contract purchaser. The bond covers damage by exploration activities to livestock, water, crops, or tangible improvements.

If you have any questions, please do not hesitate to call Michael Mariano, Minerals Manager, at 505-827-5750 or Jason Smith, Minerals Specialist at 505-827-5743.

Sincerely,

Terry Warnell, Director

Oil, Gas, and Minerals Division

TR/mm

cc: Dana V. Strang, DRM Supervisor