

State of New Mexico  
Energy, Minerals and Natural Resources Department

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Susana Martinez  
Governor

John H. Bemis  
Cabinet Secretary

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

Jami Bailey, Division Director  
Oil Conservation Division



May 3, 2012

HOBBS OCD

Rice Environmental Consulting and Safety  
122 W. Taylor Street  
Hobbs, NM 88240

MAY 08 2012

RECEIVED

**Re: State of New Mexico  
Contract No. 11-521-005355AB  
Purchase Order 52100-0000033600  
Plugging of 1 Well in Lea County, New Mexico  
Mesa Queen No. 8 – 30-025-00398  
formerly operated by Xeric Oil & Gas Corporation  
LEXON INSURANCE COMPANY  
PERFORMANCE BOND NO. 1062090**

Dear Sir:

The referenced contract having been fully performed in accordance with its terms, the referenced performance bond furnished by you is hereby released.

Should you have questions, please feel free to call the undersigned at (505)-476-3450.

Very truly yours,

A handwritten signature in cursive script that reads "David K. Brooks".

David K. Brooks  
Assistant General Counsel

cc. E L Gonzales - OCD Hobbs

Lexon Insurance Company  
10002 Shelbyville Rd., Suite 100  
Louisville, KY 40223

*ELG 5-8-2012*

MAY 08 2012