

United States Department of the Interior

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 E. Greene St. Carlsbad, NM 88220-6292



In Reply Refer To: NM-29234, NM-56741 3162.4 (522) RECEIVED

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Chesapeake Operating, Inc. P. O. Box 11050 Midland, TX 79702-8050

Gentlemen:

Your Applications for Permit to Drill (APDs), for the following wells have expired because drilling has not commenced within one year of the approval date as stated in the General Requirements for Oil and Gas Operations on Federal Leases.

NM-29234 Lotos "C" Fed. #906 APD approved on 04/25/03	1836'/S & 664'/E	Sec. 09, T.24S., R.31E.30.0/5-32825
NM-56741 Lotos "A" Fed. #2 APD approved on 04/28/03	660'/N & 660'/W	Sec. 15, T.24S., R.31E.
NM-56741 Lotos "A" Fed. #3 APD approved on 04/28/03	1980'/N & 660'/W	Sec. 15, T.24S., R.31E.

If drilling operations have commenced on the referenced wells, please contact this office at (505) 234-5972 and send all necessary reports (spud, casing/cementing, etc., 1 original and 5 copies for each well) to the Roswell Field Office, 2909 West Second Street, Roswell, New Mexico 88202, so we may correct our records.

If the wells have not been spudded, but site construction activities have occurred, please contact this office at the above telephone number for surface reclamation instructions.