



United States Department of the Interior

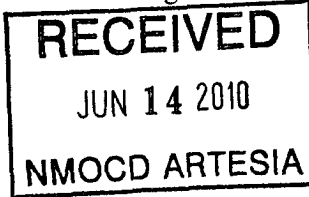
BUREAU OF LAND MANAGEMENT

Pecos District
Carlsbad Field Office

620 E. Greene
Carlsbad, New Mexico 88220-6292
www.blm.gov/nm/st/en.html



In Reply Refer To:
NM-22080
3162.4 (P0220)



JUN 10 2010

30-015-35794

Your Reference:

NM-22080 Federal 1 #1 1980'/N & 600'/E sec. 01, T. 23 S., R. 31 E.
APD approved on 09/07/07, APD expired on 09/07/09
NM-22080 Federal 1 #2 560'/N & 810'/E sec. 01, T. 23 S., R. 31 E.
APD approved on 09/07/07, APD expired on 09/07/09
→ NM-22080 Federal 1 #3 600'/N & 1980'/E sec. 01, T. 23 S., R. 31 E.
APD approved on 09/07/07, APD expired on 09/07/09
NM-22080 Federal 1 #4 600'/N & 1980'/W sec. 01, T. 23 S., R. 31 E.
APD approved on 09/07/07, APD expired on 09/07/09

Reef Exploration, L.P.
508 West Wall, Suite 700
Midland, TX 79701

Gentlemen:

Your Applications for Permit to Drill (APDs), the above referenced wells have expired because drilling has not commenced within two years of the last approved extension date as stated in the General Requirements for Oil and Gas Operations on Federal Leases.

If drilling operations have commenced on the referenced wells, please contact Jim Amos of this office at (575) 234-5909 and send all necessary reports (spud, casing/cementing, etc., 1 original and 3 copies for each well) to us, 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.

DJ

If you wish to drill these wells at a later date, please submit a complete application (1 original and 3 copies for each well) to this office. Since the original APDs have expired, the resubmitted APDs will be subject to all the processing requirements including the 30-day posting requirement. Please note on the resubmitted APDs that they were previously approved and we will review the expired files for information which will help expedite the processing. If you have any questions please contact Betty Hill at (575) 234-5937.

Sincerely,

/s/ Don Peterson

Don Peterson
Assistant Field Manager
Lands & Minerals

bcc:
P0221, I&E CFO
NMOCD Artesia

A handwritten signature in black ink, appearing to be 'DM' or similar initials, located at the bottom right of the page.