



New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Daniel Sanchez
Acting Division Director
Oil Conservation Division



February 11, 2011

Legend Natural Gas III L.P.
410 W. Grand Parkway South Suite 400
Katy, TX 77494

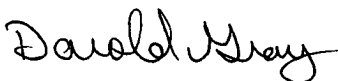
Re: <u>Ruger 31 State #1</u>	<u>Sec.2 T31S R24E</u>	<u>API # 30-015-35957</u> ←
Weatherby #1	Sec 19 T24S R28E	API# 30-015-35760

To whom it may concern:

Please be advised that your permit(s) to drill the referenced well(s) have expired and have been cancelled. If drilling operations have commenced, you should contact this office immediately.

If you wish to drill these well(s) in the future, it will be necessary to submit new Form(s) C101, Application to Drill, and drilling package(s) for review and approval.

Sincerely,

A handwritten signature in cursive script that reads "Darold Gray".

Darold Gray
Field Supervisor, District II

