State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary-Designate

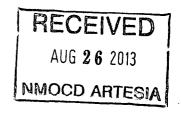
Brett F. Woods, Ph.D. Deputy Cabinet Secretary

August 20, 2013

Re:

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

avid K. Broth

DAVID K. BROOKS Assistant General Counsel

DKB/dg

cc: Oil Conservation Division - Artesia District

\$8,864 One-Well Plugging Bond

U.S. Specialty Insurance Company, Surety

Northeast Square Lake Premier Unit #007

Section 03, Township 16 South, Range 31 East

Blue Sky NM, Inc., Principal

API 30-015-04787

Bond No. B008158

Eddy, NM

660' FSL and 660' FEL

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