

United States Department of the Interior

BUREAU OF LAND MANAGEMENT Pecos District Roswell Field Office

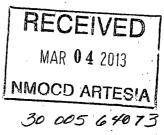
> 2909 West Second Street Roswell, New Mexico 88201-2019 www.nm.blm.gov



FEB 2 8 2013

In Reply Refer To: NM-112249 3160 (P0130)

Parallel Petroleum Corporation 1004 North Big Spring, Suite 400 Midland, TX 79705



Gentlemen:

Your Application for Permit to Drill (APD), approved October 29, 2008, for the Bubbling Over 1525-20 Federal Com Well No. 2H, located SH: 829 feet FSL and 193 feet FEL (SE¼SE¼) and BH: 829 feet FSL and 660 feet FWL (SW¼SW¼) sec. 20, T. 15 S., R. 25 E., Chaves County, New Mexico, Federal lease NM-112249 has expired October 29, 2010 because drilling has not commenced within two years of the approval date.

If drilling operations have commenced on the referenced well, please contact David Glass, Petroleum Engineer, Lands and Minerals at (575) 627-0275 and send all necessary reports (spud, casing/cementing, etc., 1 original and 5 copies) so we may correct our records.

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

If you wish to drill this well at a later date, please submit a complete application (1 original and 5 copies). Since the original APD has expired, the resubmitted APD will be subject to all of the processing requirements including the 30-day posting requirement. Please note on the resubmitted APD that it was previously approved and we will review the expired file for information which will expedite the processing.

Sincerely,

1SI Angel Mayes

Angel Mayes Assistant Field Manager, Lands and Minerals

cc: NM (P0130, File Room) NM (P0130, I & E) MOCD-Artesia