State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary-Designate

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

August 20, 2013

Blue Sky NM, Inc. 1509 Chapman Avenue Orange, CA 92866 Attn: Carla Petty

Re: \$7,860 One-Well Plugging Bond Blue Sky NM, Inc., Principal U.S. Specialty Insurance Company, Surety API 30-005-60595 Twin Lakes San Andres Unit #030 2310' FNL and 330' FWL Section 31, Township 08 South, Range 29 East Chaves, NM Bond No. B008161 Jami Bailey Division Director Oil Conservation Division





Dear Ms. Petty:

The New Mexico Oil Conservation Division hereby approves the above-captioned one-well plugging bond.

Sincerely,

David K. Browh

DAVID K. BROOKS Assistant General Counsel

DKB/dg

cc: Oil Conservation Division – Artesia District

U.S. Specialty Insurance Company 13403 Northwest Freeway Houston, TX 77040 Attn: Michele K. Tyson